Basic Financial Statements
And Independent Accountants' Review Report

Consolidated Gravity Drainage District No. 1
Jennings, Louisiana

December 31, 2025

TABLE OF CONTENTS

Langley, Williams & Company, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

NICHOLAS J. LANGLEY
PHILLIP D. ABSHIRE, III
SARAH CLARK WERNER
ALEXIS HABETZ O'NEAL
JESSICA LOTT-HANSEN

LESTER LANGLEY, JR. - RETIRED
DANNY L. WILLIAMS - RETIRED
PHILLIP D. ABSHIRE, JR. - RETIRED
DAPHNE BORDELON BERKEN - DECEASED

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Commissioners
Consolidated Gravity Drainage District No. 1
Jennings, Louisiana

We have reviewed the accompanying financial statements of the governmental activities and the major fund of the Consolidated Gravity Drainage District No. 1 of Jennings, Louisiana ("the District"), a component unit of Jefferson Davis Police Jury, as of and for the year ended December 31, 2025, 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 the 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.

Accountants' Responsibility

Our responsibility is to conduct the review engagement in accordance with the 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 Consolidated Gravity Drainage District No. 1, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountants' 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

Accounting principles generally accepted in the United States of America requires that the budgetary comparison information on page 24 be presented to supplement the basic financial statements. Such 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 for placing the basic financial statements in an appropriate operational, economic, or historical context. Such information is the responsibility of management. We have reviewed the information and, based on our review, we are not aware of any material modifications that should be made to the

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information in order for it to be in accordance with accounting principles generally accepted in the United States of America. We have not audited the information and, accordingly, do not express an opinion on such information.

The District has omitted Management's Discussion and Analysis that accounting principles generally accepted in the United States of America 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 financial reporting for placing the basic financial statements in an appropriate, operational, economical, or historical context. Our conclusion on the basic financial statements is not affected by this missing information.

Supplementary Information

The accompanying schedule of compensation, benefits, and other payments to the 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. We have reviewed the information and, based on our review, we are not aware of any material modifications that should be made to the information in order for it to be in accordance with accounting principles generally accepted in the United States of America. We have not audited the supplementary information and, accordingly, do not express an opinion on such information.

Langley, Williams + Co, L.L.C.

Lake Charles, Louisiana
June 30, 2026

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL

STATEMENTS(GWFS)

CONSOLIDATED GRAVITY DRAINAGE DISTRICT NO. 1
Jennings, Louisiana

STATEMENT OF NET POSITION

December 31, 2025

		Governmental Activities
Assets		
Cash and cash equivalents	$	839,015
Ad valorem tax receivable, net		188,370
State revenue sharing receivable		4,001
Intergovernmental receivable-FEMA		132,966
Total Assets		1,164,352
Net Position		
Restricted-grant		132,966
Unrestricted		1,031,386
Total Net Position	$	1,164,352

The accompanying notes are an integral part of the basic financial statements.

CONSOLIDATED GRAVITY DRAINAGE DISTRICT NO. 1
Jennings, Louisiana

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2025

Activities	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Position
Governmental activities:				
General government	$ 150,770	$ -	$ 48,821	$ (101,949)
Total Governmental Activities	$ 150,770	$ -	$ 48,821	(101,949)

General revenues:	
Ad valorem taxes	189,789
Interest	22,820
State revenue sharing	4,136
Total general revenues	216,745
Change in net position	114,796
Net position at beginning of year	1,049,556
Net position end of year	$ 1,164,352

The accompanying notes are an integral part of the basic financial statements.

FUND FINANCIAL STATEMENTS

CONSOLIDATED GRAVITY DRAINAGE DISTRICT NO. 1
Jennings, Louisiana

BALANCE SHEET- GOVERNMENTAL FUND

December 31, 2025

	GENERAL FUND
Assets	
Cash and cash equivalents	$ 839,015
Ad valorem tax receivable, net	188,370
State revenue sharing receivable	4,001
Total Assets	$ 1,031,386
Fund Balance	
Fund balance:	
Unassigned	1,031,386
Total Liabilities and Fund Balance	$ 1,031,386

The accompanying notes are an integral part of the basic financial statements.

CONSOLIDATED GRAVITY DRAINAGE DISTRICT NO. 1
Jennings, Louisiana

RECONCILIATION OF BALANCE SHEET- GOVERNMENTAL FUND TO THE STATEMENT OF NET POSITION

For the Year Ended December 31, 2025

Total fund balance for governmental fund at December 31, 2025	$	1,031,386
Total net position reported for governmental activities in the Statement of Net Position difference.		
Certain long-term assets are not reported in the fund financial statements because they are not available to pay current-period expenditures, but they are reported as assets in the statement of net position.		
Intergovernmental receivable - FEMA		132,966
Total net position of governmental activities at December 31, 2025	$	1,164,352

The accompanying notes are an integral part of the basic financial statements.

CONSOLIDATED GRAVITY DRAINAGE DISTRICT NO. 1
Jennings, Louisiana

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
GOVERNMENTAL FUND

For the Year Ended December 31, 2025

		General Fund
Revenues		
Ad valorem taxes	$	189,789
State revenue sharing		4,136
Interest income		22,820
Intergovernmental revenue - FEMA		141,818
Total revenues		358,563
Expenditures		
Board and administrative compensation		10,200
Tax collection fees		5,708
Professional services		20,469
Levees, ditches, and road maintenance		111,292
Other expenditures		3,101
Total expenditures		150,770
Net change in fund balance		207,793
Fund balance at beginning of year		823,593
Fund balance ending of year	$	1,031,386

The accompanying notes are an integral part of the basic financial statements.

CONSOLIDATED GRAVITY DRAINAGE DISTRICT NO. 1
Jennings, Louisiana

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE- GOVERNMENTAL FUND TO THE STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2025

Total net changes in fund balance at December 31, 2025 per Statement of Revenues, Expenditures and Changes in Fund Balance	$	207,793
Intergovernmental revenue - FEMA recognized in governmental funds in the current year that was recognized in the government-wide statements in the prior year		(141,818)
Intergovernmental revenue - FEMA earned in the current year under the accrual basis but unavailable for recognition in the governmental funds until the subsequent year		48,821
Total changes in net position at December 31, 2025 per Statement of Activities	$	114,796

The accompanying notes are an integral part of the basic financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

As provided by Louisiana Revised Statute 38:1607, Consolidate Gravity Drainage District No. 1 (the "District") is governed by five commissioners. These five commissioners are referred to as the Board of Commissioners and are appointed by the Jefferson Davis Parish Police Jury (the "Police Jury"). The District was created under the authority of Louisiana Revised Statutes 38:1601-1707 and was established for the purpose of draining and reclaiming the undrained or partially drained marsh, swamp, and overflowed lands in the District that must be levied and pumped in order to be drained and reclaimed.

Reporting Entity

As the governing authority of the parish, for reporting purposes, the Jefferson Davis Parish Police Jury is the financial reporting entity for Jefferson Davis 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 the 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 Jefferson Davis Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. This criteria 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.

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 financial statements would be misleading if data of the organization were not included because of the nature or significance of the relationship, the District was determined to be a component unit of the Jefferson Davis 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 general government services provided by that government unit, or the other governmental units that comprise the financial reporting entity.

The District's basic financial statements include both government-wide and fund financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

Basis of Presentation

The financial statements of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Government-Wide Financial Statements

The District’s Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental Activities for the District.

These statements are presented on an “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all of the District’s assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the District are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions.

Governmental Fund Financial Statements

The District uses funds to maintain its financial records during the year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain District’s functions and activities. A fund is defined as a separate fiscal and accounting entity with a self-balancing set of accounts. The District reports only one fund, the general fund, which accounts for all financial resources of the District.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

Basis of Accounting/Measurement Focus

The amounts reflected in the governmental fund financial statements are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach is then reconciled, through adjustment, to a government-wide view of the District's operations.

The amounts reflected in the governmental fund financial statements, use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The District considers all revenues available if they are collected within 60 days after the fiscal year end. Expenditures are recorded when the related fund liability is incurred, except for interest and principal payments on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

The government-wide financial statements are accounted for using an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position and financial position. All assets and liabilities (whether current or noncurrent) associated with their activities are reported.

The government-wide financial statements 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. The governmental funds use the following practices in recording revenues and expenditures:

Revenues

Ad valorem taxes and related state revenue sharing are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed on a calendar-year basis, become due on November 15 of each year, and become delinquent by December 31. The taxes are normally collected in December, January, and February of the fiscal year. Interest income on deposits is recorded when interest is earned. Substantially all other revenues are recorded when received.

FEMA revenues are recognized as intergovernmental revenue when all eligibility requirements have been met. Receivables for allowable costs incurred but not yet reimbursed are recorded as Intergovernmental receivable-FEMA. Because these resources are restricted for disaster recovery, related receivables and net position are reported as restricted.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

Basis of Accounting/Measurement Focus – (Continued)

Expenditures

The District's primary expenditure includes board and administrative compensation, levee, ditches, and road maintenance expenses, which are recorded when the liability is incurred. Capital expenditures and purchases of various operating supplies are regarded as expenditures at the time purchased.

The General Fund is the District's operating fund. It accounts for all financial resources of the District.

Cash, Cash Equivalents and Investments

For financial statement purposes, the District's cash and cash equivalents are considered cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Louisiana state statutes, as stipulated in R.S. 33:2955, authorize the District to invest in United States bonds, treasury notes, or certificates of deposit of state banks organized under the laws of Louisiana and national banks having the principal office in the State of Louisiana. The state statutes also authorize the District to invest in any other federally insured investment, or in mutual or trust fund institutions, which are registered with the Securities and Exchange Commission under the Security Act of 1933 and the Investment Act of 1940, and which have underlying investments consisting solely of and limited to securities of the United States government or its agencies.

Ad Valorem Tax Receivable

Ad valorem tax receivable totaled $188,370 as of December 31, 2025. Uncollectible amounts due for ad valorem taxes are recognized as uncollectible using the allowance method. The allowance for doubtful accounts at December 31, 2025 was $35,560.

Equity Classification

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

- Restricted net position – Consists of assets with constraints placed on the use by either (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

- Unrestricted net position – All other assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt".

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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

Fund Balance Classification

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.

- Restricted: This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

- Committed: This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the District. These amounts cannot be used for any other purpose unless the District removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

- Assigned: This classification includes amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed.

- Unassigned: includes amounts that have not been assigned to other funds or restricted, committed or assigned to a specific purpose within the General Fund.

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 amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the District board has provided otherwise in its commitment or assignment actions.

Estimates

The preparation of financial statements in conformity with GAAP 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, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

Budget Practices

The District uses the following mandated requirements for budget practices:

a. The proposed budget is prepared and submitted to the Board for the fiscal year no later than fifteen days prior to the beginning of each fiscal year.

b. The proposed budget is made available for public inspection.

c. The budget is legally adopted prior to the commencement of the fiscal year for which the budget is being adopted.

d. All budgetary appropriations lapse at the end of each fiscal year.

e. The budget is adopted on a basis consistent with GAAP. Budgeted amounts are as originally adopted or as finally amended by the Board.

Recently Adopted Accounting Pronouncement

In December 2023, GASB approved Statement 102, "*Certain Risk Disclosures*". The objective of this Statement is to provide users of governmental financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. The requirement of this statement is effective for fiscal years beginning after June 15, 2024, and all reporting periods thereafter. The effect of implementation of the statement had no impact on the District's financial statement.

Recently Issued Accounting Pronouncement

The Governmental Accounting Standards Boards (GASB) has issued the following pronouncements:

GASB Statement No. 103, "*Financial Reporting Model Improvements*". The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This standard is effective for fiscal years beginning after June 15, 2025. The effect of implementation of the District's financial statements has not yet been determined.

GASB Statement 104, "*Disclosure of Certain Capital Assets*". The objective of this Statement is to provide users of governmental financial statements with essential information about certain types of capital assets in order to make informed decisions and assess accountability. This standard is effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter. The effect of implementation on the District's financial statements has not yet been determined.

GASB Statement 105, "*Subsequent Events Disclosures*". The objective of this Statement is to clarify the types of subsequent events, when note disclosures are required, and the information that should be included in those note disclosures. The standard is effective for fiscal years beginning after June 15, 2026, with earlier application encouraged. The effect if implementation of the District's financial statements has not yet been determined.

2. CASH AND CASH EQUIVALENTS AND CERTIFICATES OF DEPOSIT

At December 31, 2025, the District has cash and cash equivalents (book balances) as follows:

Demand deposits	$ 839,015
	839,015

The District does not have a policy for custodial credit risk, however, under state laws, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledge securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank (GASB Category 3) in a holding or custodial bank that is mutually acceptable to both parties. At December 31, 2025, all bank deposits were properly secured.

3. AD VALOREM TAXES

GAAP for government prescribe a modified accrual basis to be applied to property tax revenues. An assessment is made to finance the budget of a particular period and the revenue produced from any property tax assessment should be recognized in the fiscal period for which it was provided (budgeted) and for which the collections are reasonably available.

Expected collections and collections of the 2025 levy are accrued as receivable and as revenue in the current year (2025). For budget purposes, property taxes collected in 2025 are designated as revenue appropriable in the 2025 budget year.

For the year ended December 31, 2025, taxes of 7.62 mills were levied on property with assessed valuations totaling approximately $1,151,522. Total taxes levied for the year ended December 31, 2025 were $189,789.

Property tax millage rates are adopted in June for the calendar year in which the taxes are levied and recorded. All taxes are due and collectible when the assessment rolls are filed on or before November 15th of the current year, and become delinquent after December 31. Property taxes not paid by the end of February are subject to lien.

The parish bills and collects its property taxes using the assessed values determined by the Jefferson Davis Parish Tax Assessor.

4. COMPENSATION PAID TO BOARD COMMISSIONERS

Compensation paid to board of commissioners for the year ended December 31, 2025 were as follows:

Brent Buller	$	900
Joseph R Ezell		1,800
Alan Hebert		1,500
Gareth Hill		1,950
Joseph L Tupper Jr		1,800
D. Keith Wall		2,400
	$	10,350

5. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. The District maintains commercial insurance coverage covering each of these risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the District. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

6. HURRICANE DAMAGE

The District was significantly impacted by Hurricanes Laura (August 2020) and Delta (October 2020), which caused extensive drainage damage. As of December 31, 2025, there are no remaining costs to complete repair and cleanup activities.

For the year ended December 31, 2025, the District incurred $20,656 in levee, ditch, and road maintenance expenses that were reimbursable under the Federal Emergency Management Agency (FEMA) program. The District received funds of $141,818 from FEMA during the year ended December 31, 2025. An additional $48,821 was approved by FEMA and is to be paid in the subsequent year. As of December 31, 2025 that District recorded an intergovernmental receivable of $132,966.

REQUIRED SUPPLEMENTARY INFORMATION

CONSOLIDATED GRAVITY DRAINAGE DISTRICT NO. 1
Jennings, Louisiana

STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE- BUDGET (GAAP BASIS) AND ACTUAL
GOVERNMENTAL FUND- GENERAL FUND

For the Year Ended December 31, 2025

	GENERAL FUND			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues				
Ad valorem taxes	$ 186,700	$ 186,700	$ 189,789	$ 3,089
State revenue sharing	3,800	3,800	4,136	336
Interest income	20,000	20,000	22,820	2,820
Intergovernmental revenue - FEMA	-	-	141,818	141,818
Total revenues	210,500	210,500	358,563	148,063
Expenditures				
Board and administrative compensation	16,000	16,000	15,908	92
Professional services	13,000	13,000	20,469	(7,469)
Levees, ditches, & road maintenance	325,000	325,000	111,292	213,708
Other expenditures	7,800	7,800	3,101	4,699
Total expenditures	361,800	361,800	150,770	211,030
Net change in fund balance	(151,300)	(151,300)	207,793	359,093
Fund balance at beginning of year	937,000	937,000	823,593	-
Fund balance, end of year	$ 785,700	$ 785,700	$ 1,031,386	$ 359,093

The accompanying notes are an integral part of the basic financial statements.

SUPPLEMENTARY INFORMATION

CONSOLIDATED GRAVITY DRAINAGE DISTRICT NO. 1
Jennings, Louisiana

SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS TO AGENCY HEAD

December 31, 2025

Agency Head Name / Title: Joseph Tupper, Chairman

Purpose:	Amount Paid
Per diem	$ 1,800
	$ 1,800

The accompanying notes are an integral part of the basic financial statements.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2025

SECTION I – Current Year Findings and Management Corrective Action Plan

Compliance

There were no findings for the current year.

SECTION II – Prior Year Findings and Management Corrective Action Plan

Compliance

Finding 01-2024 (C) – Budget Amendment

Finding: The Louisiana Local Government Budget Act (Louisiana R.S. 39:1301–1315) requires political subdivisions to amend their budgets when it becomes evident that total actual expenditures for a fund are expected to exceed budgeted expenditures by 5% or more, or actual receipts for a fund are expected to fall short of budgeted revenues by 5% or more, and fund balance will be used to cover the shortfall.

Criteria: During the fiscal year, the District's actual expenditures exceeded the amounts originally budgeted by more than 5%. The budget was not amended to reflect the changes as required by the Local Government Budget Act.

Effect: Failure to amend the budget as required results in noncompliance with the Local Government Budget Act and reduces transparency in the financial management process.

Cause: Management did not monitor the budget closely enough during the year to identify when a budget amendment was required under *R.S. 39:1310*.

Recommendation: We recommend management regularly monitor actual revenues and expenditures against the adopted budget and prepare amendments when variances meet or exceed the thresholds in *R.S. 39:1310*.

Management's response: The budget variance was the result of additional FEMA Public Assistance grant activity that was not anticipated at the time the original budget was adopted. While the expenditures were allowable and required under the grant agreement, management acknowledges that the Local Government Budget Act requires a budget amendment when actual expenditures are expected to exceed budgeted amounts by more than 5 percent. Going forward, management will monitor budget-to-actual results on a periodic basis and present amendments to the board.

Compliance – Finding 02-2024 (C) – Late Report Submission

Finding: Louisiana Revised Statute 24:513 requires local auditees to submit annual financial statements to the Louisiana Legislative Auditor within six months after the close of the fiscal year. Timely submission is necessary to comply with state law and to provide financial information to oversight bodies.

Criteria: The District's financial report for the year ended December 31, 2024, was due to the LLA by June 30, 2025, however, after a non-emergency extension was granted by the LLA the due date was extended to September 30, 2025. The report was submitted on September 30, 2025.

Effect: Failure to submit the report timely results in noncompliance with Louisiana law.

Cause: The late submission was due to this being the first time a audit has been required for the district, as they have previously always filed compilations and reviews in the past, which has required additional time to perform necessary documentation and procedures. The District's bookkeeper was also on maternity leave which also caused delays in providing the necessary information to the auditors. The impact of this did not allow the auditors enough time to conduct the audit in a sufficient and timely manner.

Recommendation: The District should implement procedures to ensure that financial reports are completed and submitted within the timeframe required by state law.

Management's response: Management agrees with the finding and will take corrective action to ensure timely submission of future reports.

Finding 03-2024 (C) – Written Policy and Procedures

Finding: During our December 31, 2024 audit, we noted that there were no formally documented written policies and procedures.

Criteria: Per *2 CFR § 200.303* and related provisions in *2 CFR Part 200*, non-Federal entities must establish and maintain effective internal control over Federal awards, including written policies and procedures for key compliance areas (e.g., allowable costs, cash management, procurement, subrecipient monitoring) to ensure compliance with Federal statutes, regulations, and award terms.

Effect: Without written policies and procedures for administering Federal awards, the entity increases the risk of inconsistent application of compliance requirements, potential noncompliance with *2 CFR Part 200* and award terms, and loss of institutional knowledge in the event of staff turnover.

Cause: The District has not developed written policies and procedures for administering Federal awards. Management has relied on existing practices and hired a consultant without formal documentation, and no written policies have been established to meet the requirements of *2 CFR Part 200*.

Recommendation: The District should develop and implement formal written policies and procedures.

Management's response: Management agrees with the recommendation and will develop written policies and procedures.

Langley, Williams & Company, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

NICHOLAS J. LANGLEY
PHILLIP D. ABSHIRE, III
SARAH CLARK WERNER
ALEXIS HABETZ O'NEAL
JESSICA LOTT-HANSEN

LESTER LANGLEY, JR. - RETIRED
DANNY L. WILLIAMS - RETIRED
PHILLIP D. ABSHIRE, JR. - RETIRED
DAPHNE BORDELON BERKEN - DECEASED

Independent Accountants' Report
on Applying Agreed-Upon Procedures

To Consolidated Gravity Drainage District No. 1 ("District"), a component unit of Jefferson Davis Police Jury and the Louisiana Legislative Auditor:

We have performed the procedures enumerated below on the District's compliance with certain laws and regulations contained in the accompanying Louisiana Attestation Questionnaire during the fiscal year ended December 31, 2025, 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 December 31, 2025. 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 $60,000, 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.

Per management, there were no expenditures over the thresholds noted above.

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 R.S. 42:1101-1124 (the ethics law).

Management provided us with the requested information.

3. Obtain a list of all employees paid during the fiscal year.

The District does not have employees making this procedure not applicable.

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

The District does not have employees making this procedure not applicable.

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

The District does not have employees. However, management provided the requested information for the board members. None of the businesses of board members or board members' immediate families appeared as vendors on the list of disbursements.

Budgeting

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

Management provided a copy of the original budget. Management represented that there were no amendments to the budget during the year.

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.

There was a formal adoption of the budgets noted in the minutes of the District's board meetings.

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. (For agencies that must comply with the Licensing Agency Budget Act only, compare the expenditures of the final budget to actual expenditures, and report whether actual expenditures exceeded budgeted amounts by 10% or more per category or 5% or more in total).

We compared the revenues and expenditures of the final budget to actual revenues and expenditures. There were no unfavorable differences noted.

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 the 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 were 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 properly 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.

Management represented that the District board meeting agendas were posted or advertised as required by 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.

There are no payroll disbursements making this procedure not applicable.

State Audit Law

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

The District's report is due on June 30, 2026, and was submitted timely.

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).

Management represented that the District was not on the noncompliance list.

Prior-Year Comments

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

Management is continuing to resolve suggestions, exceptions, and recommendations from the prior-year report.

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.

Langley, Williams + Co, L.L.C.

Lake Charles, Louisiana

June 30, 2026

ATTACHMENTS:

SIGNED LOUISIANA ATTESTATION QUESTIONNAIRE

LOUISIANA ATTESTATION QUESTIONNAIRE
(For Attestation Engagements of Governmental Agencies)

_______________ (Date Transmitted)

Langley, Williams & Company LLC (CPA Firm Name)

106 W. Nezpique St. (CPA Firm Address)

Jennings, LA 70546 (City, State Zip)

In connection with your engagement to apply agreed-upon procedures to the control and compliance matters identified below, as of _______________ (date) 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.

____________________ Secretary ____________________ Date

____________________ Treasurer ____________________ Date

Joseph L. Tupper, Jr. President ____________________ Date

Joseph L. Tupper, Jr.