

**SECOND WARD GRAVITY DRAINAGE DISTRICT NO. 2  
OF ACADIA PARISH  
Rayne, Louisiana**

**Annual Financial Statements  
December 31, 2023**

**SECOND WARD GRAVITY DRAINAGE DISTRICT NO. 2  
OF ACADIA PARISH  
ACADIA PARISH POLICE JURY  
RAYNE, LOUISIANA**

**ANNUAL FINANCIAL STATEMENTS  
DECEMBER 31, 2023**

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# Mike B. Gillespie

Certified Public Accountant

A Professional Accounting Corporation

Mike B. Gillespie, CPA, CGMA

Eric C. Gillespie, CPA

414 East Nezpique Street

P.O. Box 1347

Jennings, LA 70546

Telephone: (337) 824-7773

Fax: (337) 824-7774

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## ACCOUNTANT'S COMPILATION REPORT

Board of Commissioners  
Second Ward Gravity Drainage District No. 2  
Of Acadia Parish  
Rayne, Louisiana

Management is responsible for the accompanying financial statements of the governmental activities and the major fund of the Second Ward Gravity Drainage District No. 2 of Acadia Parish (District), a component unit of the Acadia Parish Police Jury, as of and for the year end December 31, 2023, which collectively comprise the District's basic financial statements as listed in the table of contents, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

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

Accounting principles generally accepted in the United States of America require that the accompanying budgetary comparison schedules and associated notes listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. This information is the responsibility of management. This information was subject to our compilation engagement. We have not audited or reviewed the required supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such information.

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

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

*Mike B. Gillespie, CPA, APAC*

Jennings, Louisiana

June 30, 2024

## **BASIC FINANCIAL STATEMENTS**

**SECOND WARD GRAVITY DRAINAGE DISTRICT NO. 2  
OF ACADIA PARISH  
ACADIA PARISH POLICE JURY  
Rayne, Louisiana**

**Governmental Funds Balance Sheet / Statement of Net Position  
Balance Sheet as of December 31, 2023**

	<u>General Fund</u>	<u>Adjustments</u>	<u>Statement A Statement of Net Position</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 340,419		340,419
Due from other governments-ad valorem taxes (net of allowance for doubtful accounts of \$601)	105,615		105,615
Due from other governments-state revenue sharing	<u>3,558</u>		<u>3,558</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 449,592</u></u>	<u><u>-</u></u>	<u><u>449,592</u></u>
<b>LIABILITIES</b>			
Accounts payable	<u>\$ 2,678</u>		<u>2,678</u>
Total Liabilities	<u>2,678</u>	<u>-</u>	<u>2,678</u>
<b>DEFERRED INFLOW OF RESOURCES</b>			
Deferred property tax revenues	<u>13,921</u>		<u>13,921</u>
Total Deferred Inflow of Resources	<u>13,921</u>	<u>-</u>	<u>13,921</u>
<b>FUND BALANCE</b>			
Unassigned	<u>432,993</u>	<u>(432,993)</u>	<u>-</u>
Total Fund Balance	<u>432,993</u>	<u>(432,993)</u>	<u>-</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES, AND FUND BALANCE</b>	<u><u>\$ 449,592</u></u>		
<b>NET POSITION</b>			
Unrestricted		432,993	432,993
<b>TOTAL NET POSITION</b>		<u><u>432,993</u></u>	<u><u>432,993</u></u>

See accountant's report.

**SECOND WARD GRAVITY DRAINAGE DISTRICT NO. 2  
OF ACADIA PARISH  
ACADIA PARISH POLICE JURY  
Rayne, Louisiana**

**GENERAL FUND  
Statement of Governmental Funds Revenues, Expenditures,  
and Changes in Fund Balance / Statement of Activities  
For the Year Ended December 31, 2023**

	<u>General Fund</u>	<u>Adjustments</u>	<u>Statement B Statement of Activities</u>
<b>EXPENDITURES/ EXPENSES</b>			
Per diem expense - board members	\$ 13,150	-	13,150
Professional services	8,000	-	8,000
Operating services-contractors	87,967	-	87,967
Other expenditures	2,123	-	2,123
Intergovernmental:			
Deduction from ad valorem taxes-pension	3,703	-	3,703
<b>Total Expenditures/ Expenses</b>	<b>114,943</b>	-	<b>114,943</b>
<b>GENERAL REVENUES</b>			
Ad valorem taxes, including interest	106,023	-	106,023
State revenue sharing	4,756	-	4,756
Interest earnings	4,812	-	4,812
<b>Total General Revenues</b>	<b>115,591</b>	-	<b>115,591</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>			
	648	-	648
<b>FUND BALANCE / NET POSITION AT</b>			
Beginning of the Year	432,345	-	432,345
End of the Year	\$ 432,993	-	432,993

See accountant's report.

**REQUIRED SUPPLEMENTARY INFORMATION**

**SECOND WARD GRAVITY DRAINAGE DISTRICT NO. 2  
OF ACADIA PARISH  
ACADIA PARISH POLICE JURY  
Rayne, Louisiana**

**Governmental Fund - General Fund  
Statement of Revenues, Expenditures, and Changes in  
Fund Balance - Budget (GAAP Basis) and Actual  
For the Year Ended December 31, 2023**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance Favorable (Unfavorable)
	Original	Final	(See Note A)	
<b>REVENUES</b>				
Ad valorem taxes, including interest	\$ 108,000	109,478	\$ 124,695	\$ 15,217
State revenue sharing	3,600	4,635	3,437	(1,198)
Interest earnings	2,000	4,909	4,812	(97)
Other revenue				-
<b>Total Revenues</b>	<u>113,600</u>	<u>119,022</u>	<u>132,944</u>	<u>13,922</u>
<b>EXPENDITURES</b>				
Per diem expense - board members	12,500	13,150	13,150	-
Professional services	8,200	8,000	8,000	-
Operating services-contractors	88,800	85,417	85,667	(250)
Other expenditures	400	1,994	1,745	249
Deductions from ad valorem taxes	3,600	4,053	3,703	350
<b>Total Expenditures</b>	<u>113,500</u>	<u>112,614</u>	<u>112,265</u>	<u>349</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	100	6,408	20,679	14,271
<b>FUND BALANCE / NET POSITION AT Beginning of the Year</b>	<u>437,059</u>	<u>430,726</u>	<u>319,740</u>	<u>(110,986)</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 437,159</u>	<u>437,134</u>	<u>\$ 340,419</u>	<u>\$ (96,715)</u>

See accountant's report.



**SECOND WARD GRAVITY DRAINAGE DISTRICT NO. 2  
OF ACADIA PARISH  
ACADIA PARISH POLICE JURY  
Notes to Budgetary Comparison Schedule  
For the Year Ended December 31, 2023**

**A. BUDGETARY PRACTICES**

**General Budget Practices** The District follows the following procedures in establishing budgetary data reported in the accompanying budgetary comparison schedule:

Pursuant to the Louisiana Government Budget Act (LSA-RS 39:1301-1314), the District is required to adopt an annual budget no later than fifteen days prior to the beginning of each fiscal year.

Each year prior to December 15<sup>th</sup>, the District develops a proposed annual budget for the general fund. The budget includes proposed expenditures and the means of financing them. The proposed budget is advertised as available for public inspection at least 10 days prior to final adoption simultaneously with a notice of the date of public hearing. The public hearing is conducted during an open meeting in order to obtain public input. The budget is subsequently adopted by the Assessor through a formal budget resolution.

General fund appropriations (unexpended budget balances) lapse at end of fiscal year.

Encumbrance accounting, under which purchase orders are recorded in order to reserve that portion of the applicable appropriation, is not employed.

Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the object level. Budget amounts included in the accompanying financial statements include the original budget and all subsequent amendments. All budget revisions are approved by the Assessor.

**Budget Basis of Accounting** The governmental fund budgets are prepared on the cash basis of accounting. Legally, the District cannot budget total expenditures and other financing uses which would exceed total budgeted revenues and other financing sources including beginning fund balance. State statutes require the District to amend the budget to prevent overall projected revenues, expenditures, or beginning fund balance from causing an adverse budget variance of five percent or more in an individual fund. The District approves budgets at the object level and management is allowed to transfer amounts between line items within an object.

**B. EXCESS OF EXPENDITURES OVER APPROPRIATIONS IN INDIVIDUAL MAJOR FUNDS**

The following budgeted major funds had actual expenditures over budgeted expenditures for the fiscal year:

Fund	Final Budget	Actual	Unfavorable Variance
N/A	\$	\$	\$

Reason for unfavorable variance: Not applicable

**SECOND WARD GRAVITY DRAINAGE DISTRICT NO. 2  
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ACADIA PARISH POLICE JURY  
Notes to Budgetary Comparison Schedule  
For the Year Ended December 31, 2023**

**C. BUDGET BASIS TO ACTUAL GAAP RECONCILIATION**

The following reconciles the amount shown as excess of receipts over disbursements on the non-GAAP budget basis (**page 6**), with the amount shown on the GAAP basis (**page 4**):

Excess (Deficiency) of revenues and other sources over Expenditures and other uses (Non-GAAP Budgetary Basis) – <b>page 6</b>	\$ 20,679
Add:	
Current-year receivables	109,173
Prior-year payables and deferred revenues	-
Less:	
Prior-year receivables	(112,605)
Current-year payables and deferred revenues	<u>(16,599)</u>
Excess (Deficiency) of revenues and other sources over expenditures and other uses (GAAP Basis) – <b>page 4</b>	<u>\$ 648</u>

The reconciliation of amounts reported on **page 6** as fund balance at end of year to amounts reported as fund balance on **page 4** is as follows:

Fund balance at end of year (Non-GAAP Budgetary Basis) – <b>page 6</b>	\$ 340,419
Revenue accruals	109,173
Expenditure accruals	<u>(16,599)</u>
Fund balance (GAAP Basis) – <b>page 4</b>	<u>\$ 432,993</u>

**OTHER SUPPLEMENTARY INFORMATION**

**SECOND WARD GRAVITY DRAINAGE DISTRICT NO. 2  
OF ACADIA PARISH  
ACADIA PARISH POLICE JURY  
Rayne, Louisiana**

**SCHEDULE OF COMPENSATION PAID TO COMMISSIONERS  
For the Year Ended December 31, 2023**

Anthony E. Cramer, Sr.	\$ 2,700
Darryl J. Zaunbrecher	2,550
Dwayne Gossen	2,550
Gerald L. Leonards, Jr. – President	3,100
Kevin Reiners	2,250
<b>Total</b>	<b>\$ <u>13,150</u></b>

See accountant's report

**SECOND WARD GRAVITY DRAINAGE DISTRICT NO. 2  
OF ACADIA PARISH  
ACADIA PARISH POLICE JURY  
Rayne, Louisiana**

**Schedule of Compensation, Benefits and Other Payments to Agency Head  
or Chief Executive Officer  
For the Year Ended December 31, 2023**

Agency Head Name: Gerald L. Leonards Jr., President

Salary	\$	3,100
	\$	<u>3,100</u>

See accountant's report.

**SECOND WARD GRAVITY DRAINAGE DISTRICT NO. 2  
OF ACADIA PARISH  
ACADIA PARISH POLICE JURY  
Rayne, Louisiana**

**MANAGEMENT’S SCHEDULE OF PRIOR YEAR FINDINGS  
For the Year Ended December 31, 2023**

**SECTION I – INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE  
FINANCIAL STATEMENTS**

2021-1 Accounting, Auditing, and Financial Reporting Law Compliance

Condition: Possible noncompliance with the audit law (R.S. 24:513) due to untimely filing of compilation report to Louisiana Legislative Auditor.

Recommendation: Management should consider having books and records readily available after year end to ensure that a compilation can be performed in a timely manner to comply with the audit law (R.S. 24:513).

Management Response: Management has resolved the finding.

**SECTION II – INTERNAL CONTROL AND COMPLIANCE MATERIAL TO  
FEDERAL AWARDS**

No findings reported.

**SECTION III – MANAGEMENT LETTER**

No findings reported.

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THIS SCHEDULE HAS BEEN PREPARED BY MANAGEMENT

**SECOND WARD GRAVITY DRAINAGE DISTRICT NO. 2  
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ACADIA PARISH POLICE JURY  
Rayne, Louisiana**

**SCHEDULE OF CURRENT YEAR FINDINGS AND RESPONSES  
For the Year Ended December 31, 2023**

**SECTION I – INTERNAL CONTROL AND COMPLIANCE MATERIAL TO  
FINANCIAL STATEMENTS**

No findings reported.

**SECTION II – INTERNAL CONTROL AND COMPLIANCE MATERIAL TO  
FEDERAL AWARDS**

No findings reported.

**SECTION III – MANAGEMENT LETTER**

No findings reported.

**SECOND WARD GRAVITY DRAINAGE DISTRICT NO. 2  
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**MANAGEMENT'S CORRECTIVE ACTION PLAN FOR CURRENT YEAR FINDINGS  
For the Year Ended December 31, 2023**

**SECTION I – INTERNAL CONTROL AND COMPLIANCE MATERIAL TO  
FINANCIAL STATEMENTS**

No findings reported.

**SECTION II – INTERNAL CONTROL AND COMPLIANCE MATERIAL TO  
FEDERAL AWARDS**

No findings reported.

**SECTION III – MANAGEMENT LETTER**

No findings reported.

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THIS SCHEDULE HAS BEEN PREPARED BY MANAGEMENT