

**SUB-DRAINAGE DISTRICT NO. 3 OF GRAVITY DRAINAGE  
DISTRICT NO. 5 OF THE PARISH OF ST. TAMMANY,  
STATE OF LOUISIANA**

**Financial Statements with Supplementary Information**

**December 31, 2025**

**(With Independent Accountant's Compilation Report Thereon)**

**SUB-DRAINAGE DISTRICT NO. 3 OF GRAVITY DRAINAGE DISTRICT NO. 5  
OF THE PARISH OF ST. TAMMANY, STATE OF LOUISIANA**

**Table of Contents**

	<u>Page</u>
<b>Independent Accountant’s Compilation Report</b>	<b>1 - 2</b>
<b>Basic Financial Statements:</b>	
<b>Government-Wide Financial Statements:</b>	
<b>Statement of Net Position</b>	<b>3</b>
<b>Statement of Activities</b>	<b>4</b>
<b>Fund Financial Statements:</b>	
<b>Balance Sheet – Governmental Funds</b>	<b>5</b>
<b>Statement of Revenues, Expenditures, and Changes in Fund             Balances – Governmental Funds</b>	<b>6</b>
<b>Reconciliation of the Statement of Revenues, Expenditures, and             Changes in Fund Balances of Governmental Funds to the             Statement of Activities</b>	<b>7</b>
<b>Required Supplementary Information:</b>	
<b>Statement of Revenues, Expenditures, and Changes in Fund         Balance – Budget and Actual – General Fund</b>	<b>8</b>
<b>Other Supplementary Information:</b>	
<b>Schedule of Compensation, Benefits, and Other Payments to Agency Head</b>	<b>9</b>
<b>Schedule of Compensation Paid to Board Members</b>	<b>10</b>
<b>Schedule of Findings and Management Corrective Action Plan</b>	<b>11</b>
<b>Status of Prior Year Findings</b>	<b>12</b>



**GRIFFIN &  
FURMAN** LLC  
CERTIFIED PUBLIC ACCOUNTANTS

American Institute of Certified Public Accountants  
Society of Louisiana CPAs

Stephen M. Griffin, CPA  
Robert J. Furman, CPA

Howard P. Vollenweider, CPA  
Jessica S. Benjamin  
Racheal D. Alvey  
Michael J. Caparotta, CPA

Angela M. Warden

Michael R. Choate, CPA  
Kent A. Berger, CPA

**Independent Accountant's Compilation Report**

**Board of Commissioners**

**Sub-Drainage District No. 3 of Gravity Drainage District No. 5  
of the Parish of St. Tammany, State of Louisiana  
Covington, Louisiana**

Management is responsible for the accompanying basic financial statements of the governmental activities and each major fund of Sub-Drainage District No. 3 of Gravity Drainage District No. 5 of the Parish of St. Tammany, State of Louisiana (the District), as of and for the year ended December 31, 2025, 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.

**Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that budgetary comparison information on page 8 be presented to supplement the basic financial statements. Such information is presented for purposes of additional analysis and, 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 for placing the basic financial statements in an appropriate operational, economic, or historical context. Such information is the representation of management. The required supplementary 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.

**Covington**

205 E. Lockwood St.  
Covington, LA 70433  
Phone (985) 727-9924  
Fax (985) 727-9975

**Baton Rouge**

2915 S. Sherwood Forest Blvd.,  
Suite B  
Baton Rouge, LA 70816  
Phone (225) 292-7434  
Fax (225) 293-3651

**West Monroe**

4900 Cypress St. #15  
West Monroe, LA 71291  
Phone (318) 397-2472

**New Orleans**

525 St Charles Ave,  
New Orleans, LA 70130  
Phone (504) 299-3434

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 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 an appropriate operational, economic, or historical context.

*Other Supplementary Information*

The accompanying schedule of compensation, benefits, and other payments to agency head on page 9 and schedule of compensation paid to board members on page 10 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the representation of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any form of assurance on such information.

*Other Matters*

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

*Griffin & Furman, LLC*

January 20, 2026

Covington, Louisiana

**SUB-DRAINAGE DISTRICT NO. 3 OF GRAVITY DRAINAGE DISTRICT NO. 5  
OF THE PARISH OF ST. TAMMANY, STATE OF LOUISIANA**

**Statement of Net Position**

**December 31, 2025**

**(See Independent Accountant's Compilation Report)**

<u>Assets</u>		
Cash and cash equivalents	\$ 113,934	
Prepaid insurance	3,345	
Capital assets	<u>155,647</u>	
		\$ <u>272,926</u>
<u>Net Position</u>		
<b>Net Position:</b>		
Net investment in capital assets	\$ 155,647	
Unrestricted	<u>117,279</u>	
<b>Total net position</b>		\$ <u>272,926</u>

-

**SUB-DRAINAGE DISTRICT NO. 3 OF GRAVITY DRAINAGE DISTRICT NO. 5  
OF THE PARISH OF ST. TAMMANY, STATE OF LOUISIANA**

**Statement of Activities**

**For the Year Ended December 31, 2025**

**(See Independent Accountant's Compilation Report)**

**Expenses:**

Accounting and audit	\$ (3,400)
Assessor's office parcel fee	(301)
Bank charges	(675)
Sheriff's collection fee	(4,685)
Depreciation	(21,339)
Insurance	(3,345)
Repairs and maintenance	(8,296)
Management fee	<u>(2,500)</u>

**Total expenses** (44,541)

**General revenues:**

Parcel fees	<u>62,400</u>
-------------	---------------

**Total general revenues** 62,400

**General revenues:**

Ad valorem interest collected	80
Interest income	<u>3,672</u>

**Total general revenues** 3,752

**Change in net position** 21,611

**Net position - beginning of year** 251,315

**Net position - end of year** \$ 272,926

**SUB-DRAINAGE DISTRICT NO. 3 OF GRAVITY DRAINAGE DISTRICT NO. 5  
OF THE PARISH OF ST. TAMMANY, STATE OF LOUISIANA**

**Governmental Funds**

**Balance Sheet**

**December 31, 2025**

(See Independent Accountant's Compilation Report)

Assets

	<u>General</u>	<u>Capital Projects</u>	<u>Total Governmental Funds</u>
<b>Current assets:</b>			
Cash and cash equivalents	\$ 13,055	100,879	113,934
Prepaid insurance	<u>3,345</u>	<u>-</u>	<u>3,345</u>
	<u>\$ 16,400</u>	<u>100,879</u>	<u>117,279</u>

Fund Balances

Committed to capital projects	\$ 13,055	100,879	113,934
Nonspendable	<u>3,345</u>	<u>-</u>	<u>3,345</u>
<b>Total fund balances</b>	<u>\$ 16,400</u>	<u>100,879</u>	117,279

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	<u>155,647</u>
Net position of governmental activities	<u>\$ 272,926</u>

**SUB-DRAINAGE DISTRICT NO. 3 OF GRAVITY DRAINAGE DISTRICT NO. 5  
OF THE PARISH OF ST. TAMMANY, STATE OF LOUISIANA**

**Governmental Funds**

**Statement of Revenues, Expenditures, and Changes in Fund Balances**

**For the Year Ended December 31, 2025**

(See Independent Accountant's Compilation Report)

	<u>General</u>	<u>Capital Projects</u>	<u>Total Governmenta Funds</u>
<b>Revenues:</b>			
Parcel fees	\$ -	62,400	62,400
Interest income	80	3,672	3,752
	80	66,072	66,152
<b>Total revenues</b>	<b>80</b>	<b>66,072</b>	<b>66,152</b>
<b>Expenditures:</b>			
<b>General:</b>			
Administrative expense	6,169	652	6,821
Accounting and audit	3,400	-	3,400
Sheriff's collection fee	-	4,685	4,685
Repairs and maintenance	-	8,296	8,296
Capital outlay	-	24,902	24,902
	9,569	38,535	48,104
<b>Total expenditures</b>	<b>9,569</b>	<b>38,535</b>	<b>48,104</b>
<b>Other financing sources (uses):</b>			
Transfers (to) / from other funds	18,295	(18,295)	-
	18,295	(18,295)	-
<b>Total other financing sources (uses)</b>	<b>18,295</b>	<b>(18,295)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>8,806</b>	<b>9,242</b>	<b>18,048</b>
<b>Fund balances, beginning of period</b>	<b>7,594</b>	<b>91,637</b>	<b>99,231</b>
<b>Fund balances, end of period</b>	<b>\$ 16,400</b>	<b>100,879</b>	<b>117,279</b>

**SUB-DRAINAGE DISTRICT NO. 3 OF GRAVITY DRAINAGE DISTRICT NO. 5  
OF THE PARISH OF ST. TAMMANY, STATE OF LOUISIANA**

**Governmental Funds**

**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, 2025**

**(See Independent Accountant's Compilation Report)**

<b>Net change in fund balances - total governmental funds</b>	<b>\$</b>	<b>18,048</b>
 <b>Amounts reported for governmental activities in the Statement of Activities are different because:</b>		
 <b>Governmental funds report capital outlay as expenditures; however, in the Statement of Activities, the cost of those assets is capitalized and depreciated when applicable. This is the amount by which capital outlay exceeded depreciation in the current period.</b>		
		<u><b>3,563</b></u>
<b>Change in net position of governmental activities</b>	<b>\$</b>	<u><u><b>21,611</b></u></u>

**SUB-DRAINAGE DISTRICT NO. 3 OF GRAVITY DRAINAGE DISTRICT NO. 5  
OF THE PARISH OF ST. TAMMANY, STATE OF LOUISIANA**

**Governmental Funds  
Statement of Revenues, Expenditures, and Changes in  
Fund Balance - Budget and Actual - General Fund**

**For the Year Ended December 31, 2025**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues:</b>				
Parcel fees	\$		-	-
Interest income	80	80	80	-
	<u>80</u>	<u>80</u>	<u>80</u>	<u>-</u>
<b>Total revenues</b>	<u>80</u>	<u>80</u>	<u>80</u>	<u>-</u>
<b>Expenditures:</b>				
<b>General:</b>				
Administrative expense	6,115	6,115	6,169	(54)
Accounting and audit	3,700	3,700	3,400	300
	<u>9,815</u>	<u>9,815</u>	<u>9,569</u>	<u>246</u>
<b>Total expenditures</b>	<u>9,815</u>	<u>9,815</u>	<u>9,569</u>	<u>246</u>
<b>Other financing sources (uses):</b>				
Transfers (to) / from other funds	9,735	9,735	18,295	8,560
	<u>9,735</u>	<u>9,735</u>	<u>18,295</u>	<u>8,560</u>
<b>Total other financing sources (uses)</b>	<u>9,735</u>	<u>9,735</u>	<u>18,295</u>	<u>8,560</u>
<b>Net change in fund balances</b>	-	-	8,806	8,314
<b>Fund balances, beginning of period</b>	<u>7,594</u>	<u>7,594</u>	<u>7,594</u>	<u>-</u>
<b>Fund balances, end of period</b>	\$ <u><u>7,594</u></u>	<u><u>7,594</u></u>	<u><u>16,400</u></u>	<u><u>8,314</u></u>

**SUB-DRAINAGE DISTRICT NO. 3 OF GRAVITY DRAINAGE DISTRICT NO. 5  
OF THE PARISH OF ST. TAMMANY, STATE OF LOUISIANA**

**Schedule of Compensation, Benefits, and Other Payments to Agency Head**

**For the Year Ended December 31, 2025**

**Peter Persson, Chairman of the District, received no compensation, benefits, or other payments of any kind during the year ended December 31, 2025.**

**SUB-DRAINAGE DISTRICT NO. 3 OF GRAVITY DRAINAGE DISTRICT NO. 5  
OF THE PARISH OF ST. TAMMANY, STATE OF LOUISIANA**

**Schedule of Compensation Paid to Board Members**

**For the Year Ended December 31, 2025**

<b>Bill Boren</b>	<b>\$</b>	<b>-</b>
<b>Clayton Boyce</b>		<b>-</b>
<b>Wayne Kempff</b>		<b>-</b>
<b>Peter Persson</b>		<b>-</b>
<b>Charles Bob Skillern</b>		<b>-</b>
	<b>Total</b>	<b>\$</b>
		<b>-</b>

**SUB-DRAINAGE DISTRICT NO. 3 OF GRAVITY DRAINAGE DISTRICT NO. 5  
OF THE PARISH OF ST. TAMMANY, STATE OF LOUISIANA**

**Schedule of Findings and Management Corrective Action Plan**

**For the Year Ended December 31, 2025**

**There were no findings for the year ended December 31, 2025.**

**SUB-DRAINAGE DISTRICT NO. 3 OF GRAVITY DRAINAGE DISTRICT NO. 5  
OF THE PARISH OF ST. TAMMANY, STATE OF LOUISIANA**

**Status of Prior Year Findings**

**For the Year Ended December 31, 2025**

**Not applicable.**