

**LAWTELL WATERWORKS  
DISTRICT NO. ONE  
OF ST. LANDRY PARISH**

Lawtell, Louisiana

Financial Report

Years Ended June 30, 2022 and 2021

## TABLE OF CONTENTS

	<u>Page</u>
INDEPENDENT ACCOUNTANT'S REVIEW REPORT	1-2
BASIC FINANCIAL STATEMENTS	
Comparative Statements of Net Position	4
Comparative Statements of Revenues, Expenses, and Changes in Net Position	5
Comparative Statements of Cash Flows	6-7
Notes to the Basic Financial Statements	8-15
OTHER INFORMATION	
Independent Accountant's Report on Applying Agreed-upon Procedures	17-20
Louisiana Attestation Questionnaire	21-23
Summary Schedule of Current and Prior Year Findings and Management's Corrective Action Plan	24

# KOLDER, SLAVEN & COMPANY, LLC

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## INDEPENDENT ACCOUNTANT'S REVIEW REPORT

The Board of Directors  
Lawtell Waterworks District  
No. One of St. Landry Parish  
Lawtell, Louisiana

We have reviewed the accompanying basic financial statements of the business-type activities of Lawtell Waterworks District No. One of St. Landry Parish (District), a component unit of the St. Landry Parish Government, as of and for the years ended June 30, 2022 and 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

### Accountant's Responsibility

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

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

### Accountant's Conclusion

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

## **Required Supplementary Information**

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

***Kolder, Slaven & Company, LLC***  
Certified Public Accountants

Lafayette, Louisiana  
September 15, 2022

**BASIC FINANCIAL STATEMENTS**

LAWTELL WATERWORKS DISTRICT NO. ONE  
OF ST. LANDRY PARISH  
Lawtell, Louisiana

Comparative Statements of Net Position  
June 30, 2022 and 2021

	2022	2021
<b>ASSETS</b>		
Current assets:		
Cash and interest-bearing deposits	\$ 628,337	\$ 567,957
Certificate of deposit	390,541	386,851
Accounts receivable (net)	46,290	42,152
Prepaid expenses	11,772	11,120
	1,076,940	1,008,080
Restricted assets:		
Cash and interest-bearing deposits	47,285	46,165
Capital assets, net	290,414	324,767
Total assets	\$ 1,414,639	\$ 1,379,012
<b>LIABILITIES AND NET POSITION</b>		
Liabilities:		
Current liabilities (payable from current assets):		
Accounts payable	\$ 19,870	\$ 12,533
Payroll taxes payable	3,392	1,640
Sales taxes payable	140	121
Total current liabilities	23,402	14,294
Current liabilities (payable from restricted asset):		
Meter deposits	47,285	46,165
Total liabilities	70,687	60,459
Net position:		
Net investment in capital assets	290,414	324,767
Unrestricted	1,053,538	993,786
Total net position	1,343,952	1,318,553
Total liabilities and net position	\$ 1,414,639	\$ 1,379,012

See accompanying notes and independent accountant's review report.

LAWTELL WATERWORKS DISTRICT NO. ONE  
OF ST. LANDRY PARISH  
Lawtell, Louisiana

Comparative Statements of Revenues, Expenses, and Changes in Net Position  
Years Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Operating revenues:		
Water sales	\$ 418,342	\$ 443,916
Connection charges	17,247	13,520
Other income	<u>21,437</u>	<u>20,197</u>
Total operating revenues	<u>457,026</u>	<u>477,633</u>
Operating expenses:		
Advertising and promotion	-	353
Auto and truck	3,460	3,829
Bad debts	151	1,541
Bank charges	45	58
Burglar alarm	-	209
Chemicals	53,847	64,122
Depreciation	39,668	38,716
Dues and subscriptions	375	400
Insurance	40,170	38,107
Professional fees	12,269	11,535
Licenses and permits	-	871
Mileage	288	519
Miscellaneous expense	1,204	753
Office expense	13,762	11,950
Rental equipment	600	1,846
Repairs and maintenance	90,540	72,316
Safe water drinking program	13,888	13,882
Salaries	111,258	120,946
Supplies	12,139	3,675
Taxes - payroll	8,662	9,562
Telephone	4,125	4,577
Utilities	28,396	21,925
Utility line clearance	<u>762</u>	<u>763</u>
Total operating expenses	<u>435,609</u>	<u>422,455</u>
Operating income	<u>21,417</u>	<u>55,178</u>
Nonoperating income (expenses):		
Interest income	3,982	4,574
Dividend income	<u>-</u>	<u>127</u>
Total nonoperating income (expenses)	<u>3,982</u>	<u>4,701</u>
Net income	25,399	59,879
Net position, beginning of year	<u>1,318,553</u>	<u>1,258,674</u>
Net position, end of year	<u>\$ 1,343,952</u>	<u>\$ 1,318,553</u>

See accompanying notes and independent accountant's review report.

LAWTELL WATERWORKS DISTRICT NO. ONE  
OF ST. LANDRY PARISH  
Lawtell, Louisiana

Comparative Statements of Cash Flows  
Years Ended June 30, 2022 and 2021

	2022	2021
Cash flows from operating activities:		
Receipts from customers	\$ 431,451	\$ 462,938
Payments to suppliers	(276,227)	(259,267)
Payments to employees	(111,258)	(120,946)
Other receipts	21,437	20,197
Net cash provided by operating activities	65,403	102,922
Cash flows from capital and related financing activities:		
Increase in customer meter deposits	1,120	2,540
Purchase of property, plant and equipment	(5,315)	(15,175)
Proceeds from sale of fixed assets	-	127
Net cash flows used by capital and related financing activities	(4,195)	(12,508)
Cash flows from investing activities:		
Maturities of certificate of deposit with maturity in excess of ninety days	386,851	382,353
Purchase of certificate of deposit with maturity in excess of ninety days	(390,541)	(386,851)
Interest earned	3,982	4,574
Net cash flows provided by investing activities	292	76
Net increase in cash and cash equivalents	61,500	90,490
Cash and cash equivalents, beginning of period	614,122	523,632
Cash and cash equivalents, end of period	\$ 675,622	\$ 614,122

(continued)



LAWTELL WATERWORKS DISTRICT NO. ONE  
OF ST. LANDRY PARISH  
Lawtell, Louisiana

Comparative Statement of Cash Flows (Continued)  
Years Ended June 30, 2022 and 2021

	2022	2021
Reconciliation of operating income to net cash provided by operating activities:		
Operating income	\$ 21,417	\$ 55,178
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	39,668	38,716
Changes in assets and liabilities:		
Accounts receivable	(4,138)	5,502
Prepaid insurance	(652)	323
Accounts payable	7,337	4,231
Payroll taxes payable	1,752	(1,014)
Sales tax payable	19	(14)
Net cash provided by operating activities	\$ 65,403	\$ 102,922
Cash and cash equivalents, beginning of period		
Cash - unrestricted	\$ 567,957	\$ 480,007
Cash - restricted	46,165	43,625
Total cash and cash equivalents	614,122	523,632
Cash and cash equivalents, end of period		
Cash - unrestricted	628,337	567,957
Cash - restricted	47,285	46,165
Total cash and cash equivalents	675,622	614,122
Net increase	\$ 61,500	\$ 90,490

See accompanying notes and independent accountant's review report.

LAWTELL WATERWORKS DISTRICT NO. ONE  
OF ST. LANDRY PARISH  
Lawtell, Louisiana

Notes to Basic Financial Statements

(1) Summary of Significant Accounting Policies

The accompanying financial statements of the Lawtell Waterworks District No. One of St. Landry Parish (District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applicable to state and local governments. The Governmental Accounting Standards Board ("GASB") is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting and reporting policies and practices used by the District are described below.

A. Financial Reporting Entity

The Lawtell Waterworks District No. One of St. Landry Parish, Louisiana was created by the St. Landry Parish Council (Council) on June 8, 1965 and is a component unit of the St. Landry Parish Government. As the governing authority of the parish, for reporting purposes, the St. Landry Parish Government is the financial reporting entity for St. Landry Parish.

The financial reporting entity consists of (a) the primary government (Parish Government), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Section 2100 of the 2011 Governmental Accounting Standards Board (GASB) *Codification of Governmental Accounting and Financial Reporting Standards*, "Defining the Financial Reporting Entity" establishes criteria for determining which entities should be considered a component unit and, as such, part of the reporting entity for financial reporting purposes. The basic criteria are as follows:

1. Legal status of the potential component unit including the right to incur its own debt, levy its own taxes and charges, expropriate property in its own name, sue and be sued, and the right to buy, sell and lease property in its own name.
2. Whether the primary government's governing authority appoints a majority of board members of the potential component unit and is able to impose its will on the potential component unit or the potential component unit is fiscally dependent on the primary government.

LAWTELL WATERWORKS DISTRICT NO. ONE  
OF ST. LANDRY PARISH  
Lawtell, Louisiana

Notes to Basic Financial Statements (Continued)

3. Financial benefit/burden relationship between the primary government and the potential component unit.
4. The nature and significance of the relationship between the potential component unit with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading.

Because the Parish Government appoints a voting majority of the District's governing body and has the ability to impose its will on the District, the District was determined to be a component unit of the St. Landry Parish Government, the financial reporting entity. This report is comprised of a proprietary fund that is administered by the District's Board of Directors and controlled by the St. Landry Parish Government. The accompanying financial statements presents information only on the proprietary fund maintained by the District and does not present information on the St. Landry Parish Government, the general government services provided by that governmental unit, or the other governmental units that comprise the financial reporting entity.

B. Basis of Presentation

Basic Financial Statements

The statement of net position, and related statements of revenues, expenses, and changes in fund net position, and cash flows display information about the reporting government as a whole. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. Lawtell Waterworks District No. One of St. Landry Parish, Louisiana does not have governmental activities. Its operation is a business-type activity.

C. Fund Accounting

The accounts of the District are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a separate set of self-balancing accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

LAWTELL WATERWORKS DISTRICT NO. ONE  
OF ST. LANDRY PARISH  
Lawtell, Louisiana

Notes to Basic Financial Statements (Continued)

The District maintains only one fund and it is described below:

Proprietary Fund –

Enterprise Fund

The Enterprise fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

D. Basis of Accounting

The District maintains its books and records on the full accrual basis of accounting and on the flow of economic resources measurement focus. The District applies all applicable professional standards in accounting and reporting for its proprietary operations.

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

E. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Equity

Cash and interest-bearing deposits

Cash and interest-bearing deposits is comprised of checking accounts (interest-bearing and non interest-bearing) and certificates of deposit, which are stated at cost, which approximates market. For the purposes of reporting cash flows, all highly liquid investments with maturity at purchase date of three months or less are considered to be cash equivalents.

LAWTELL WATERWORKS DISTRICT NO. ONE  
OF ST. LANDRY PARISH  
Lawtell, Louisiana

Notes to Basic Financial Statements (Continued)

Receivables

Receivables consist mainly of customer's utility service receivables. The District has a policy of recognizing uncollectible amounts of water billings at the time information becomes available, indicating the uncollectibility of the receivable. Once a customer is listed as inactive, the customer no longer receives a bill, is then considered to be uncollectible and an allowance for uncollectible accounts receivable is established. The allowance for uncollectible accounts receivable was \$84 and \$41 at June 30, 2022 and 2021, respectively. Unbilled utility service receivable resulting from utility services rendered between the date of meter reading and billing and the end of the month are recorded at year-end. At June 30, 2022 and 2021, the unbilled receivables totaled \$5,716 and \$6,097, respectively.

Capital Assets

Capital assets include property, plant and equipment. They are reported at historical cost or estimated cost if historical cost is not available. Donated assets are recorded at their estimated fair market value at the date of donation. The District maintains a threshold level of \$250 or more for capitalizing capital assets.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Depreciation of all exhaustible fixed assets is charged as an expense against its operations. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

	<u>Years</u>
Furniture, fixtures & equipment	4-7
Building	15-39
Water system and improvements	10-50

Restricted assets

Restricted assets include cash and interest-bearing deposits that are legally restricted as to their use. The restricted assets are related to the utility meter deposits.

Compensated Absences

Full-time employees of the District earn three weeks of vacation per year and take sick leave as it is needed. There is no formal policy on carrying over leave time not used.

LAWTELL WATERWORKS DISTRICT NO. ONE  
OF ST. LANDRY PARISH  
Lawtell, Louisiana

Notes to Basic Financial Statements (Continued)

Deferred Outflows of Resources and Deferred Inflows of Resources

In some instances, the GASB requires an entity to delay recognition of decreases in net position as expenditures until a future period. In other instances, entities are required to delay recognition of increases in net position as revenues until a future period. In these circumstances, deferred outflows of resources and deferred inflows of resources result from the delayed recognition of expenditures or revenues, respectively. There were no deferred outflows of resources and deferred inflows of resources as of June 30, 2022 and 2021.

Equity Classifications

Equity is classified as net position and displayed in three components:

- a. Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that do not meet the definition of “restricted” or “net investment in capital assets”.

The District uses unrestricted position only when restricted net position is fully depleted.

F. Revenues and Expenses

Operating Revenues and Expenses

Operating revenues and expenses for proprietary funds are those that result from providing services and producing and delivering goods and/or services. It also includes all revenue and expenses not related to capital and related financing, noncapital financing, or investing activities.

G. Budgets and Budgetary Accounting

The District is not required to adopt a budget for its Proprietary Fund under Louisiana Revised Statute 39:1303.

LAWTELL WATERWORKS DISTRICT NO. ONE  
OF ST. LANDRY PARISH  
Lawtell, Louisiana

Notes to Basic Financial Statements (Continued)

H. Use of Estimates

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

(2) Cash and Interest-Bearing Deposits

Under state law, the District may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The District may invest in certificates and time deposits of the state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 2022 and 2021, the District had cash and interest-bearing deposits (book balances) totaling \$1,066,163 and \$1,000,973, respectively, as follows:

	2022	2021
Interest-bearing demand deposits	\$ 675,622	\$ 614,122
Time deposits	390,541	386,851
Total cash and interest-bearing deposits	\$ 1,066,163	\$ 1,000,973

These deposits are stated at cost, which approximates market. Under state law, these deposits, (or the resulting bank balances) must be secured by federal deposit insurance or similar federal security 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 bank. These securities are held in the name of the District or the pledging fiscal agent bank by a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at June 30, 2022, are secured as follows:

Bank balances	\$ 1,074,573
Federal deposit insurance	\$ 500,000
Pledged securities	491,410
Uninsured and uncollateralized	83,163
Bank balances	\$ 1,074,573

Deposits in the amount of \$491,410 were exposed to custodial credit risk. These deposits are uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the District's name. Deposits in the amount of \$83,163 were uninsured and uncollateralized. The District does not have a policy for custodial credit risk.

LAWTELL WATERWORKS DISTRICT NO. ONE  
OF ST. LANDRY PARISH  
Lawtell, Louisiana

Notes to Basic Financial Statements (Continued)

(3) Accounts Receivable

Accounts receivable is comprised of uncollected billed and unbilled utility services at June 30, 2022 and 2021 as follows:

	2022	2021
Uncollected billed receivable	\$ 40,658	\$ 36,096
Allowance for doubtful accounts	(84)	(41)
Unbilled receivable	5,716	6,097
Total accounts receivable	\$ 46,290	\$ 42,152

(4) Capital Assets

Capital asset activity for the year ended June 30, 2022 and 2021 was as follows:

	Balance 7/1/2021	Increases	Decreases	Balance 6/30/2022
Capital assets not being depreciated:				
Land	\$ 5,411	\$ -	\$ -	\$ 5,411
Other capital assets:				
Water system	1,229,047	-	-	1,229,047
Buildings and improvements	138,325	-	-	138,325
Furniture, fixtures and equipment	193,918	5,315	-	199,233
Total	1,566,701	5,315	-	1,572,016
Less: Accumulated depreciation	1,241,934	39,668	-	1,281,602
Capital assets, net	\$ 324,767	\$ (34,353)	\$ -	\$ 290,414
	Balance 7/1/2020	Increases	Decreases	Balance 6/30/2021
Capital assets not being depreciated:				
Land	\$ 5,411	\$ -	\$ -	\$ 5,411
Other capital assets:				
Water system	1,215,372	13,675	-	1,229,047
Buildings and improvements	138,325	-	-	138,325
Furniture, fixtures and equipment	192,418	1,500	-	193,918
Total	1,551,526	15,175	-	1,566,701
Less: Accumulated depreciation	1,203,218	38,716	-	1,241,934
Capital assets, net	\$ 348,308	\$ (23,541)	\$ -	\$ 324,767

Depreciation expense for the years ended June 30, 2022 and 2021 was \$39,668 and \$38,716, respectively.



LAWTELL WATERWORKS DISTRICT NO. ONE  
OF ST. LANDRY PARISH  
Lawtell, Louisiana

Notes to Basic Financial Statements (Continued)

(5) Compensation of Board Members

Included in salaries is compensation paid to the board members for the years ended June 30, 2022 and 2021 as follows:

<u>Board Members</u>	<u>2022</u>	<u>2021</u>
Armand Declouette	840	780
Daryl Miller	840	780
Jennifer Cravins	840	780
Johnny Timmons	840	780
Judy Castille	780	720
Total	<u>\$ 4,140</u>	<u>\$ 3,840</u>

(6) Water Rates

The water rate schedule (per month) for commercial and residential customers during the years ended June 30, 2022 and 2021 is as follows:

	<u>2022</u>	<u>2021</u>
First 2,000 gallons - - minimum	\$ 14.00*	\$ 13.00
All over 2,000 gallons - - per 1,000 gallons	5.25	5.25

\*Effective January 1, 2022.

(7) Compensation, Benefits, and Other Payments to Agency Head

The schedule of compensation, benefits, and other payments to Johnny Timmons, Board Chairman, for the year ended June 30, 2022 follows:

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 840

**OTHER INFORMATION**

# KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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

To the Board of Directors of  
Lawtell Waterworks District  
No. One of St. Landry Parish  
Lawtell, Louisiana

We have performed the procedures enumerated below on Lawtell Waterworks District No. One of St. Landry Parish's (District) compliance with certain laws and regulations contained in the accompanying Louisiana Attestation Questionnaire during the fiscal year ended June 30, 2022, as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*. The District's management is responsible for its financial records and compliance with applicable laws and regulations.

The District has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement, which is to perform specified procedures on the District's compliance with the laws and regulations contained in the accompanying Louisiana Attestation Questionnaire during the fiscal year ended June 30, 2022. Additionally, the Louisiana Legislative Auditor has agreed to and acknowledged that the procedures performed are appropriate for its purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and associated findings are as follows:

### ***Public Bid Law***

1. Obtain documentation for all expenditures made during the year for materials and supplies exceeding \$30,000, and public works exceeding \$250,000. Compare the documentation for these expenditures to Louisiana Revised Statute (R.S.) 39:1551-39:1755 (the state procurement code); R.S. 38:2211-2296 (the public bid law), or the regulations of the Division of Administration and the State Purchasing Office, whichever is applicable; and report whether the expenditures were made in accordance with these laws.

There were no expenditures made during the year ended June 30, 2022 for material and supplies exceeding \$30,000, or public works exceeding \$250,000.

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

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

Management provided us with the requested information.

3. Obtain from management a listing of all employees paid during the fiscal year.

Management provided us with the requested information.

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

None of the employees included on the list provided by management for agreed-upon Procedure 3 appeared on the list provided by management for agreed-upon Procedure 2.

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

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

### ***Budgeting***

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

The District is not required to adopt a budget for its Proprietary Fund under Louisiana Revised Statute 39:1303.

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

Not applicable, see step 6.

8. Compare the revenues and expenditures of the final budget to actual revenues and expenditures. Report whether actual revenues failed to meet budgeted revenues by 5% or more, and whether actual expenditures exceeded budgeted amounts by 5% or more.

Not applicable, see step 6.

### ***Accounting and Reporting***

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

- a. Report whether the six disbursements agree to the amount and payee in the supporting documentation;  
Each of the six selected disbursements agreed with the amount and payee in

the supporting documentation.

- b. Report whether the six disbursements are coded to the correct fund and general ledger account;

Each of the six selected disbursements were coded to the correct fund and general ledger account.

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

Each of the six selected disbursements were approved in accordance with management's policies and procedures.

### ***Meetings***

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

The District posted a notice of each meeting and the accompanying agenda as required by LSA-RS 42:11 (the open meetings law).

### ***Debt***

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

We scanned copies of all bank deposit slips for the fiscal year, and noted no deposits which appeared to be proceeds of bank loans, bonds, or like indebtedness.

### ***Advances and Bonuses***

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

We scanned payroll disbursements and read the meeting minutes of the District's board of commissioners for the fiscal year. We found no payments or approval for payments to employees that would constitute bonuses, advances, or gifts.

### ***State Audit Law***

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

The District's reporting package was submitted within the prescribed timeline.

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

The District was in compliance with R.S. 24:513 (the audit law).

***Prior Comments and Recommendations***

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

Our prior year report, dated September 9, 2021 did not include any suggestions, exceptions, recommendations, or comments.

We were engaged by the District to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants, and the standards applicable to attestation engagements contained in *Government Auditing Standards*, issued by the United States Comptroller General. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on the District's compliance with the foregoing matters. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

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

This report is intended solely to describe the scope of testing performed on the District's compliance with certain laws and regulations contained in the accompanying Louisiana Attestation Questionnaire, as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

***Kolder, Slaven & Company, LLC***  
Certified Public Accountants

Lafayette, Louisiana  
September 15, 2022

**LOUISIANA ATTESTATION QUESTIONNAIRE**  
**(For Attestation Engagements of Governmental Agencies)**

**June 30, 2022**

**Kolder, Slaven and Company, LLC**  
183 S. Beadle Road,  
Lafayette, LA 70508

In connection with your engagement to apply agreed-upon procedures to the control and compliance matters identified below, as of **June 30, 2022** and for the year then ended, and as required by Louisiana Revised Statute (R.S.) 24:513 and the *Louisiana Governmental Audit Guide*, we make the following representations to you.

**Public Bid Law**

It is true that we have complied with the state procurement code (R.S. 39:1551 – 39:1755); the public bid law (R.S. 38:2211-2296), and, where applicable, the regulations of the Division of Administration and the State Purchasing Office.

Yes [] No [  ] N/A [  ]

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

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

Yes [] No [  ] N/A [  ]

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

Yes [] No [  ] N/A [  ]

**Budgeting**

We have complied with the state budgeting requirements of the Local Government Budget Act (R.S. 39:1301-15), R.S. 39:33, or the budget requirements of R.S. 39:1331-1342, as applicable.

Yes [  ], No [  ] N/A []

**Accounting and Reporting**

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

Yes [] No [  ] N/A [  ]

We have filed our annual financial statements in accordance with R.S. 24:514, and 33:463 where applicable.

Yes [] No [  ] N/A [  ]

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

Yes  No  N/A

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

Yes  No  N/A

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

Yes  No  N/A

We have complied with R.S. 24:515.2 regarding reporting of pre- and post- adjudication court costs, fines and fees assessed or imposed; the amounts collected; the amounts outstanding; the amounts retained; the amounts disbursed, and the amounts received from disbursements.

Yes  No  N/A

### Meetings

We have complied with the provisions of the Open Meetings Law, provided in R.S. 42:11 through 42:28.

Yes  No  N/A

### Debt

It is true we have not incurred any indebtedness, other than credit for 90 days or less to make purchases in the ordinary course of administration, nor have we entered into any lease-purchase agreements, without the approval of the State Bond Commission, as provided by Article VII, Section 8 of the 1974 Louisiana Constitution, Article VI, Section 33 of the 1974 Louisiana Constitution, and R.S. 39:1410.60-1410.65.

Yes  No  N/A

### Advances and Bonuses

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

Yes  No  N/A

### Prior-Year Comments

We have resolved all prior-year recommendations and/or comments.

Yes  No  N/A

### General

We acknowledge that we are responsible for the Agency's compliance with the foregoing laws and regulations and the internal controls over compliance with such laws and regulations.

Yes  No  N/A



We acknowledge that we are responsible for determining that that the procedures performed are appropriate for the purposes of this engagement.

Yes [] No [ ] N/A [ ]

We have evaluated our compliance with these laws and regulations prior to making these representations.

Yes [] No [ ] N/A [ ]

We have provided you with all relevant information and access under the terms of our agreement.

Yes [] No [ ] N/A [ ]

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

Yes [] No [ ] N/A [ ]

We are not aware of any material misstatements in the information we have provided to you.

Yes [] No [ ] N/A [ ]

We have disclosed to you any communications from regulatory agencies, internal auditors, other independent practitioners or consultants, and others concerning noncompliance with the foregoing laws and regulations, including communications received during the period under examination; and will disclose to you any such communication received between the end of the period under examination and the date of your report.

Yes [] No [ ] N/A [ ]

We will disclose to you, the Legislative Auditor, and the applicable state grantor agency/agencies all known noncompliance and other events subsequent to the date of this representation and the date of your report that could have a material effect on our compliance with laws and regulations and the internal controls with such laws and regulations, or would require adjustment or modification to the results of the agreed-upon procedures.

Yes [] No [ ] N/A [ ]

The previous responses have been made to the best of our belief and knowledge.

Barbara Moore Secretary 9-14-22 Date

Arnold D. Calabrese Treasurer 9-14-2022 Date

Johay Teriano President 9-14-22 Date

LAWTELL WATERWORKS DISTRICT NO. ONE  
OF ST. LANDRY PARISH  
Lawtell, Louisiana

Summary Schedule of Current and Prior Year Findings  
and Management's Corrective Action Plan

Part I. Current Year Findings and Management's Corrective Action Plan

A. Compliance Finding -

**2022-001** Uninsured and Uncollateralized Deposits

Fiscal year finding initially occurred: 2022

**CRITERIA:** Louisiana Revised Statute 39:1218-1229 requires that bank balances be secured by federal deposit insurance or collateralized by the financial institution with designated securities as defined by R.S. 39:1221.

**CONDITION:** The District had uninsured and uncollateralized bank balances as of the end of their fiscal year.

**CAUSE:** The District's financial institution did not maintain adequate pledged securities for the increase in cash balances as of the end of their fiscal year.

**EFFECT:** The District had uninsured and uncollateralized bank balances in the amount of \$83,163 as of the end of their fiscal year.

**RECOMMENDATION:** The District should coordinate with the appropriate financial institution to ensure any deposits in excess of federal deposit insurance are properly collateralized.

**MANAGEMENT'S CORRECTIVE ACTION PLAN:** Management has coordinated with the appropriate financial institution to ensure all new deposit accounts are properly classified as a governmental account and will be included in the financial institution's calculation of excess deposits requiring pledged securities.

B. Internal Control Finding -

There were no findings required to be reported.

Part II. Prior Year Findings and Management's Corrective Action Plan

A. Compliance Finding -

There were no findings required to be reported.

B. Internal Control Finding -

There were no findings required to be reported.