TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

BASIC FINANCIAL STATEMENTS
WITH SUPPLEMENTAL INFORMATION SCHEDULES

AS OF AND FOR THE YEAR ENDED JUNE 30, 2026

TWRU
CPAs & Financial Advisors

527 East Airport Ave., Baton Rouge, LA 70806 | 225.926.1050 | www.twru.com

TABLE OF CONTENTS

	Page
BASIC FINANCIAL STATEMENTS:	
Independent Auditors' Report	1
Required Supplemental Information (Part 1 of 2)	
Management's Discussion and Analysis	4
Government-Wide Financial Statements	
Statement of Net Position	10
Statement of Activities	11
Fund Financial Statements	
Balance Sheet	12
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position	13
Statement of Revenue, Expenditures and Changes in Fund Balances	14
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities	15
Notes to Financial Statements	16
Required Supplemental Information (Part 2 of 2)	
Schedule 1: Employer's Share of Net Pension Liability- LASERS	36
Schedule 2: Employer Contributions - LASERS	37
Schedule 3: Change in Net OPEB Liability	38
Schedule 4: Budgetary Comparison Schedule	39
Notes to Required Supplementary Information	40
SUPPLEMENTAL SCHEDULES AND INFORMATION	
Schedule 5: Per Diem Paid to Board Members	41
Schedule 6: Compensation, Benefits, and Other Payments to Agency Head	41
Independent Auditors' Report on Compliance and Other Matters and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*	42
Schedule of Current Year Findings and Responses	44
Schedule of Prior Year Findings and Responses	45
OTHER SUPPLEMENTARY INFORMATION:	
Division of Administration Annual Fiscal Report	46

BASIC FINANCIAL STATEMENTS

TWRU
CPAs & Financial Advisors

Sara M. Downing, CPA
Linda R. Gibson, CPA
L. Cherie Odom, CPA

Don W. Brown, CPA
Kerry G. Uffman, CPA, PFS, CFP, CFA, RICP

Derek M. Mathews, CPA, CFE, CFF, CVA
P. Whitney Woodson, CPA
Drew Kraus, CPA, CIA, CFE
Jennifer F. Todd, CPA
David W. Johnson, CFP
Nancy Stich, CPA
Hubert Kernan, CPA

INDEPENDENT AUDITORS' REPORT

To the Board of Commissioners
Tensas Basin Levee District
A Discrete Component Unit of the State of Louisiana
Rayville, LA

Opinions

We have audited the financial statements of Tensas Basin Levee District(the District), a component unit of the State of Louisiana as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise 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 financial position of the District as of June 30, 2026, and the changes in financial position and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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 (GAS), issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' 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

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.

527 East Airport Ave.
Baton Rouge, LA 70806
Ph: 225.926.1050
Fax: 225.923.1808
www.twru.com

Auditors' 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 auditors' report that includes our opinion. 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 GAS 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 GAS, 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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of employer's share of net pension liability, schedule of employer's contributions, schedule of change in OPEB liability, and related notes 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Districts basic financial statements. Schedule of compensation, benefits, and other payments to agency head, the schedule of per diem paid to board members, and the Division of Administration's Annual Fiscal Report (AFR) 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 was derived from and relates 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 supplementary information and the AFR are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Governmental Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 30, 2026, on our consideration of the District's internal controls over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal controls over financial reporting and compliance and the results of that testing, and not to provide an opinion of the internal controls over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* in considering the District's internal control over financial reporting and compliance.

TWRU

CPAs & Financial Advisors
Baton Rouge, Louisiana
September 30, 2026

REQUIRED SUPPLEMENTAL INFORMATION
(PART 1 OF 2)

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2026

The Management's Discussion and Analysis of Tensas Basin Levee District's (District) financial performance presents a narrative overview and analysis of the District's financial activities for the year ended June 30, 2026. This document focuses on the current year's activities, resulting changes, and currently-known facts in comparison with the prior year's information. Please read this document in conjunction with the District's financial statements.

I. Overview of the Financial Statement Presentation

The District's annual financial report includes the following three components:

- **Government-wide financial statements**, which report information about the District as a whole using the economic resources measurement focus and accrual basis of accounting.
- **Fund financial statements**, which provide more detailed information about the District's major governmental funds.
- **Notes to the financial statements**, which provide additional information necessary to understand amounts reported in the financial statements.

Government-wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to private-sector businesses.

The Statement of Net Position (page 10) presents information on all of the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources. The difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources is net position and may serve as a useful indicator of whether the District's financial position is improving or deteriorating.

The Statement of Activities (page 11) presents information showing how the District's assets changed during the most recent fiscal year. Regardless of whether cash is affected, all changes in net position are reported when the underlying transactions occur. As a result, transactions are included that will not affect cash until future periods.

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2026

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses a single fund to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the District's only fund, the General Fund.

The District only uses one fund type, the governmental fund. The governmental fund is used to account for essentially the same functions reported as governmental activities in the governmental-wide financial statements. However, unlike government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

The governmental fund statements focus on current financial resources and may differ from the government-wide statements because they do not report long-term assets and liabilities in the same manner. Reconciliations are included with the basic financial statements to explain these differences.

Notes to the Financial Statements. The notes (pages 16-34) provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Required Supplementary Information and Supplementary Information.

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplemental information concerning the District's proportionate share of the net pension liability (page 35), the District's Contributions – LASERS (page 36), changes in net OPEB liability (page 37), and the budgetary comparison schedule (page 38) required by GASB. The Schedule of Per Diem and Salary Paid to Board Commissioners (page 40) presents the compensation received by the Board commissioners in accordance with Louisiana Revised Statute 38:308 and Schedule of Compensation, Benefits, and Other Payments to Agency Head (page 40) represents information required to be reported by the Louisiana Legislative Auditor.

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2026

II. Financial Summary

The following summary highlights the District's financial position and results for the fiscal year ended June 30, 2026, compared with the prior year.

NET POSITION
Governmental activities
As of June 30

	2026	2025	Variance	Percent Change
Assets				
Current and other assets	$ 20,910,492	$ 19,733,195	$ 1,177,297	6.0%
Capital assets, net	14,392,037	12,214,777	2,177,260	17.8%
Total Assets	35,302,529	31,947,972	3,354,557	10.5%
Deferred Outflows	562,576	510,267	52,309	10.3%
Total Assets & Deferred Outflows	$ 35,865,105	$ 32,458,239	$ 3,406,866	10.5%
Liabilities				
Current liabilities	595,971	1,025,136	(429,165)	-41,9%
Compensated absences	747,510	676,679	70,831	10.5%
OPEB liability	1,562,777	1,624,338	(61,561)	-3.8%
Net pension liability	2,444,482	2,867,573	(423,091)	-14.8%
Total Liabilities	5,350,740	6,193,726	(842,986)	-13.6%
Deferred Inflows	438,981	723,948	(284,967)	-39.4%
Net Position				
Invested in capital assets	14,392,037	12,214,777	2,177,260	17.8%
Restricted – employee escrow	50,359	63,264	(12,905)	-20.4%
Unrestricted	15,632,988	13,262,524	2,370,464	17.9%
Total Net Position	30,075,384	25,540,565	4,534,819	18.0%
Total Liabilities, Deferred Inflows, and Net Position	$ 35,865,105	$ 32,458,239	$ 4,534,914	10.5%

The District's net position increased by $4.5 million during the fiscal year 2026. The increase was primarily attributable to the increase in capital assets. While revenue decreased, expenses also decreased which resulted in an increase in $2.4 million in unrestricted net assets.

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2026

STATEMENT OF ACTIVITIES
Governmental activities
For the Years Ended June 30

	2026	2025	Variance	Percent Change
Revenues				
Grants and contributions	$ -	$ -	$ -	0.0%
General Revenues	9,963,617	10,594,224	(630,607)	-6.0%
Expenses				
Extraordinary Item	-	-	-	0.0%
Public Safety/Flood Protection	5,428,798	5,490,466	(61,668)	-1.1%
Change in net position	4,534,819	5,103,758	(568,939)	-11.1%
Net position, beginning	25,540,565	20,436,807	5,103,758	25.0%
Net position, ending	$ 30,075,384	$ 25,540,565	$ 4,534,819	18.0%

The District's change in net position decreased from $5.1 million to $4.5 million in 2026. The decrease was primarily the loss of the federal funding during the year and the decrease in state funding. Expenses also decreased but at a lower rate than revenue.

III. Detailed Analysis

The governmental activities of the District's net position increased $4.5 million as of June 30, 2026, compared to $5.1 million as of June 30, 2025.

Revenues:	June 30, 2026	June 30, 2025	Primary Reason for Change
Taxes	$ 7,470,330	$ 7, 095,048	Rolled Forward Millage Rate/Meta Project
Intergovernmental	1,000,738	2,501,858	Past Projects Completed/Less Ongoing Construction
Royalties and leases	252,749	244,441	Lease rates changed due to higher bids
Investments	760,146	751,527	Interest Rates
Gain on sale of assets	56,104	26,265	Assets sold at end of life
Miscellaneous	423,529	(24,915)	Refunds from vendor lawsuit, medica claims from previous insurance company, software company for unused licenses, transaction bank processed twice and reimbursed the District.
Total Revenues	$ 9,963,596	$ 10,594,224	

Expenses:			Primary Reason for Change
Public Safety	$ 5,428,798	$ 5,490,466	Fewer construction project underway

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS

IV. Significant Capital Asset and Long Term Financing Activity

Capital Assets

The District's investment in capital assets, net of accumulated depreciation, at June 30, 2026, was $14,392,037. Capital assets increased by $2,177,260 or 17.8% compared to the prior fiscal year.

Capital assets at year-end are summarized as follows:

CAPITAL ASSETS
Net of Accumulated Depreciation
Governmental Activities

	2026	2025	Variance	Percent Change
Land	$ 1,713,064	$ 1,634,082	$ 78,982	4.8%
Construction in Progress	2,716,220	2,202,677	513,543	23.3%
Infrastructure	7,958,357	7,958,357	-	0.0%
Building	3,125,552	1,253,753	1,871,799	149.3%
Machinery and Equipment	6,214,879	5,842,400	372,479	6.4%
Total Capital Assets	21,728,072	18,891,269	2,836,803	15.0%
Accumulated Depreciation	(7,336,035)	(6,676,492)	(659,543)	9.9%
Capital Assets Net of Depr.	$ 14,392,037	$ 12,214,777	$ 2,177,260	17.8%

The increase in capital assets was primarily due to the completion of the maintenance building and the purchase of new equipment.

Long-term Liabilities

Long-term liabilities at June 30, 2026, are shown in the table below:

Long-term Liabilities
Governmental Activities

	2026	2025	Variance	Percent Change
Compensated absences	$ 747,510	$ 676,679	$ 70,831	10.5%
OPEB payable	1,562,777	1,624,338	(61,561)	-3.8%
Pension liability	2,444,482	2,867,573	(423,091)	-14.8%
Total long-term liabilities	$ 4,754,769	$ 5,168,590	$ (413,821)	-8.0%

The long term liabilities mainly decreased in the calculation of the pension liability which is dependent on the state funded LASERS calculations.

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS

V. Currently Known Facts, Decisions or Conditions

The following currently known facts, decisions, or conditions are expected to affect the District's financial position or results in future periods. These items are based on information known to management as of the date of this MD&A.

Fiscal Year 2027 Budget

No major changes to the budget are expected. However, there may be an increase in the ad valorem tax revenue received from Richland Parish due to the META Project's completion. Below is a brief overview of the 2027 budget:

Revenues:	
Ad Valorem Taxes	$ 7,500,000
State Revenue Sharing	25,000
Interest	725,000
Royalties and Leases	340,000
Intergovernmental	1,200,000
Other Revenue	100,000
Total Revenues	$ 9,890,000
Expenditures:	
Personnel Services	$ 2,550,000
Travel	20,000
Operating Services	1,100,000
Supplies	250,000
New Facility	1,775,000
Professional	250,000
Capital Outlay	1,200,000
Total Expenditures	$ 7,145,000

Future Capital Improvements

The Administration building is expected to be completed in November 2026. The District is also planning to purchase new machinery during 2027, which is included in the budget above. The Floodwall Gap Closure Project will remain an ongoing project.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

STATEMENT OF NET POSITION
(See Accompanying Notes and Independent Auditors' Report)
June 30, 2026

	Governmental Activities
ASSETS	
Current Assets	
Cash and Cash Equivalents	$ 20,718,441
Restricted Cash	50,359
Prepaid Assets	120,244
Accounts Receivable	21,448
Total Current Assets	20,910,492
Non-Current Assets	
Capital assets, net of depreciation	14,392,037
TOTAL ASSETS	35,302,529
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Outflows of Resources- Pension & Other Post-Employment Benefits	562,576
LIABILITIES	
Current Liabilities	
Accounts Payable	233,332
Accrued Payroll Liabilities	80,584
Estimated Claims Payable	3,793
Current Portion of Compensated Abscenses	35,102
Retainage Payable	243,160
Total Current Liabilities	595,971
Non-Current Liabilities	
Compensated Absences Payable	747,510
Pension Liability, net	2,444,482
Other Post-Employment Benefits Payable	1,562,777
Total Non-Current Liabilities	4,754,769
TOTAL LIABILITIES	5,350,740
DEFERRED INFLOWS OF RESOURCES	
Deferred Inflows of Resources- Pension & Other Post-Employment Benefits	438,981
NET POSITION	
Invested in capital assets, net of related debt	14,392,037
Restricted - Employee Escrow	50,359
Unrestricted	15,632,988
TOTAL NET POSITION	$ 30,075,384

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

STATEMENT OF ACTIVITIES
(See Accompanying Notes and Independent Auditors' Report)
For the Year Ended June 30, 2026

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net Revenues (Expenses): Governmental Activities
Governmental Activities					
Public safety/flood protection	$ 5,428,798	$ -	$ -	$ -	$ (5,428,798)
Total Governmental Activities	$ 5,428,798	$ -	$ -	$ -	(5,428,798)
General Revenues					
Property Taxes					7,470,330
Intergovernmental					1,000,738
Royalties and leases					252,749
Sale of Assets					56,104
Interest and dividends net of investment gains (losses)					760,146
Other revenues					423,550
Total General Revenues					9,963,617
Change in Net Position					4,534,819
Net Position, beginning of year					25,540,565
Net Position, ending of year					$ 30,075,384

FUND FINANCIAL STATEMENTS

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

BALANCE SHEET
GOVERNMENTAL FUNDS
(See Accompanying Notes and Independent Auditors' Report)
June 30, 2026

	General Fund
ASSETS	
Cash and Cash Equivalents	$ 20,718,441
Restricted Cash	50,359
Accounts Receivable	21,448
Prepaid Assets	120,244
TOTAL ASSETS	$ 20,910,492
LIABILITIES AND FUND BALANCES	
Liabilities:	
Accounts Payable	$ 233,332
Accrued Payroll liabilities	80,584
Estimated Claims Payable	3,793
Retainage Payable	243,160
Total Liabilities	560,869
Fund Balances:	
Restricted	50,359
Unrestricted - Assigned	10,044
Unassigned	20,289,220
Total Fund Balances	20,349,623
TOTAL LIABILITIES AND FUND BALANCES	$ 20,910,492

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION
(See Accompanying Notes and Independent Auditors' Report)
June 30, 2026

Total Fund Balances - Total Governmental Funds	$	20,349,623
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in these funds. This is the reported amount of capital assets net of accumulated depreciation.		14,392,037
Deferred outflows of resources related to pensions and OPEB are not current year financial resources and, therefore, are not reported in these funds.		562,576
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in these funds. Long-term liabilities include the following:		
Compensated absences		(782,612)
Other post-employment benefits plan		(1,562,777)
Net pension liability		(2,444,482)
Deferred inflows of resources related to pensions and OPEB are not current year financial resources and, therefore, are not reported in these funds.		(438,981)
Total Net Position - Governmental Activities	$	30,075,384

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
(See Accompanying Notes and Independent Auditors' Report)
For the Year Ended June 30, 2026

	General Fund
REVENUES	
Taxes	$ 7,470,330
Intergovernmental revenues	1,000,738
Royalties and leases	252,749
Sale of equipment	56,104
Other Revenues	423,550
Interest and dividends net of investment gains (losses)	760,146
Total Revenues	9,963,617
EXPENDITURES	
General government	5,428,798
Capital Outlay	3,357,522
Total Expenditures	8,786,320
Net Change in Fund Balances	1,177,297
Fund balances, beginning	19,733,195
Fund balances, ending	$ 20,910,492

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT
OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
(See Accompanying Notes and Independent Auditors' Report)
For the Year Ended June 30, 2026

Net Change in Fund Balances - Total Governmental Funds	$	1,177,297
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.		2,697,979
Depreciation expense on capital assets is reported in the Government-wide financial statements, but does not requirethe use of current financial resources and is not reported in the Fund Financial Statements. Curren year depreciation expense is		(659,543)
Governmental funds report current year employer contributions to the state retirement stystem as an expense. However, in the Statement of Activities, current year employer contributions are included in the pension expense.		33,030
Some expenses reported in the Statement of Activities do not require the use of current financial resources and are not reported as expenditures in governmental funds. These include the net change in:		
Compensated absences		62,737
Other post-employment benefits plan		1,562,777
Changes in net pension liability and deferred inflows and outflows in accordance with GASB 68		(339,458)
Change in Net Position - Governmental Activities	$	4,534,819

NOTES TO FINANCIAL STATEMENTS

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2026

INTRODUCTION

The Tensas Basin Levee District (the District) is a component unit of the State of Louisiana created by Act 26, Section I of the 1884 General Assembly (Legislature) of the State of Louisiana and later redefined by Act 59, Section I of the 1886 General Assembly for the purpose constructing, maintaining and protecting the levee systems within its designated jurisdiction. The District includes all or a portion of the following parishes: Caldwell, Catahoula, Franklin, LaSalle, Morehouse, Ouachita, Richland and West Carroll. The District primarily provides flood protection for those areas contained within the District. The Board of Commissioners administers the operation and responsibilities of the District in accordance with the provisions of Louisiana statutes. The eleven members of the Board of Commissioners are appointed by the Governor of the State of Louisiana.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting practices of the District conform to generally accepted principles, as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statute 24:513 and to the guides set forth in the *Louisiana Governmental Audit Guide*, and to the industry audit guide *Audits of State and Local Governmental Units.*

The following is a summary of certain significant accounting policies:

Basis of Presentation – The Governmental Accounting Standards Board (GASB) promulgates accounting principles generally accepted in the United States of America and reporting standards for state and local governments. These principles are found in the *Codification of Governmental Accounting and Financial Reporting Standards*, published by GASB. The accompanying financial statements have been prepared in accordance with such principles.

Reporting Entity – GASB Codification Section 2100 establishes criteria for determining the governmental reporting entity and its component units. Component units are defined as legally separate organizations for which the elected officials of a primary government are financially accountable. The criteria used in determining whether financial accountability exists include the appointment of a voting majority of an organization's governing board, the ability of the primary government to impose its will on that organization or whether there is a potential for the organization to provide specific financial benefits or burdens to the primary government. Fiscal dependency may also play a part in determining financial accountability. In addition, a component unit can be another organization for which the nature and significance of its relationship with a primary government is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Government-Wide and Fund Financials – The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the District. For the most part, interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2026

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The statement of activities demonstrates the degree to which the direct expense of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues. Special items are reported separately from revenues and expenses.

In addition, it has been determined that the District is a component unit of the State of Louisiana for financial reporting purposes. Annually, the State of Louisiana (the primary government) issues general-purpose financial statements, which include the activity contained in the accompanying financial statements.

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

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

Funds are used by the District to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts. The District has a General Fund only which is classified as a governmental fund type. The District has no proprietary or other fund types.

Governmental funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to governmental funds according to the purpose for which they may be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund's assets and liabilities is reported as fund balance. In general, fund balance represents the accumulated expendable resources which may be used to finance future period programs or operations of the District.

Policies specific to the government-wide statements are as follows:

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2026

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents – Cash includes amounts in interest bearing demand deposits. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the District may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

Investments – Investments are limited by Louisiana Revised Statute 33:2955. If the original maturities of investments exceed 90 days, they are classified as investments. Otherwise, the investments are classified as cash and cash equivalents. In accordance with GASB Statement No. 31, investments are recorded at fair value, based on quoted market prices, with the corresponding increase or decrease reported in investment earnings.

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

Receivables – All receivables are reported at their gross value and, when appropriate, are reduced by the estimated portion that is expected to be uncollectable. Uncollectable accounts receivable are recognized as bad debts through the establishment of an allowance account at the time information becomes available that would indicate the particular receivable is uncollectible.

Capitalizing Assets – Tangible and/or intangible assets used in operations with an initial useful life that extends beyond one year and exceed $5,000 in cost are capitalized. Infrastructure assets such as roads and bridges are also capitalized along with interest on debt incurred during construction. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. Capital assets are recorded at their historical cost and are depreciated using the straight-line method of depreciation over their estimated useful lives. They are reported net of accumulated depreciation on the statement of net position.

No salvage value is taken into consideration for depreciation purposes. All capital assets, other than land, are depreciated for financial reporting purposes using the straight-line method over the following useful lives of the asset:

Description	Years
Buildings and building improvements	10
Vehicles	5
Equipment	10
Land Improvements	40

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2026

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Program Revenues – The statement of activities presents three categories of program revenues (1) charges for services; (2) operating grants and contributions; and (3) capital grants and contributions. Charges for services are those revenues arising from charges to customers who purchase, use or directly benefit from goods and services provided by the District. Grants and contributions, whether operating or capital in nature, are revenues arising from receipts that are reserved for a specific use.

Indirect Expenses – Expenses are reported according to function except for those that meet the definition of special or extraordinary items. Direct expenses are specifically associated with a service or program. Indirect expenses include general government or administration that cannot be specifically traced to a service or program. Governments are not required to allocate indirect expenses to other functions, and the District has chosen not to do so.

Stewardship, Compliance, and Accountability – Formal budgetary accounting is employed as management control. The District prepares and adopts a budget prior to July 1 of each year for its general fund in accordance with Louisiana Revised Statutes. The operating budget is prepared based on prior year's revenues and expenditures and the estimated increase therein for the current year, using the full accrual basis of accounting, with the exception that the gain or loss resulting from adjusting the carry value of investments to fair market value is not included in the budget as a revenue or expense. The District amends its budget when projected revenues are expected to be less than budgeted revenues by five percent or more and/or projected expenditures are expected to be more than budgeted amounts by five percent or more. All budget appropriation lapse at year-end.

Compensated Absences – Employees earn and accumulate annual and sick leave at various rates depending on their years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, employees or their heirs are compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is used to compute retirement benefits.

The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as current year expenditure in the fund when leave is actually taken. During the year ended June 30, 2025, the District adopted GASB Statement No. 101, *Compensated Absences*. In accordance with GASB 101 and the District's compensated absences policy, the District's compensated absences liabilities are recognized as earned for annual leave and as earned and determined more likely than not to be used for time off for sick leave. As of June 30, 2026, the accrued liability for unpaid vacation and sick benefits amounted to $782,612.

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2026

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Long-Term Obligations – Long-term liabilities consist of notes for compensated absences, post-employment benefits liability, and net pension liability in the government-wide statements. In the fund financial statements, however, long-term liabilities are not reported and payments of long-term liabilities are recognized as expenditures when paid. The District recognizes OPEB liability based on the actuarially determined liability by an outside actuary. For the purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Louisiana State Employees' Retirement System (LASERS) and additions to/deductions from LASERS' fiduciary net position have been determined on the same basis as they are reported by LASERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Deferred Outflows/Inflows of Resources – The statement of net position reports in a separate section deferred inflows and outflows of resources. Deferred outflow of resources is a consumption of net assets by the government that is applicable to a future reporting period while deferred inflows of resources is an acquisition of net assets by the government that is applicable to the future reporting period. The District reported deferred inflows and outflows of resources related to pension and OPEB.

Property Taxes – Article 6, Section 39 of the Louisiana Constitution of 1974 provides that, for the purpose of constructing and maintaining levees, levee drainage, flood protection, hurricane flood protection and all other purposes incidental thereto, the District may levy annually a tax not to exceed five mills. Ad valorem taxes attach as an enforceable lien on property as of January 1st of each year. They are levied in November, billed in December and become delinquent on January 1 of the following year.

Fund Equity - Beginning with fiscal year 2011, the District implemented GASB Statements No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions." This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent. The following classifications describe the relative strength of the spending constraints:

- Non-spendable fund balance-amounts that are not in non-spendable form (such as inventory) or are required to be maintained intact.
- Restricted fund balance-amounts constrained to specific purpose by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.
- Committed fund balance-amounts constrained to specific purposes by the District itself, using its highest level of decision-making authority (i.e., Board of Directors). To be reported as committed, amounts cannot be used for any other purpose unless the District takes the same highest-level action to remove or change the constraint.
- Assigned fund balance-amounts the District intends to use for a specific purpose. Intent is expressed by the Board of Directors.
- Unassigned fund Balance-amounts that are available for any purpose. Positive amounts are reported only in the general fund.

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2026

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Beginning fund balances for the District's governmental funds have been stated to reflect the above classifications. The Board of Directors establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund (such as for special incentives). Assigned fund balance is established by the Board of Directors through adoption or amendment of the budget as intended for specific purpose (such as the purchase of fixed assets, construction, debt service, or for other purposes).

NOTE 2: CASH AND CASH EQUIVALENTS

Deposits are stated at cost, which approximates market. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned. Under state law, they must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding, or custodial bank that is mutually acceptable to both parties.

As of , June 30, 2026, the District's deposits were secured from risk by federal deposit insurance and pledged securities. The collected bank balances at June 30, 2026, was $20,914,205. Deposits of the District are secured with $250,000 of FDIC insurance and $1,199,742 in pledged securities.

A summary of cash and cash equivalents (book balances) at June 30, 2026, is as follows:

Interest-bearing demand deposits	$ 20,914,205

NOTE 3: ACCOUNTS RECEIVABLE

The following is a summary of accounts receivable at June 30, 2026:

Ad valorem taxes	$	14.881
Royalties		6,567
Total	$	21,448

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2026

NOTE 4: CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2026, was as follows:

	Beginning Balance	Additions	Retirements	Ending Balance
Capital Assets, not being depreciated				
Land	$ 1,634,082	$ 78,982	$ -	$ 1,713,064
Construction in progress	2,202,677	2,385,342	(1,871,799)	2,716,220
Capital Assets, being depreciated				
Infrastructure	7,958,357	-	-	7,958,357
Building	1,253,753	1,871,799	-	3,125,552
Machinery and equipment	5,842,400	372,479	-	6,214,879
Less: accumulated depreciation	(6,676,492)	(659,543)	-	(7,336,035)
Capital Assets, net	$ 12,214,777	$ 4,049,059	$ (1,871,799)	$ 14,392,037

Not included in the above capital assets are levees to which the Division of Administration of the State of Louisiana has advised are not owned by the District but to which the District is responsible for maintaining. These levees were constructed and improved over the past 100 years and more by both original landowners and federal and state governments.

NOTE 5: COMPENSATED ABSENCES

At June 30, 2026, employees of the District had accumulated $782,612, in annual leave benefits, which were computed in accordance with GASB AU-C 60 and GASB 101. The following is a summary of the changes in accumulated leave benefits for the year ended June 30, 2026:

Compensated absences payable, beginning balance (restated)	$ 719,875
Net Change	62,737
Compensated absences payable, ending balance	$ 782,612

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2026

NOTE 6: RETIREMENT SYSTEM

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 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.

Benefits Provided

The following is a description of the plan and its benefits and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

Retirement Benefits

The age and years of creditable service required in order for a member to retire with full benefits are established by statute, and vary depending on the member's hire date, employer, and job classification. Our rank and file members hired prior to July 1, 2006, may either retire with full benefits at any age upon completing 30 years of creditable service or at age 55 upon completing 25 years of creditable service, and at age 60 upon completing ten years of creditable service depending on their plan. Those members hired between July 1, 2006 and June 30, 2015, may retire at age 60 upon completing five years of creditable service and those hired on or after July 1, 2015 may retire at age 62 upon completing five years of creditable service. The basic annual retirement benefit for members is equal to 2.5% to 3.5% of average compensation multiplied by the number of years of creditable service. Additionally, members may choose to retire with 20 years of service at any age, with an actuarially reduced benefit.

Average compensation is defined as the member's average annual earned compensation for the highest 36 consecutive months of employment for members employed prior to July 1, 2006. For members hired July 1, 2006 or later, average compensation is based on the member's average annual earned compensation for the highest 60 consecutive months of employment. The maximum annual retirement benefit cannot exceed the lesser of 100% of average compensation or a certain specified dollar amount of actuarially determined monetary limits, which vary depending upon the member's age at retirement. Judges, court officers, and certain elected officials receive an additional annual retirement benefit equal to 1.0% of average compensation multiplied by the number of years of creditable service in their respective capacity.

As an alternative to the basic retirement benefits, a member may elect to receive their retirement throughout their life, with certain benefits being paid to their designated beneficiary after their death.

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2026

NOTE 6: RETIREMENT SYSTEM (CONTINUED)

Act 992 of the 2010 Louisiana Regular Legislative Session, changed the benefit structure for LASERS members hired on or after January 1, 2011. This resulted in three new plans: regular, hazardous duty, and judges. The new regular plan includes regular members and those members who were formerly eligible to participate in specialty plans, excluding hazardous duty and judges. Regular members and judges are eligible to retire at age 60 after five years of creditable service and, may also retire at any age, with a reduced benefit, after 20 years of creditable service. Hazardous duty members are eligible to retire with twelve years of creditable service at age 55, 25 years of creditable service at any age or with a reduced benefit after 20 years of creditable service. Average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment for all three new plans. Members in the regular plan will receive a 2.5% accrual rate, hazardous duty plan a 3.33% accrual rate, and judges a 3.5% accrual rate. The extra 1.0% accrual rate for each year of service for court officers, the governor, lieutenant governor, legislators, House clerk, sergeants at arms, or Senate secretary, employed after January 1, 2011, was eliminated by Act 992. Specialty plan and regular members hired prior to January 1, 2011, who are hazardous duty employees, have the option to transition to the new hazardous duty plan.

Act 226 of the 2014 Louisiana Regular Legislative Session established new retirement eligibility for members of LASERS hired on or after July 1, 2015, excluding hazardous duty plan members. Regular members and judges under the new plan are eligible to retire at age 62 after five years of creditable service and, may also retire at any age, with a reduced benefit, after 20 years of creditable service. Average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment. Members in the regular plan will receive a 2.5% accrual rate, and judges a 3.5% accrual rate, with the extra 1.0% accrual rate based on all years of service as a judge.

Members of the Harbor Police Retirement System who were members prior to July 1, 2014, may retire after 25 years of creditable service at any age, 12 years of creditable service at age 55, 20 years of creditable service at age 45, and 10 years of creditable service at age 60. Average compensation for the plan is the member's average annual earned compensation for the highest 36 consecutive months of employment, with a 3.33% accrual rate.

A member leaving employment before attaining minimum retirement age, but after completing certain minimum service requirements, becomes eligible for a benefit provided the member lives to the minimum service retirement age, and does not withdraw their accumulated contributions. The minimum service requirement for benefits varies depending upon the member's employer and service classification.

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2026

NOTE 6: RETIREMENT SYSTEM (CONTINUED)

Deferred Retirement Benefits

The State Legislature authorized LASERS to establish a Deferred Retirement Option Plan (DROP). When a member enters DROP, their status changes from active member to retiree even though they continue to work and draw their salary for a period of up to three years. The election is irrevocable once participation begins. During DROP participation, accumulated retirement benefits that would have been paid to each retiree are separately tracked. For members who entered DROP prior to January 1, 2004, interest at a rate of one-half percent less than the System's realized return on its portfolio (not to be less than zero) will be credited to the retiree after participation ends. At that time, the member must choose among available alternatives for the distribution of benefits that have accumulated in the DROP account. Members who enter DROP on or after January 1, 2004, are required to participate in LASERS Self-Directed Plan (SDP) which is administered by a third-party provider. The SDP allows DROP participants to choose from a menu of investment options for the allocation. of their DROP balances. Participants may diversify their investments by choosing from an approved list of mutual funds with different holdings, management styles, and risk factors.
Members eligible to retire and who do not choose to participate in DROP may elect to receive at the time of retirement an initial benefit option (IBO) in an amount up to 36 months of benefits, with an actuarial reduction of their future benefits. For members who selected the IBO option prior to January 1, 2004, such amount may be withdrawn or remain in the IBO account earning interest at a rate of one-half percent less than the System's realized return on its portfolio (not to be less than zero). Those members who select the IBO on or after January 1, 2004, are required to enter the SDP as described above.

For members who are in the Harbor Police Plan, the annual DROP Interest Rate is the three-year average (calculated as the compound average of 36 months) investment return of the plan assets for the period ending the June 30th immediately preceding that given date. The average rate so determined is to be reduced by a "contingency" adjustment of 0.5%, but not to below zero. DROP interest is forfeited if member does not cease employment after DROP participation.

Disability Benefits

Generally, active members with ten or more years of credited service who become disabled may receive a maximum disability retirement benefit equivalent to the regular retirement formula without reduction by reason of age. Upon reaching retirement age, the disability retiree may receive a regular retirement benefit by making application to the Board of Trustees.

For injuries sustained in the line of duty, hazardous duty personnel in the Hazardous Duty Services Plan will receive a disability benefit equal to 75% of final average compensation or 100% of final compensation if the injury was the result of an intentional act of violence.

NOTE 6: RETIREMENT SYSTEM (CONTINUED)

Members of the Harbor Police Retirement System who become disabled may receive a non-line of duty disability benefit after five years or more of credited service. Members age 55 or older may receive a disability benefit equivalent to the regular retirement benefit. Under age 55, the disability benefit is equal to 40% of final average compensation. Line of duty disability benefits are equal to 60% of final average compensation, regardless of years of credited service or 100% of final average compensation if the injury was the result of an intentional act of violence. If the disability benefit retiree is permanently confined to a wheelchair, or, is an amputee incapable of serving as a law enforcement officer, or the benefit is permanently legally binding, there is no reduction to the benefit if the retiree becomes gainfully employed.

Survivor's Benefits

Certain eligible surviving dependents receive benefits based on the deceased member's compensation and their relationship to the deceased. The deceased regular member hired before January 1, 2011, who was in state service at the time of death must have a minimum of five years of service credit, at least two of which were earned immediately prior to death, or who had a minimum of twenty years of service credit regardless of when earned in order for a benefit to be paid to a minor or handicapped child. Benefits are payable to an unmarried child until age 18, or age 23 if the child remains a full-time student. The aforementioned minimum service credit requirement is ten years for a surviving as an alternative to the basic retirement benefits, a member may elect to receive their retirement throughout their life, with certain benefits being paid to their designated beneficiary after their death.

The deceased regular member hired on or after January 1, 2011, must have a minimum of -five years of service credit regardless of when earned in order for a benefit to be paid to a minor child. The aforementioned minimum service credit requirements for a surviving spouse are 10 years, 2 years being earned immediately prior to death, and active state service at the time of death, or a minimum of 20 years of service credit regardless of when earned. A deceased member's spouse must have been married for at least one year before death.

Non-line of duty survivor benefits of the Harbor Police Retirement System may be received after a minimum of five years of credited service. Survivor benefits paid to a surviving spouse without children are equal to 40% of final average compensation and cease upon remarriage. Surviving spouse with children under 18 benefits are equal to 60% of final average compensation, and cease upon remarriage, and children turning 18. No minimum service credit is required for line of duty survivor benefits which are equal to 60% of final average compensation to surviving spouse or 100% of final average compensation if the injury was the result of an intentional act of violence regardless of children. Line of duty survivor benefits cease upon remarriage, and then benefit is paid to children under 18.

Permanent Benefit Increases/Cost-of-Living Adjustments

As fully described in Title 11 of the Louisiana Revised Statutes, the System allows for the payment of permanent benefit increases, also known as cost-of-living adjustments (COLAs), that are funded through investment earnings when recommended by the Board of Trustees and approved by the State Legislature.

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2026

NOTE 6: RETIREMENT SYSTEM (CONTINUED)

Contributions

Contribution requirements of active employees are governed by Section 401 of Title 11 of the Louisiana Revised Statutes (La. R.S. 11:401) and may be amended by the Louisiana Legislature. Employee and employer contributions are deducted from a member's salary and remitted to LASERS by participating employers. The District's rates in effect during the year ended June 30, 2025, was 35.00% of annual payroll.

Plan	Plan Status	Employee Contribution Rate	Employer Contribution Rate
Regular Employees and Appellate Law Clerk			
Pre Act 75 (hired before 7/1/2006)	Closed	7.5%	33.15%
Pre Act 75 (hired after 6/30/2006)	Open	8.0%	33.15%
Optional Retirement Plan (ORP)			
Pre Act 75 (hired before 7/1/2006)	Open	8.0%	29.33%
Pre Act 75 (hired after 6/30/2006)	Open	8.0%	29.33%

The agency's contractually required composite contribution rate for the year ended June 30, 2026, was 35.00% of annual payroll, actuarially determined as an amount that, when combined with employee contribution, 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 $446,003 for the year ended June 30, 2026.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2026, the Employer reported a liability of $2,444,482 for its proportionate share of the Net Pension Liability. The Net Pension Liability was measured as of June 30, 2026, 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. At June 30, 2026, the District's proportion was 0.05422%, which was an increase of 0.00149% from its proportion measured as of June 30, 2025.

For the year ended June 30, 2026, the District recognized pension expense of $314,366 less employer's amortization of change in proportionate share and differences between employer contributions and proportionate share of contributions of $312,008.

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2026

NOTE 6: RETIREMENT SYSTEM (CONTINUED)

At June 30, 2026, the Agency reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 33,955	$ (418,629)
Changes in assumption	-	-
Net difference between projected and actual earnings on pension plan investments	60,483	(13,390)
Changes in proportion and differences between Employer contributions and proportionate share of contributions	-	(6,962)
Employer contributions subsequent to the measurement date	468,138	-
	$ 562,576	$ (438,981)

$468,138 were reported as deferred outflows of resources related to pensions resulting from Agency contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,	
2027	$ 53,286
2028	$ (207,016)
2029	$ (159,434)
2030	$ (71,510)

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2026

NOTE 6: RETIREMENT SYSTEM (CONTINUED)

Actuarial Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2026, are as follows:

Valuation Date	June 30, 2025
Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions: Expected Remaining Service Lives	2 years
Investment Rate of Return	7.25% per annum, net of investment expenses*
Inflation Rate	2.4% per annum
Mortality	Non-disabled members - The PubG-2010 Healthy Retiree on fully generational basis by Mortality Improvement Scale MP-2021. 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 based on a five-year (2019-2023) experience study of the System's members.
Salary Increases	Salary increases were projected based on a 2019-2023 experience study of the System's members. The salary increase ranges for specific types of members are:

Member Type	Lower Range	Upper Range
Regular	3.3%	14.0%
Judges	2.4%	4.8%
Corrections	4.4%	15.3%
Hazardous Duty	4.4%	15.3%
Wildlife	4.4%	15.3%

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 as they were deemed not to be substantively automatic.

* The investment rate of return used in the actuarial valuation for funding purposes was 7.25%, recognizing an additional 35 basis points for gain-sharing. The net return available to fund regular plan benefits is 7.25%, which is the same as the discount rate. Therefore, the System's management concludes that the 7.25% discount is reasonable.

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2026

NOTE 6: RETIREMENT SYSTEM (CONTINUED)

The long-term expected rate of return on pension plan investments was determined using a building- block method in which best-estimates 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 of 2.40% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term nominal rate of return is 8.30% for 2025. Best estimates of geometric real rates of return for each major asset class included in the System's target asset allocation as of June 30, 2026, are summarized in the following table:

Expected Long Term Real Rate of Return

Asset Class	2025
Cash	0.85%
Domestic Equity	4.42%
International Equity	5.22%
Domestic Fixed Income	2.53%
International Fixed Income	5.37%
Alternative Investments	7.43%
Total Fund	**5.75%**

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 contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the pension plan's actuary. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current 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 Employer's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the Employer's proportionate share of the Net Pension Liability using the discount rate of 7.25%, as well as what the Employer's proportionate share of the Net Pension Liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2026

NOTE 6: RETIREMENT SYSTEM (CONTINUED)

Changes in Discount Rate

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Employer's proportionate share of the net pension liability	$ 3,721,052	$ 2,444,482	$ 1,594,488

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued current LASERS Comprehensive Annual Financial Report at www.lasersonline.org.

Payables to the Pension Plan

At June 30, 2026, the District owed $42,434 to LASERS for employer and employee contributions.

NOTE 7: POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Plan Description – The District provides certain continuing health care and life insurance benefits for its retired employees. The District's Plan (the OPEB Plan) is a defined benefit OPEB plan administered by the Tensas Basin Levee 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 with criteria in paragraph 4 of Governmental Accounting Standards Board (GASB) Statement No. 75.

Benefits Provided – Medical benefits are provided on a self-funded basis through a funding arrangement which is funded by the District and with insurance to protect the District against unpredictable excess claims. The insurance contracts include specific loss provisions that cover claims for each individual covered under the medical plan. The insurance contracts also included aggregate loss provisions that cover the combined claims for all participants covered under the medical plan when the qualified claims for the plan year exceed a stated amount. Employees are covered by the Louisiana State Employees' Retirement System (LASERS), whose retirement eligibility (D.R.O.P entry) provisions are as follows: 30 years of service at any age; age 55 and 25 years of service; or, age 60 and 10 years of service. Employees hired on or after July 1, 2006, may not retire before age 60 and 10 years of service.

Employees covered by benefit terms – At June 30, 2026, the following employees were covered by the benefit terms:

Active Employees	22
Inactive employees or beneficiaries currently receiving benefit payments	10
Total employees and beneficiaries	32

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2026

NOTE 7: POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

OPEB Liability and Changes in OPEB Liability

At June 30, 2026, the District reported a liability of $1,562,777 which was measured as of June 30, 2026, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs – The total OPEB liability in the June 30, 2026, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Age Adjustment Factor	1.00
Average Retirement Age	65
Discount Rate	4.500%
Salary Increases	3.00%
Amortization Period	20 years
Healthcare cost trend rates	Range from 3.0% to 11.7%

The discount rate was based on the Bond Buyers' 20-year General Obligation municipal bond index on the applicable measurement dates.

The Pub-2010 Public Retirement Plans Mortality Tables, with mortality improvement projected for 10 years, were used.

There are no assets accumulated in a trust to meet the requirements in GASB 75 paragraph 4, to pay the related benefits. The District funds the OPEB liability as expenses are recognized. The following shows the changes to the OPEB liability as of June 30, 2026:

Beginning at June 30, 2025		$ 1,624,338
Changes for the year:		
Service Costs	$ 150,271	
Interest	77,983	
Effect of economic/demographic gains and losses	(205,574)	
Changes in Assumption	-	
Benefit Payments, net transfers, and direct expenses	(84,241)	
Net Change		(61,561)
Balance at June 30, 2026		$ 1,562,777
Covered-employee payroll		$ 1,151,485
Net OPEB liability as a percentage of covered-employee payroll		135,72%

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2026

NOTE 7: POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

Sensitivity of the OPEB liability to changes in the discount rate

The following presents the District's OPEB liability using the current discount rate as well as what the District's OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
	3.50%	4.50%	5.50%
OPEB Liability	$ 1,812,178	$ 1,562,777	$ 1,363,067

Sensitivity of the OPEB liability to changes in the healthcare cost trend rates

The following presents the District's OPEB liability using the current healthcare cost trend rates as well as what the District's OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower or one percentage point higher than the current rates:

	1% Decrease	Current Healthcare Cost Trend Rates	1% Increase
	3.50%	4.50%	5.50%
OPEB Liability	$ 1,312,646	$ 1,562,777	$ 1,885,085

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

For the year ended June 30, 2026, the District recognized OPEB expense of $721,512. At June 30, 2026, the District did not recognize any deferred outflows of resources and deferred inflows of resources related to OPEB since the plan did not have a trust containing OPEB assets, and therefore, no requirements to track the effect of changes in plan assets and related investment earnings.

Deferred outflows of resources related to OPEB resulting from the District's benefit payments subsequent to the measurement date will be recognized as a reduction of the OPEB liability in the year ended June 30, 2026.

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2026

NOTE 8: RISK MANAGEMENT AND INSURANCE

The District is exposed to various risks of loss related to theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District maintains insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the District.

NOTE 9: ACCOUNTS AND OTHER PAYABLES

The District estimates the insurance claims payable based on the previous three months of claims paid.

The following is a summary of payables at June 30, 2026:

Accounts payable	$	233,332
Retainage payable		243,160
Estimated claims payable		3,793
Accrued salaries		38,150
Retirement contributions payable		42,434
Total	$	560,869

NOTE 10: RELATED PARTY TRANSACTIONS

The District had no related party transactions in the year ended June 30, 2026.

NOTE 11: CHANGE IN ACCOUNTING PRINCIPLE

During the year ended June 30, 2026, the District implemented GASB Statement No. 103, *Financial Reporting Model Improvements*. GASB Statement No. 103, issued in April 2024, is effective for fiscal years beginning after June 15, 2025, and addresses improvements to the financial reporting model, including MD&A presentation, unusual or infrequent items, proprietary fund operating statement presentation, major component unit reporting, budgetary comparison information, and certain financial trends information. The implementation of GASB Statement No. 103 did not have a material effect on the District's net position or changes in net position but resulted in changes to certain financial statement presentations and related disclosures.

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2026

NOTE 11: CHANGE IN ACCOUNTING PRINCIPLE (CONTINUED)

During the year ended June 30, 2026, the District also implemented GASB Statement No. 104, *Disclosure of Certain Capital Assets*. GASB Statement No. 104, issued in September 2024, is effective for fiscal years beginning after June 15, 2025, and requires separate disclosure of lease assets, intangible right-to-use assets related to public-private and public-public partnerships, subscription-based information technology arrangement assets, and other intangible assets by major class. GASB Statement No. 104 also establishes criteria for determining when a capital asset should be classified as held for sale and requires additional disclosures for those assets. The implementation of GASB Statement No. 104 did not have a material effect on the District's financial statements or disclosures.

GASB Statement No. 105, *Subsequent Events*, was issued in December 2025 and is effective for fiscal years beginning after June 15, 2026, and all reporting periods thereafter, with earlier application encouraged. GASB Statement No. 105 supersedes portions of GASB Statement No. 56 and establishes updated accounting and financial reporting requirements for subsequent events, including defining the subsequent events period as the period after the financial statement date but before the date the financial statements are available to be issued. The District is currently evaluating the effect that implementation of GASB Statement No. 105 will have on its financial statements and related disclosures.

NOTE 12: RESTRICTED CASH

At June 30, 2026, the District had restricted net assets consisting of $50,359 in bank deposits which are held in escrow to pay current and future health insurance claims for employees.

NOTE 13: SUBSEQUENT EVENTS

The District has evaluated all subsequent events through September 30, 2026, the date the financial statements were available to be issued and there were no events between the close of the year through the issuance of this report that would materially impact those financial statements.

REQUIRED SUPPLEMENTAL INFORMATION
(PART 2 OF 2)

REQUIRED SUPPLEMENTARY INFORMATION
(Part 2 of 2)

Schedule 1: Employer's Share of Net Pension Liability – LASERS

Presents the District's Net Pension Liability to LASERS

Schedule 2: Employer's Contributions – LASERS

Presents the amounts of contributions the District made to the LASERS pension system

Schedule 3: Change in Net OPEB Liability

Presents the amounts for changes to the District's Net OPEB Liability

Schedule 4: Budgetary Comparison Schedule

Presents amounts and variances for budget and actual revenues and expenditures

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA
REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE 1: EMPLOYER'S SHARE OF NET PENSION LIABILITY - LASERS
For the Year Ended June 30, 2026

	For The Year Ended June 30									
	2026	2025	2024	2023	2022	2021	2020	2019	2018	2017
Employer's proportion of the net pension liability (asset)	0.05422%	0.05273%	0.05171%	0.06692%	0.06627%	0.06596%	0.06480%	0.07590%	0.07667%	0.07219%
Employer's proportionate share of the net pension liability	$ 2,444,482	$2,867,573	$3,461,224	$5,059,206	$3,647,430	$5,455,084	$4,694,776	$5,176,393	$5,396,812	$ 5,669,071
Employer's covered employee payroll	$ 1,321,792	$1,225,711	$1,144,862	$1,390,350	$1,376,896	$1,365,951	$1,286,032	$1,467,181	$1,427,977	$1,356,498
Employer's proportionate share of the net pension liability as a percentage of its covered employee payroll	184.94%	233.95%	302.33%	363.88%	264.90%	399.36%	365.06%	352.81%	377.93%	417.92%
Plan Fiduciary net position as a percentage of the total pension liability	79.30%	74.60%	68.40%	63.70%	72.80%	58.00%	62.90%	64.30%	62.50%	57.70%

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

***The amounts presented have a measurement date of the previous fiscal year end.**

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA
REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE 2: SCHEDULE OF PENSION CONTRIBUTIONS
For the Year Ended June 30, 2026

	For The Year Ended June 30									
	2026	2025	2024	2023	2022	2021	2020	2019	2018	2017
Contractually Required Contribution	$ 457,168	$ 441,123	$ 484,691	$ 575,114	$ 553,266	$ 554,736	$ 524,612	$ 556,705	$ 541,780	$ 518,791
Contributions in Relation to Contractually Required Contribution	$ 446,003	$ 445,952	$ 504,513	$ 634,159	$ 615,456	$ 644,612	$ 564,072	$ 550,025	$ 549,532	$ 500,905
Contribution Deficiency	$ 11,165	$ (4,829)	$ (19,822)	$ (59,045)	$ (62,190)	$ (89,876)	$ (39,460)	$ 6,680	$ (7,752)	$ 17,886
Employer's Covered Employee Payroll	$1,225,711	$1,144,862	$1,390,350	$1,390,350	$1,376,896	$1,365,951	$1,286,032	$1,467,181	$1,427,977	$1,356,498
Contributions as a % of Covered Employee Payroll	36.39%	38.95%	36.29%	45.61%	44.70%	47.19%	43.86%	37.49%	38.48%	36.93%

***The amounts presented have a measurement date of the previous fiscal year end.**

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA
REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE 3: CHANGES TO NET OPEB LIABILITY
For the Year Ended June 30, 2026

	For The Year Ended June 30,							
	2026	2025	2024	2023	2022	2021	2020	2019
Beginning Net OPEB Liability	$ 1,624,338	$ 2,071,528	$ 1,822,404	$ 9,746,180	$ 10,760,940	$ 10,767,660	$ 8,941,196	$ 7,947,001
Changes for the year:								
Service Costs	150,271	143,097	143,097	695,971	575,675	575,674	482,594	322,844
Interest	77,983	97,534	63,732	342,720	233,578	233,577	327,549	318,707
Effect of economic/demographic gains and losses	(205,574)	(592,360)	221,261	(8,750,372)	614,159	(139,159)	(196,670)	(53,731)
Changes in assumptions	-	-	(109,979)	(97,804)	(2,325,570)	(557,490)	1,344,608	476,081
Benefit payments, net transfers, and direct expeneses	(84,241)	(95,461)	(68,987)	(114,291)	(112,602)	(119,322)	(131,617)	(69,706)
Net Change	(61,561)	(447,190)	249,124	(7,923,776)	(1,014,760)	(6,720)	1,826,464	994,195
Ending Net OPEB Liability	$ 1,562,777	$ 1,624,338	$ 2,071,528	$ 1,822,404	$ 9,746,180	$ 10,760,940	$ 10,767,660	$ 8,941,196
Covered-employee payroll	$ 1,151,485	$ 1,510,948	$ 1,013,645	$ 1,697,818	$ 1,571,309	$ 1,592,937	$ 1,547,067	$ 1,747,292
Net OPEB liability as a perecentage of covered payroll	135.72%	107.50%	204.36%	107.34%	620.26%	675.54%	696.00%	511.72%

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA

SCHEDULE 4: BUDGETARY COMPARISON SCHEDULE
(See Independent Auditors' Report)
For the Year Ended June 30, 2026

	Budgeted			Variance Favorable
	Original	Final	Actual	(Unfavorable)
REVENUES				
Taxes	$ 7,200,000	$ 7,400,000	$ 7,470,330	$ 70,330
Intergovernmental	5,550,000	2,095,000	1,000,738	(1,094,262)
Royalties and leases	275,000	275,000	252,749	(22,251)
Interest and dividends	600,000	600,000	760,146	160,146
Other revenues	100,000	100,000	479,654	379,654
Total Revenues	13,725,000	10,470,000	9,963,617	(506,383)
EXPENDITURES				
Personnel Services	2,250,000	2,874,000	1,372,317	1,501,683
Operating Service	1,100,000	1,080,000	260,744	819,256
Supplies	120,000	120,000	255,751	(135,751)
Professional services	150,000	225,000	166,129	58,871
Travel and Conference	20,000	57,500	16,335	41,165
Total General Government	3,640,000	4,356,500	2,071,276	2,285,224
Capital outlay	4,425,000	1,500,000	3,357,522	(1,857,522)
Total Expenditures	8,065,000	5,856,500	5,428,798	427,702
Net Change in Fund Balances	5,660,000	4,613,500	4,534,819	
Fund Balances, beginning	25,540,565	25,540,565	25,540,565	
Fund Balances, ending	$ 31,200,565	$ 30,154,065	$ 30,075,384	

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PENSION PLAN (LASERS)
For the Year Ended June 30, 2026

	For The Year Ended June 30									
	2026	2025	2024	2023	2022	2021	2020	2019	2018	2017
Discount Rate	7.25%	7.25%	7.25%	7.25%	7.40%	7.55%	7.60%	7.65%	7.70%	7.75%
Invesment Rate of Return	7.25%	7.25%	7.25%	7.25%	7.40%	7.55%	7.60%	7.65%	7.70%	7.75%
Inflation Rate	2.40%	2.40%	2.30%	2.30%	2.30%	2.30%	2.50%	2.75%	2.75%	3.00%
Projected Salary Increase	3.3-14.0%	3.3-14.0%	3.0-12.8%	3.0-12.8%	3.0-12.8%	3.0-12.8%	3.2-13.0%	3.8-12.8%	3.8-12.8%	4.0-13.0%
Remaining Service Life	2 yrs.	2 yrs.	2 yrs.	2 yrs.	2 yrs.	2 yrs.	2 yrs.	3 yrs.	3 yrs.	3 yrs.

Additional changes of benefit terms and assumptions

2017 – A 1.5% COLA, effective July 1, 2016, provided by Acts 93 and 512 of the 2016 Louisiana Regular Legislative Session.

2018 – Effective July 1, 2017, the LASERS board adopted a plan to gradually reduce the discount rate in 0.05% increments. Per Act 94 of 2016 the projected contribution requirements for the next fiscal year, include direct funding of administrative expenses, rather than a reduction in the assumed rate of return.

2020 – The LASERS termination, disability, and retirement assumptions and methods were updated based on experience study for the fiscal years July 1, 2013 through June 30, 2018

2021 – Termination, disability, and retirement assumptions were projected based on a five-year (2014- 2018) experience study of LASERS' members for 2019 salary increases were projected based on a 2014-2018 experience study of the LASERS' members.

2022 – The present value of future retirement benefits is based on benefits currently being paid by LASERS 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 as they were deemed not to be substantively automatic.

2023 –Act 656 of 2022 provided a one-time supplemental payment equal to the lesser of (1) the retiree's or beneficiary's monthly benefit, or (2) $2,000. Eligibility is to be determined based on the current statutory COLA requirements based on the retiree's age, where applicable, as of June 30, 2022. Funds are to be paid from the Experience account not later than September 15, 2022. Act 170 of 2022 provided a supplemental appropriation of $21,831,939 to LASERS, which includes State surplus funds and litter fines, to be applied to the IUAL, which is a component of the Original Amortization Base.

2024 – Act 184 of 2023 provides a new mechanism for funding future Cost of Living Adjustments (COLAs) via an account funding rate (AFC) paid directly by employers and changes the granting and eligibility criteria for COLAs funded by the new mechanism. The Act further provides that the Experience Account funding mechanism will end and the account will close in the fiscal year in which the OAB is paid off. The aggregate employer contribution rate established by the Public Retirement Systems' Actuarial Committee for fiscal year 2023/2024 was 41.9%. The restated employer contribution rate determined by this valuation for fiscal year 2023/2024 is 40.2%. Therefore, an employer contribution surplus of 1.7% of payroll is expected next year.

2025 – Act 94 of 2016 changes the amortization period for most actuarial changes, gains, or losses from 30 to 20 years once the funded ratio reaches 70%. Since the June 30, 2024 funded ratio exceeds 70%, the change in liability due to assumption changes and the experience gain/loss are amortized over 20 years.

SUPPLEMENTAL SCHEDULES AND INFORMATION

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA
SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS
(See Independent Auditors' Report)
Year Ended June 30, 2026

In compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature, this schedule of per diem paid and travel expenses to board members is presented for the year ended June 30, 2026:

Name	Amount
Mike Calloway	$ 1,155
Harris Brown	1,050
Scott Matthews	840
Robert Neal Harwell	945
Rodney Hutchins	1,155
Drew Keahey	12,000
Dustin Morris	525
Ashley Peters	840
Michael Costello	840
Kenneth Wilson	210
Dick Zeagler	1,155
Total	$ 20,715

SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS TO AGENCY HEAD
(See Independent Auditors' Report)
Year Ended June 30, 2026

Brandon Waggoner

Salary	$ 151,070
Employee Benefits	81,433
Total	$ 232,503

TWRU
CPAs & Financial Advisors

INDEPENDENT AUDITORS' 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*

To the Board of Commissioners
Tensas Basin Levee District
A Discrete Component Unit of the State of Louisiana
Rayville, LA

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 (*Government Auditing Standards*), the financial statements of the governmental activities and the aggregate remaining fund information of Tensas Basin Levee District (the District) as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise District's basic financial statements, and have issued our report thereon dated September 30, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered 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 District's internal control. Accordingly, we do not express an opinion on the effectiveness of 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 a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of 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 or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether 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 or other matters 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 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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

TWRU

CPAs & Financial Advisors
Baton Rouge, Louisiana
September 30, 2026

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA
SCHEDULE OF CURRENT YEAR FINDINGS AND RESPONSES
June 30, 2026

Section A – **FINDINGS RELATED TO THE FINANCIAL STATEMENT AUDIT AS REQUIRED TO BE REPORTEDIN ACCORANDCE WITH *GENERALLY ACCEPTED GOVERNMENTAL AUDITING STANDARDS***

The auditor expressed an unmodified opinion on the financial statements of the Tensas Basin Levee District.

Internal Control Findings – No Findings Noted

Compliance Findings – No Findings Noted

Section B – **FINDINGS RELATED TO STATE COMPLIANCE LAWS**

No Findings Noted.

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA
SCHEDULE OF PRIOR YEAR FINDINGS AND RESPONSES
June 30, 2025

Section A – **FINDINGS RELATED TO THE FINANCIAL STATEMENT AUDIT AS REQUIRED TO BE REPORTEDIN ACCORANDCE WITH *GENERALLY ACCEPTED GOVERNMENTAL AUDITING STANDARDS***

The auditor expressed an unmodified opinion on the financial statements of the Tensas Basin Levee District.

Internal Control Findings – No Findings Noted

Compliance Findings – No Findings Noted

Section B - **FINDINGS RELATED TO STATE COMPLIANCE LAWS**

No Findings Noted.

OTHER SUPPLEMENTARY INFORMATION

TENSAS BASIN LEVEE DISTRICT
STATE OF LOUISIANA
SUPPLEMENTAL INFORMATION SCHEDULES
June 30, 2026

DIVISION OF ADMINISTRATION ANNUAL FISCAL REPORT

As a component unit of the State of Louisiana, the financial statements of the Tensas Basin Levee District are included in the Division of Administration's Annual Fiscal Report. Following are the statements, prepared by the Tensas Basin Levee District, being submitted to the Division of Administration for reporting purposes. The amounts recorded have been subjected to the same auditing procedures as those recorded in the accompanying financial statements.

ANNUAL FISCAL REPORT (AFR)
FOR 2026

AGENCY: 20-14-20 - Tensas Basin Levee District
PREPARED BY: Michael DeFalco
PHONE NUMBER: 337-439-6600
EMAIL ADDRESS: Mike.defalco@bc-cpa.com
SUBMITTAL DATE: 10/01/2026 10:17 AM

STATEMENT OF NET POSITION

ASSETS	
CURRENT ASSETS:	
CASH AND CASH EQUIVALENTS	20,718,441.00
RESTRICTED CASH AND CASH EQUIVALENTS	50,359.00
INVESTMENTS	0.00
RESTRICTED INVESTMENTS	0.00
DERIVATIVE INSTRUMENTS	0.00
OTHER DERIVATIVE INSTRUMENTS	0.00
RECEIVABLES (NET)	21,448.00
PLEDGES RECEIVABLE (NET)	0.00
LEASES RECEIVABLE (NET)	0.00
P3 RECEIVABLE (NET) (Only relates to Transferor)	0.00
AMOUNTS DUE FROM PRIMARY GOVERNMENT	0.00
DUE FROM FEDERAL GOVERNMENT	0.00
INVENTORIES	0.00
PREPAYMENTS	120,244.00
NOTES RECEIVABLE	0.00
OTHER CURRENT ASSETS	0.00
TOTAL CURRENT ASSETS	**$20,910,492.00**
NONCURRENT ASSETS:	
RESTRICTED ASSETS:	
CASH	0.00
INVESTMENTS	0.00
RECEIVABLES (NET)	0.00
NOTES RECEIVABLE	0.00
OTHER	0.00
INVESTMENTS	0.00
RECEIVABLES (NET)	0.00
NOTES RECEIVABLE	0.00
PLEDGES RECEIVABLE (NET)	0.00
LEASES RECEIVABLE (NET)	0.00
P3 RECEIVABLE (NET) (Only relates to Transferor)	0.00
CAPITAL ASSETS (NET OF DEPRECIATION & AMORTIZATION)	
LAND	1,713,063.00
BUILDINGS AND IMPROVEMENTS	2,023,124.00
MACHINERY AND EQUIPMENT	1,151,722.00
INFRASTRUCTURE	6,787,908.00
OTHER INTANGIBLE ASSETS	0.00
CONSTRUCTION IN PROGRESS	2,716,220.00
INTANGIBLE RIGHT-TO-USE ASSETS:	
LEASED LAND	0.00
LEASED BUILDING & OFFICE SPACE	0.00
LEASED MACHINERY & EQUIPMENT	0.00
SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITA)	0.00
PUBLIC-PRIVATE AND PUBLIC-PUBLIC PARTNERSHIP ARRANGEMENTS (P3) (Only relates to Operator)	0.00
OTHER NONCURRENT ASSETS	0.00
TOTAL NONCURRENT ASSETS	**$14,392,037.00**
TOTAL ASSETS	**$35,302,529.00**
DEFERRED OUTFLOWS OF RESOURCES	
ACCUMULATED DECREASE IN FAIR VALUE OF HEDGING DERIVATIVE INSTRUMENTS	0.00

ANNUAL FISCAL REPORT (AFR)
FOR 2026

AGENCY: 20-14-20 - Tensas Basin Levee District
PREPARED BY: Michael DeFalco
PHONE NUMBER: 337-439-6600
EMAIL ADDRESS: Mike.defalco@bc-cpa.com
SUBMITTAL DATE: 10/01/2026 10:17 AM

DEFERRED AMOUNTS ON DEBT REFUNDING	0.00
LEASE RELATED	0.00
P3-RELATED (Only relates to Operator)	0.00
GRANTS PAID PRIOR TO MEETING TIME REQUIREMENTS	0.00
INTRA-ENTITY TRANSFER OF FUTURE REVENUES (TRANSFEREE)	0.00
LOSSES FROM SALE-LEASEBACK TRANSACTIONS	0.00
DIRECT LOAN ORIGINATION COSTS FOR MORTGAGE LOANS HELD FOR SALE	0.00
ASSET RETIREMENT OBLIGATIONS	0.00
OPEB-RELATED	0.00
PENSION-RELATED	562,576.00
TOTAL DEFERRED OUTFLOWS OF RESOURCES	**$562,576.00**
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	**$35,865,105.00**
LIABILITIES	
CURRENT LIABILITIES:	
ACCOUNTS PAYABLE AND ACCRUALS	557,076.00
ACCRUED INTEREST	0.00
DERIVATIVE INSTRUMENTS	0.00
OTHER DERIVATIVE INSTRUMENTS	0.00
AMOUNTS DUE TO PRIMARY GOVERNMENT	0.00
DUE TO FEDERAL GOVERNMENT	0.00
AMOUNTS HELD IN CUSTODY FOR OTHERS	0.00
UNEARNED REVENUES	0.00
OTHER CURRENT LIABILITIES	3,793.00
CURRENT PORTION OF LONG-TERM LIABILITIES:	
CONTRACTS PAYABLE	0.00
COMPENSATED ABSENCES PAYABLE	35,102.00
LEASE LIABILITY	0.00
SBITA LIABILITY	0.00
P3 LIABILITY (Only relates to Operator)	0.00
ESTIMATED LIABILITY FOR CLAIMS	0.00
NOTES PAYABLE	0.00
BONDS PAYABLE	0.00
OPEB LIABILITY	0.00
POLLUTION REMEDIATION OBLIGATIONS	0.00
OTHER LONG-TERM LIABILITIES	0.00
TOTAL CURRENT LIABILITIES	**$595,971.00**
NONCURRENT PORTION OF LONG-TERM LIABILITIES:	
CONTRACTS PAYABLE	0.00
COMPENSATED ABSENCES PAYABLE	747,510.00
LEASE LIABILITY	0.00
SBITA LIABILITY	0.00
P3 LIABILITY (Only relates to Operator)	0.00
ESTIMATED LIABILITY FOR CLAIMS	0.00
NOTES PAYABLE	0.00
BONDS PAYABLE	0.00
OPEB LIABILITY	1,562,777.00
NET PENSION LIABILITY	2,444,482.00
POLLUTION REMEDIATION OBLIGATIONS	0.00
OTHER LONG-TERM LIABILITIES	0.00
UNEARNED REVENUE	0.00
TOTAL NONCURRENT LIABILITIES	**$4,754,769.00**

ANNUAL FISCAL REPORT (AFR)
FOR 2026

AGENCY: 20-14-20 - Tensas Basin Levee District
PREPARED BY: Michael DeFalco
PHONE NUMBER: 337-439-6600
EMAIL ADDRESS: Mike.defalco@bc-cpa.com
SUBMITTAL DATE: 10/01/2026 10:17 AM

TOTAL LIABILITIES	**$5,350,740.00**
DEFERRED INFLOWS OF RESOURCES	
ACCUMULATED INCREASE IN FAIR VALUE OF HEDGING DERIVATIVE INSTRUMENTS	0.00
DEFERRED AMOUNTS ON DEBT REFUNDING	0.00
LEASE RELATED	0.00
P3-RELATED (Only relates to Transferor)	0.00
GRANTS RECEIVED PRIOR TO MEETING TIME REQUIREMENTS	0.00
SALES/INTRA-ENTITY TRANSFER OF FUTURE REVENUES (TRANSFEROR)	0.00
GAINS FROM SALE-LEASEBACK TRANSACTIONS	0.00
SPLIT INTEREST AGREEMENTS	0.00
POINTS RECEIVED ON LOAN ORIGINATION	0.00
LOAN ORIGINATION FEES RECEIVED FOR MORTGAGE LOANS HELD FOR SALE	0.00
OPEB-RELATED	0.00
PENSION-RELATED	438,981.00
TOTAL DEFERRED INFLOWS OF RESOURCES	**$438,981.00**
NET POSITION:	
NET INVESTMENT IN CAPITAL ASSETS	14,392,037.00
RESTRICTED FOR:	
CAPITAL PROJECTS	0.00
DEBT SERVICE	0.00
NONEXPENDABLE	0.00
EXPENDABLE	0.00
OTHER PURPOSES	50,359.00
UNRESTRICTED	**$15,632,988.00**
TOTAL NET POSITION	**$30,075,384.00**

ANNUAL FISCAL REPORT (AFR)
FOR 2026

AGENCY: 20-14-20 - Tensas Basin Levee District
PREPARED BY: Michael DeFalco
PHONE NUMBER: 337-439-6600
EMAIL ADDRESS: Mike.defalco@bc-cpa.com
SUBMITTAL DATE: 10/01/2026 10:17 AM

STATEMENT OF ACTIVITIES

	PROGRAM REVENUES			
EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	**NET (EXPENSE) REVENUE**
5,428,798.00	0.00	0.00	0.00	**$(5,428,798.00)**

GENERAL REVENUES - PAYMENTS FROM THE STATE OF LOUISIANA (PRIMARY GOVERNMENT)	1,000,738.00
GENERAL REVENUES - OCCUPANCY TAXES	0.00
GENERAL REVENUES - SALES TAXES	0.00
GENERAL REVENUES - PROPERTY TAX AND OTHER TAXES	7,470,330.00
GENERAL REVENUES - INVESTMENT EARNINGS	760,146.00
GENERAL REVENUES - OTHER GENERAL REVENUES	732,403.00
ADDITIONS TO PERMANENT FUNDS AND ENDOWMENTS	0.00
UNUSUAL OR INFREQUENT ITEMS - INFLOWS	0.00
UNUSUAL OR INFREQUENT ITEMS - OUTFLOWS	0.00
CHANGE IN NET POSITION	**$4,534,819.00**
NET POSITION - BEGINNING, AS PREVIOUSLY REPORTED	**$25,540,565.00**
NET POSITION - RESTATEMENT - ERROR CORRECTION	0.00
NET POSITION - RESTATEMENT - CHANGE IN ACCOUNTING PRINCIPLE	0.00
NET POSITION - RESTATEMENT - CHANGE IN REPORTING ENTITY	0.00
NET POSITION - BEGINNING, AS RESTATED	**$25,540,565.00**
NET POSITION - ENDING	**$30,075,384.00**

ANNUAL FISCAL REPORT (AFR)
FOR 2026

AGENCY: 20-14-20 - Tensas Basin Levee District
PREPARED BY: Michael DeFalco
PHONE NUMBER: 337-439-6600
EMAIL ADDRESS: Mike.defalco@bc-cpa.com
SUBMITTAL DATE: 10/01/2026 10:17 AM

DUES AND TRANSFERS

Account Type Amounts due from Primary Government	Intercompany (Fund)	Amount
	Total	**$0.00**

Account Type Amounts due to Primary Government	Intercompany (Fund)	Amount
	Total	**$0.00**

ANNUAL FISCAL REPORT (AFR)
FOR 2026

AGENCY: 20-14-20 - Tensas Basin Levee District
PREPARED BY: Michael DeFalco
PHONE NUMBER: 337-439-6600
EMAIL ADDRESS: Mike.defalco@bc-cpa.com
SUBMITTAL DATE: 10/01/2026 10:17 AM

SCHEDULE OF BONDS PAYABLE

Series Issue	Date of Issue	Original Issue Amount	Principal Outstanding PFY	Issue (Redeemed)	Principal Outstanding CFY	Interest Outstanding CFY
		0.00	0.00	0.00	$ 0.00	0.00
		Totals	**$0.00**	**$0.00**	**$0.00**	**$0.00**

Series - Unamortized Premiums:

Series Issue	Date of Issue		Principal Outstanding PFY	Issue (Redeemed)	Principal Outstanding CFY	
			0.00	0.00	$ 0.00	
		Totals	**$0.00**	**$0.00**	**$0.00**	

Series - Unamortized Discounts:

Series Issue	Date of Issue		Principal Outstanding PFY	Issue (Redeemed)	Principal Outstanding CFY	
			0.00	0.00	$ 0.00	
		Totals	**$0.00**	**$0.00**	**$0.00**	

ANNUAL FISCAL REPORT (AFR)
FOR 2026

AGENCY: 20-14-20 - Tensas Basin Levee District
PREPARED BY: Michael DeFalco
PHONE NUMBER: 337-439-6600
EMAIL ADDRESS: Mike.defalco@bc-cpa.com
SUBMITTAL DATE: 10/01/2026 10:17 AM

SCHEDULE OF BONDS PAYABLE AMORTIZATION

Fiscal Year Ending:	Principal	Interest
2027	0.00	0.00
2028	0.00	0.00
2029	0.00	0.00
2030	0.00	0.00
2031	0.00	0.00
2032	0.00	0.00
2033	0.00	0.00
2034	0.00	0.00
2035	0.00	0.00
2036	0.00	0.00
2037	0.00	0.00
2038	0.00	0.00
2039	0.00	0.00
2040	0.00	0.00
2041	0.00	0.00
2042	0.00	0.00
2043	0.00	0.00
2044	0.00	0.00
2045	0.00	0.00
2046	0.00	0.00
2047	0.00	0.00
2048	0.00	0.00
2049	0.00	0.00
2050	0.00	0.00
2051	0.00	0.00
2052	0.00	0.00
2053	0.00	0.00
2054	0.00	0.00
2055	0.00	0.00
2056	0.00	0.00
2057	0.00	0.00
2058	0.00	0.00
2059	0.00	0.00
2060	0.00	0.00
2061	0.00	0.00
Premiums and Discounts	**$0.00**	
Total	**$0.00**	**$0.00**

ANNUAL FISCAL REPORT (AFR)
FOR 2026

AGENCY: 20-14-20 - Tensas Basin Levee District
PREPARED BY: Michael DeFalco
PHONE NUMBER: 337-439-6600
EMAIL ADDRESS: Mike.defalco@bc-cpa.com
SUBMITTAL DATE: 10/01/2026 10:17 AM

Other Postemployment Benefits (OPEB)

If your agency has active or retired employees who are members of the Office of Group Benefits (OGB) Health Plan, please provide the following information: (Note: OGB has a 6/30/2025 measurement date for their OPEB valuation)

Benefit payments made subsequent to the measurement date of the **OGB** Actuarial Valuation Report until the employer's fiscal year end. (Benefit payments are defined as the employer payments for retirees' health and life insurance premiums). For agencies with a 6/30 year end this covers the current fiscal year being reported. For calendar year end agencies, it covers the period 7/1 to 12/31 for the current year being reported.	0.00
Covered Employee Payroll for the **PRIOR** fiscal year (not including related benefits)	0.00
For calendar year-end agencies only: Benefit payments or employer payments for retirees' health and life insurance premiums made for the next year's valuation reporting period (7/1/2025 - 6/30/2026). This information will be provided to the actuary for the valuation report early next year.	0.00

For agencies that have employees that participate in the **LSU Health Plan**, provide the following information: (Note: The LSU Health Plan has a measurement date of 6/30/2026 for their OPEB valuation report.)

Covered Employee Payroll for the **CURRENT** fiscal year (not including related benefits)	0.00

ANNUAL FISCAL REPORT (AFR)
FOR 2026

AGENCY: 20-14-20 - Tensas Basin Levee District
PREPARED BY: Michael DeFalco
PHONE NUMBER: 337-439-6600
EMAIL ADDRESS: Mike.defalco@bc-cpa.com
SUBMITTAL DATE: 10/01/2026 10:17 AM

CERTAIN RISK DISCLOSURES (GASB 102)

A concentration or constraint must meet the following criteria before disclosure is required:

a. The concentration or constraint is known prior to the issuance of the financial statements.
b. The concentration or constraint makes the reporting unit vulnerable to the risk of a substantial impact.
c. An event associated with the concentration or constraint that could cause a substantial impact has occurred, has begun to occur, or is more likely than not to begin to occur within 12 months of the date the financial statements are issued. Note: The State's financial statements are issued December 31 for the fiscal year ended June 30.

If the concentration or constraint meets all the criteria above, disclose the following for each concentration or constraint. Note: If the agency has taken mitigation action that causes any of the disclosure criteria not to be met, no disclosure is required.

Do you have any concentrations or constraints to disclose that meet the criteria described above? No

List the concentration or constraint:	List each event associated with the concentration or constraint that could cause a substantial impact if the event has occurred, has begun to occur, or is more likely than not to begin to occur prior to December 31, 2027.	Disclose the actions taken by the entity to mitigate the risk.

ANNUAL FISCAL REPORT (AFR)
FOR 2026

AGENCY: 20-14-20 - Tensas Basin Levee District
PREPARED BY: Michael DeFalco
PHONE NUMBER: 337-439-6600
EMAIL ADDRESS: Mike.defalco@bc-cpa.com
SUBMITTAL DATE: 10/01/2026 10:17 AM

UNUSUAL OR INFREQUENT ITEMS

This disclosure is for any inflows or outflows occurring during the fiscal year that are either unusual in nature or infrequent in occurrence. Unusual in nature means the underlying event or transaction possesses a high degree of abnormality and is clearly unrelated to, or only incidentally related to, the ordinary and typical activities of the agency, taking into account the environment in which the agency operates. Infrequent in occurrence means the underlying event or transaction that occurred is not reasonably expected to recur in the foreseeable future, taking into account the environment in which the agency operates.

Does your agency have any material unusual or infrequent items? No

Describe each unusual or infrequent item separately and indicate whether the item was within the control of management. Also, describe inflows and outflows separately.
Example: The agency experienced a flood during March of 20X5 that was a catastrophic event outside the control of management. The agency incurred expenses to clean up flood damage in the amount of $10 million. The agency also received $2.5 million in grants from the federal government to assist with the cleanup effort.

ANNUAL FISCAL REPORT (AFR)
FOR 2026

AGENCY: 20-14-20 - Tensas Basin Levee District
PREPARED BY: Michael DeFalco
PHONE NUMBER: 337-439-6600
EMAIL ADDRESS: Mike.defalco@bc-cpa.com
SUBMITTAL DATE: 10/01/2026 10:17 AM

FUND BALANCE/NET POSITION RESTATEMENT

ERROR CORRECTIONS

For each beginning net position restatement resulting from a correction of an error, select the SNP account and the SOA account affected by the error. Only material errors should be restated. Immaterial errors should be corrected through current period revenue or expenses, as applicable. In the description field, explain the nature of the error, and its correction, including periods affected by the error.

Account Name/Description	Beginning Net Position Restatement Amount
Total Restatement - Error Corrections	**$0.00**

CHANGES IN ACCOUNTING PRINCIPLE

For each beginning net position restatement resulting from the application of a new accounting principle, select the SNP account and the SOA account that are affected by the change in accounting principle. In the description field explain the nature of the change in accounting principle and the reason for the change. If the change is due to the implementation of a new GASB pronouncement, identify the pronouncement that was implemented.

Account Name/Description	Beginning Net Position Restatement Amount
Total Restatement - Changes in Accounting Principle	**$0.00**

CHANGES IN REPORTING ENTITY

Describe the nature and reason for the change to or within the finanical reporting entity and list the effect (amount) on beginning net position.

Description	Effect on Beginning Net Position
	0.00
Total Restatement - Changes in Reporting Entity	**$0.00**

ANNUAL FISCAL REPORT (AFR)
FOR 2026

AGENCY: 20-14-20 - Tensas Basin Levee District
PREPARED BY: Michael DeFalco
PHONE NUMBER: 337-439-6600
EMAIL ADDRESS: Mike.defalco@bc-cpa.com
SUBMITTAL DATE: 10/01/2026 10:17 AM

SUBMISSION

Before submitting, ensure that all data (statements, notes, schedules) have been entered for the agency.

Once submitted no changes can be made to any of the agency data for the specified year.

By clicking 'Submit' below you certify that the financial statements herewith given present fairly the financial position and the results of operations for the year ended in accordance with policies and practices established by the Division of Administration or in accordance with Generally Accepted Accounting Principles as prescribed by the Governmental Accounting Standards Board.

Reminder: You must send Louisiana Legislative Auditors an electronic copy of the AFR report in a pdf, tiff, or some other electronic format to the following e-mail address: LLAFileroom@lla.la.gov.