

BAYOU PLAQUEMINE GRAVITY DRAINAGE
DISTRICT NO. TWELVE
OF ST. LANDRY PARISH

COMPILED FINANCIAL REPORT

DECEMBER 31, 2017

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INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

To the Board of Commissioners
Bayou Plaquemine Gravity Drainage
District No. Twelve of St. Landry Parish
Opelousas, Louisiana

Management is responsible for the accompanying financial statements of the governmental activities of Bayou Plaquemine Gravity Drainage District No. Twelve of St. Landry Parish, a component unit of the St. Landry Parish Police Jury, as of and for the year ended December 31, 2017, and the related notes to financial statements, which collectively comprise the Drainage 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.

Required Supplementary Information

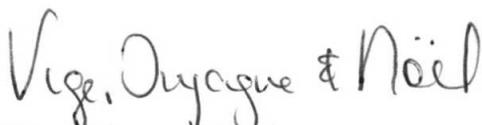
Accounting principles generally accepted in the United States of America require that the budgetary comparison information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting and for placing the basic financial statements in an appropriate operational, economic, or historical context. This information is the representation of management. This information was subject to our compilation engagement, however, 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's discussion and analysis that accounting principles generally accepted 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 financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

Supplementary Information

The accompanying Schedule of Compensation, Benefits, and Other Payments to Agency Head is presented for purposes of additional analysis and is not a required part of the basic financial statements. The information is the representation of management. The information was subject to our compilation engagement, but we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any assurance on such information.



Vige, Tujague & Noel
Eunice, LA
June 12, 2018

Government Wide Financial Statements (GWFS)

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT NO. TWELVE
OF ST. LANDRY PARISH
STATEMENT OF NET POSITION
DECEMBER 31, 2017

ASSETS

Current assets:

Cash	\$ 137,580
Property tax receivable (net of allowance)	178,590
State revenue sharing	5,037
Prepaid operating lease	125,000
Total current assets	446,207

Non-current assets:

Capital assets, net	21,112
Total non-current assets	21,112

Total assets	467,319
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LIABILITIES

Current liabilities:

Accounts payable	3,695
Salaries payable	800
Payroll taxes payable	1,080
Total current liabilities	5,575

Total liabilities	5,575
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NET POSITION

Invested in capital assets, net of related debt	21,112
Restricted, Plaquemine project	150,000
Unrestricted	290,632
Total net position	\$ 461,744

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT NO. TWELVE
OF ST. LANDRY PARISH
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2017

		<u>Program Revenue</u>		<u>Net (Expenses)</u> <u>Revenues and</u> <u>Change in</u> <u>Net Position</u>
	<u>Expenses</u>	<u>Charges for</u> <u>Services</u>	<u>Capital and</u> <u>Operating</u> <u>Grant</u>	<u>Governmental</u> <u>Activities</u>
Governmental Activities:				
General Government				
Public safety	\$ 167,815	\$ -	\$ -	\$ (167,815)
 Total Governmental Activities	 <u>\$ 167,815</u>	 <u>\$ -</u>	 <u>\$ -</u>	 <u>(167,815)</u>
 General Revenues:				
Ad valorem tax				177,731
State revenue sharing				5,048
Other income				3,286
Investment earnings				940
Total general revenues				<u>187,005</u>
 Change in net position				 <u>19,190</u>
 Net position - December 31, 2016				 <u>442,554</u>
 Net position - December 31, 2017				 <u>\$ 461,744</u>

Fund Financial Statements (FFS)

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT NO. TWELVE
OF ST. LANDRY PARISH
BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2017

	<u>General</u>
ASSETS	
Cash and cash equivalents	\$ 137,580
Property tax receivable	187,005
Allowance for doubtful accounts	(8,415)
State revenue sharing receivable	5,037
Total assets	\$ 321,207
LIABILITIES AND FUND BALANCES	
Deferred inflows of resources:	
Unavailable revenues - property taxes	\$ 30,968
Unavailable revenues - state revenue sharing	3,368
Total deferred inflows of resources	34,336
Liabilities:	
Accounts payable	3,695
Salaries payable	800
Payroll taxes payable	1,080
Total liabilities	5,575
Fund balances:	
Assigned	150,000
Unassigned	131,296
Total fund balances	281,296
Total liabilities and fund balances	\$ 321,207

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT NO. TWELVE
OF ST. LANDRY PARISH
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2017

Total fund balance for governmental funds at December 31, 2017		\$ 281,296
<p>Total net position reported for governmental activities in the statement of net position are different because:</p> <p>The statement of net position reports receivables at their net value. However, receivables not available to pay for current period expenditures are deferred in governmental funds.</p>		
Property tax	\$ 30,968	
State revenue sharing	3,368	34,336
Prepaid operating lease reported in government-wide financial statements.		125,000
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of:</p> <p>Buildings, vehicles and equipment, net of \$291,869 accumulated depreciation</p>		
		21,112
Total net position of governmental activities at December 31, 2017		\$ 461,744

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT NO. TWELVE
OF ST. LANDRY PARISH
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	General Fund
Revenues:	
Property tax	\$ 174,041
State revenue sharing	4,676
Interest	940
Miscellaneous	3,286
Total revenues	182,943
Expenditures:	
Current:	
Salaries	33,822
Payroll tax	3,689
Health insurance	2,997
Insurance	15,867
Fuel & oil	9,561
Repairs & maintenance	27,644
Materials & supplies	6,320
Board per diem	13,218
Office expense	768
Professional fees	12,812
Miscellaneous	2,400
Spraying expense	16,662
Equipment Lease	125,000
Total expenditures	270,760
Excess (deficiency) of revenues over expenditures	(87,817)
Fund balance, beginning	369,113
Fund balance, ending	\$ 281,296

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT NO. TWELVE
OF ST. LANDRY PARISH
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2017

Total net change in fund balance for the year ended December 31, 2017 per Statements of Revenues, Expenditures and Changes in Fund Balances	\$ (87,817)
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The change in net position reported for governmental activities in the Statement of Activities is different because:

Governmental funds defer revenues that do not provide current financial resources. However, the Statement of Activities recognizes such revenues at their net realizable value when earned, regardless of when received

Property tax	\$ 3,690	
State revenue sharing	<u>372</u>	4,062

Governmental funds report all operating lease payments as expenditures. However, there was a large deposit made on the operating lease and in the statement of governmental activities the cost is allocated over the term of the operating lease and reported as equipment lease. This is the amount of lease payments not reported on the statement of governmental activities.

125,000

Depreciation expense for the year ended December 31, 2017	<u>(22,139)</u>	(22,139)
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Compensated absences for the year ended December 31, 2017		<u>84</u>
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Total changes in net position for the year ended December 31, 2017 per Statement of Activities	<u>\$ 19,190</u>
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BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT
NO. TWELVE OF ST. LANDRY PARISH

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies

The accounting and reporting practices of Bayou Plaquemine Gravity Drainage District No. Twelve of St. Landry Parish conform to generally accepted accounting principles of the United States of America as applicable to governmental units. GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions on or before November 30, 1989 have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:517 and to the industry audit guide, Audits of State and Local Governmental Units, published by the American Institute of Certified Public Accountants. The following is a summary of certain significant accounting policies:

Reporting entity:

Bayou Plaquemine Gravity Drainage District No. Twelve of St. Landry Parish is a component unit of the St. Landry Parish Police Jury. As the governing authority of the parish, for reporting purposes, the St. Landry Parish Police Jury is the financial reporting entity for St. Landry Parish. The financial reporting entity consists of (a) the primary government (police jury), (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.

Governmental Accounting Standards Board Statement No. 14 established criteria for determining which component units should be considered part of the St. Landry Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criterion includes:

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the police jury to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the police jury.

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT
NO. TWELVE OF ST. LANDRY PARISH

Notes to Financial Statements

2. Organizations for which the police jury does not appoint a voting majority but are fiscally dependent on the police jury.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Because the police jury appoints the five commissioners of the Bayou Plaquemine Gravity Drainage District No. Twelve, the District was determined to be a component unit of the St. Landry Parish Police Jury, the financial reporting entity. The accompanying financial statements present information only on the funds maintained by the District and do not present information on the police jury, the generally government services provided by that governmental unit, or the other governmental units that comprise the financial reporting entity.

Basis of Presentation

Government-Wide Financial Statements (GWFS)

The statement of net position and statement of activities display information about the Bayou Plaquemine Gravity Drainage District No. Twelve of St. Landry Parish as a whole. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees, fines, and charges paid by the recipients of goods and services offered by the programs, and (b) requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statement:

The District uses funds 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 set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT
NO. TWELVE OF ST. LANDRY PARISH

Notes to Financial Statements

expenditures, or expenses as appropriate.

The general fund, a governmental fund type, is the general operating fund of the District. It is used to account for all financial resources of the District except those required to be accounted for in other funds.

Measurement Focus/Basis of Accounting

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

Measurement Focus

On the government-wide statement of net position and the statement of activities, governmental activities are presented using the economic resources measurement focus as described below.

In the fund financial statements, the “current financial resources” measurement focus or the economic resources” measurement focus is used as appropriate:

1. All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

Basis of Accounting

In the government-wide statement of net position and statements of activities, governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Governmental fund financial statements are accounted for using the current financial resources measurement focus and the modified accrual basis of accounting. Their revenues are recognized when they become measurable and

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT
NO. TWELVE OF ST. LANDRY PARISH

Notes to Financial Statements

available as net current assets. Fees and non-tax revenues are recognized when received. Grants from other governments are recognized when qualifying expenditures are incurred. Available means collectible within the current period or soon enough thereafter to pay current liabilities, usually 60 days.

Those revenues susceptible to accrual are ad valorem taxes and state revenue sharing income.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred except that accumulated unpaid vacation and sick pay are not accrued and principal and interest on general long-term debt are recognized when due. Purchases of various operating supplies are regarded as expenditures at the time purchased.

Uncollectible ad valorem taxes are estimated based on the prior year's history.

Program Revenues

Program revenues included in the Statement of Activities are derived directly from the program itself or from parties outside the District's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the District's revenues.

Allocation of indirect expenses

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to these functions, but are reported separately in the Statement of Activities. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT
NO. TWELVE OF ST. LANDRY PARISH

Notes to Financial Statements

Use of estimates in the preparation of financial statements:

The preparation of financial statements in conformity with generally accepted 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 revenue and expenditures during the reporting period. Actual results could differ from those estimates.

Concentration of Risks

Concentration of risks with respect to the District is subject to the conditions of the limited geographical area of the District.

Budgets:

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to January 1, the Chairman submits to the Board a proposed operating budget for the ensuing year. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. The budget is legally enacted through the passage of a resolution; amendments are also legally enacted through the passage of a resolution.
4. The budget for the general fund is adopted on a fund financial statement basis.
5. The budget for the general fund is employed as a management control device during the year.

All budget appropriations lapse at year end. Revenues may not legally fall short of budgeted amounts by more than five percent and expenditures may not legally exceed budgeted appropriations by more than five percent at the individual fund level. The District does not use encumbrance accounting.

The budget amounts disclosed in this report are as originally adopted and amended by the Board.

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT
NO. TWELVE OF ST. LANDRY PARISH

Notes to Financial Statements

Cash and Cash Equivalents

Cash includes amounts in demand deposit, interest-bearing demand, and time deposits. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less when purchased. Under state law, the municipality may deposit funds in demand deposits, interest-bearing demand deposits, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States.

Interest-bearing Deposits

Interest-bearing deposits are stated at cost, which approximates market.

Allowances for Uncollectibles

All receivables that historically represent uncollectible accounts are shown net of an allowance for uncollectible. The allowance for uncollectible accounts in the general fund is estimated at \$8,415.

Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental activity column in the government-wide financial statements. All purchased fixed assets are valued at cost or estimated historical cost. The amounts of estimated costs are immaterial to these financial statements. Donated fixed assets are stated at their fair market value on the date donated.

The District maintains a threshold level of \$1,000 or more for capitalizing capital assets.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of assets is as follows:

	<u>Years</u>
Vehicles	5
Equipment	5 - 10

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT
NO. TWELVE OF ST. LANDRY PARISH

Notes to Financial Statements

Net Position and Fund Equity

In the government-wide statements, equity is classified as net position and displayed in three components:

1. Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balance of any bonds, mortgages, notes, or other borrowing that are attributable to the acquisition, construction, or improvement of those assets.
2. 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.
3. Unrestricted net position – All other net position that does not meet the definition of “restricted: or “invested in capital assets, net of related debt.”

In the fund financial statements, governmental fund equity is classified as fund balance. Fund balance reports aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources.

The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form – prepaid items or inventories; or (b) legally or contractually required to be maintained intact.

The spendable portion of the fund balance comprises the remaining four classifications: restricted, committed, assigned, and unassigned.

Restricted fund balance. This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance. These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions or ordinances of the fire district’s board – the government’s highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the district board removes the specified use by taking the same type of action imposing the

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT
NO. TWELVE OF ST. LANDRY PARISH

Notes to Financial Statements

commitment. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned fund balance. This classification reflects the amounts constrained by the district's "intent" to be used for specific purposes but are neither restricted nor committed. The fire district's board has the authority to assign amounts to be used for specific purposes. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed.

Unassigned fund balance. This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers the amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the District has provided otherwise in its commitment or assignment actions.

Revenues, Expenditures, and Expenses

Program Revenues

Program revenues consist of taxes, fees, fines, and charges for services related to governmental fund activities.

Expenditures/Expenses

In the government-wide financial statements, expenses are classified by function for both governmental and business-type activities.

In the fund financial statements, expenditures are classified as follows:

Governmental Funds – By Character

In the fund financial statements, governmental funds report expenditures of financial resources.

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT
NO. TWELVE OF ST. LANDRY PARISH

Notes to Financial Statements

Note 2. Cash and Interest-Bearing Deposits

For reporting purposes, cash and investments include cash, demand deposits, time deposits, and government backed mortgage securities. The District may invest in United States bonds, treasury notes, or certificates, or time certificates of deposit of state banks having their principal office in the State of Louisiana, or any other federally insured investment. The District may also invest in shares of any homestead and building and loan association in any amount not exceeding the federally insured amount. At December 31, 2017 the District has cash and interest bearing deposits totaling \$137,580.

Under state law, these deposits in financial institutions must be secured by federal deposit insurance or the pledge of securities owned by the bank. The market value of the pledged securities plus the federal deposit insurance must, at all times, be equal to the amount on deposit with the bank. At December 31, 2017, deposits in financial institutions were fully secured by federal deposit insurance and the market value of securities pledged in the District's name.

Note 3. Ad Valorem Taxes

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied by the District in May or June and are actually billed to the taxpayers in the latter part of the fiscal year. Billed taxes become delinquent on January 1 of the following year and January and February of the ensuing year. The following is a summary of the levied ad valorem taxes:

General corporate purpose	
Operations and maintenance	<u>10.00 and 10.00</u>

All accounts and property tax receivables are shown net of any allowance for uncollectible accounts. Property taxes receivable for the governmental fund types, which have been remitted within 60 days subsequent to year end, are considered measurable and available and recognized as revenues. All other property taxes are offset by deferred property tax inflows of resources and, accordingly, have not been recorded as revenue.

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT
NO. TWELVE OF ST. LANDRY PARISH

Notes to Financial Statements

Note 4. Capital Assets

Capital asset activity for the year ended December 31, 2017 is as follows:

	Balance 12/31/2016	Additions	Deletions	Balance 12/31/2017
Governmental Activities				
Vehicles	\$ 44,330	\$ -	\$ -	\$ 44,330
Equipment	268,651	-	-	268,651
Totals	<u>312,981</u>	<u>-</u>	<u>-</u>	<u>312,981</u>
Less accumulated depreciation				
Vehicles	16,477	7,266	-	23,743
Equipment	253,253	14,873	-	268,126
Total accumulated depreciation	<u>269,730</u>	<u>22,139</u>	<u>-</u>	<u>291,869</u>
Governmental Activities				
Capital assets, net	<u>\$ 43,251</u>	<u>\$ (22,139)</u>	<u>\$ -</u>	<u>\$ 21,112</u>

Note 5. Commitments

Leasing arrangements

The District leased a 2016 Hyundai HX300L Excavator, on December 14, 2017, which is accounted for as an operating lease and expires in thirty-six months. The District made a down payment in the amount of \$125,000.

The following is a schedule by year of minimum future rentals on noncancelable operating lease as of December 31, 2017:

Year Ending December 31,	
2018	\$ 58,219
2019	58,219
2020	<u>58,219</u>
Total minimum future rentals	<u>\$ 174,657</u>

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT
NO. TWELVE OF ST. LANDRY PARISH

Notes to Financial Statements

Note 6. Litigation

Pursuant to Article XII, Section 10/C of the Louisiana Constitution of 1974, The District is not required to pay any judgments unless appropriations have been made for the judgments. As of December 31, 2014, the District had not appropriated funds for the payment of the following judgments:

1. A judgment filed May 6, 1974 for \$5,339 plus court costs and legal interest accumulated from August 18, 1969.
2. A judgment filed December 13, 1983 for \$20,849 plus 12% interest accumulated from December 1, 1980.

Note 7. Per Diem and Mileage

Per diem and mileage paid to board members is summarized below:

Board Members	Per Diem	Expenses and Mileage
Andrew White	\$ 1,950	\$ 90
Ira Stanford	2,100	90
Kyle R. Smith	1,200	48
Nolan Joubert	2,100	78
Michael J. Bourgeois	1,950	3,612
	\$ 9,300	\$ 3,918

Note 8. Subsequent Events

The District has evaluated subsequent events through June 12, 2018, the date which the report was available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT NO. TWELVE
OF ST. LANDRY PARISH
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
Revenues:				
Property tax	\$ 165,000	\$ 174,278	\$ 174,041	\$ (237)
State revenue sharing	4,800	4,504	4,676	172
Interest	865	944	940	(4)
Miscellaneous	3,000	3,285	3,286	1
Total revenues	<u>173,665</u>	<u>183,011</u>	<u>182,943</u>	<u>(68)</u>
Expenditures:				
Current:				
Salaries	53,000	36,792	33,822	2,970
Payroll tax	4,650	3,628	3,689	(61)
Health insurance	6,300	2,997	2,997	-
Insurance	15,600	14,945	15,867	(922)
Fuel & oil	14,000	8,763	9,561	(798)
Repairs & maintenance	30,000	33,315	27,644	5,671
Materials & supplies	6,000	4,859	6,320	(1,461)
Travel	3,900	3,964	3,918	46
Board per diem	9,000	9,750	9,300	450
Office expense	1,360	816	768	48
Professional fees	11,800	12,339	12,812	(473)
Miscellaneous	1,600	3,300	2,400	900
Spraying expense	16,455	16,662	16,662	-
Equipment lease	-	125,000	125,000	-
Capital Outlay	-	-	-	-
Total expenditures	<u>173,665</u>	<u>277,130</u>	<u>270,760</u>	<u>6,370</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ (94,119)</u>	<u>(87,817)</u>	<u>\$ 6,302</u>
Fund balance, beginning			<u>369,113</u>	
Fund balance, ending			<u>\$ 281,296</u>	

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT
NO. TWELVE OF ST. LANDRY PARISH

Notes to Budgetary Comparison Schedule

1. Basis of Accounting

The budget is adopted on a basis consistent with generally accepted accounting principles (GAAP).

2. Budgetary Practices

The District prepares and adopts a budget in accordance with LSA-R.S. 39:1301 et seq. The annual budget for the General Fund is prepared in accordance with the basis of accounting used by that fund.

Neither encumbrance accounting nor formal integration of the budget into the accounting record is employed as a management control device. However, periodic comparisons of budget and actual amounts are performed.

SUPPLEMENTARY INFORMATION

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT NO. TWELVE
OF ST. LANDRY PARISH
SCHEDULE OF COMPENSATION, BENEFITS AND OTHER
PAYMENTS TO AGENCY HEAD
FOR THE YEAR ENDED DECEMBER 31, 2017

Agency Head Name: Michael John Bourgeois, President
Service Period: 12 Months

<u>Purpose</u>	<u>Amount</u>
Board per diem	\$ 9,300
Expenses and mileage	3,918
Total	<u>\$ 13,218</u>

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT
NO. TWELVE OF ST. LANDRY PARISH
SCHEDULE OF CURRENT YEAR FINDINGS AND CORRECTIVE ACTION PLAN
YEAR ENDED DECEMBER 31, 2017

Current Findings:

Finding 2017-001 Issuance of Debt

- Condition: The Constitution provides that “No bonds or other obligations shall be issued or sold by the state, directly or through any state board, agency or commission, or by any political subdivision of the state, unless written approval of the bond commission is obtained.”
- Criteria: The District is required to get approval from the Louisiana State Bonding Commission prior to incurring debt that extends beyond a ninety day period.
- Cause: The policy for issuance of debt was not followed. The District entered into a noncancelable operating lease arrangement that was for a period of 36 months, for lease of equipment, without the prior approval of the Louisiana State Bonding Commission.
- Effect: The District was in violation of State law by incurring debt without the prior approval of the Louisiana State Bonding Commission.
- Recommendation: The District should follow the policy for incurring debt and request approval from the Louisiana State Bonding Commission for all future borrowings that exceed a ninety day period.
- Corrective Action Plan: The District will follow the laws as related to the issuance of debt. We were unaware of the required approval for operating leases. The lease was obtained to better manage the cash flow of the District. The District will seek approval from the Louisiana State Bonding Commission prior to obtaining any future leasing arrangements.

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT
NO. TWELVE OF ST. LANDRY PARISH
SCHEDULE OF PRIOR YEAR FINDINGS AND CORRECTIVE ACTION PLAN
YEAR ENDED DECEMBER 31, 2017

There are no prior year findings.

BAYOU PLAQUEMINE GRAVITY DRAINAGE DISTRICT
NO. TWELVE OF ST. LANDRY PARISH
CORRECTIVE ACTION PLAN
YEAR ENDED DECEMBER 31, 2017

Finding 2017-001 Issuance of Debt

Condition: The Constitution provides that "No bonds or other obligations shall be issued or sold by the state, directly or through any state board, agency or commission, or by any political subdivision of the state, unless written approval of the bond commission is obtained."

Corrective Action Plan: The District will follow the laws as related to the issuance of debt. We were unaware of the required approval for operating leases. The lease was obtained to better manage the cash flow of the District. The District will seek approval from the Louisiana State Bonding Commission prior to obtaining any future leasing arrangements.

