

**STATE OF LOUISIANA
NATCHITOCHEs LEVEE AND DRAINAGE DISTRICT**

Financial Statements with Supplementary Information

As of and for the Year Ended June 30, 2019

(With Independent Auditors' Report Thereon)

State of Louisiana
Natchitoches Levee and Drainage District
Annual Financial Report
June 30, 2019

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Broussard & Company
Certified Public Accountants

Board of Commissioners
Natchitoches Levee and Drainage District
Natchitoches, Louisiana

INDEPENDENT AUDITORS' REPORT

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and General Fund of Natchitoches Levee and Drainage District (the District), a component unit of the State of Louisiana, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the major fund of the Natchitoches Levee and Drainage District, as of June 30, 2019, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

INDEPENDENT AUDITORS' REPORT (CONTINUED)

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and pension and other postemployment benefits schedules 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 (GASB), 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. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the District's basic financial statements. The Supplementary Information listed in the table of contents as well as the Division of Administration Reporting Package are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Supplementary Information and the Division of Administration Reporting Package listed in the table of contents are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Supplementary Information and the Division of Administration Reporting Package are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 9, 2019, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Natchitoches Levee and Drainage District's internal control over financial reporting and compliance.

Broussard and Company

Lake Charles, Louisiana
August 9, 2019

STATE OF LOUISIANA
NATCHITOCHEs LEVEE AND DRAINAGE DISTRICT
Management's Discussion & Analysis
June 30, 2019

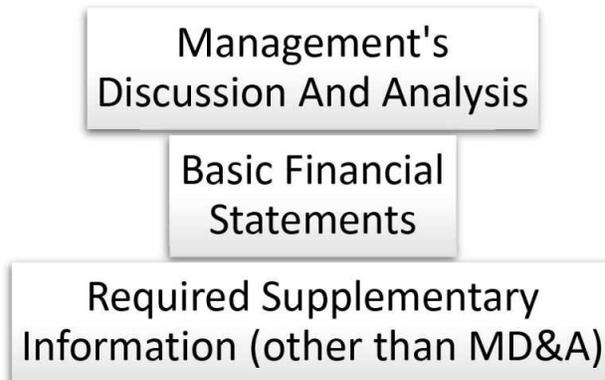
The Management's Discussion and Analysis of the Natchitoches Levee and Drainage District's (the "District") financial performance presents a narrative overview and analysis of the District's financial activities for the period from July 1, 2018 to June 30, 2019. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information. Please read this document in conjunction with the additional information contained in the District's financial statements.

Financial Highlights

- The District's assets exceeded its liabilities at the close of fiscal year 2019 by \$1,926,969. Assets consist primarily of cash and capital assets. Net position decreased by \$2,776.
- The District's revenues totaled \$908,836 for the year ended June 30, 2019. These revenues are comprised primarily of taxes, state revenue sharing, and interest income. Revenues decreased \$74,493 or 7.6% compared to the prior fiscal year.
- The District's expenditures totaled \$911,612 for the year ended June 30, 2019. These expenditures are comprised primarily of personnel, operating, professional services, and supplies. Expenditures increased \$64,077 or 7.6% compared to the prior fiscal year.

Overview of the Financial Statements

The following graphic illustrates the minimum requirements for Special Purpose Governments Engaged in Business-Type Activities established by Governmental Accounting Standards Board Statement 34, *Basic Financial Statements--and Management's Discussion and Analysis--for State and Local Governments*.



These financial statements consist of three sections – Management's Discussion and Analysis (this section), the Basic Financial Statements (including the notes to the financial statements), and Required Supplementary Information.

STATE OF LOUISIANA
 NATCHITOCHEs LEVEE AND DRAINAGE DISTRICT
 Management's Discussion & Analysis
 June 30, 2019

Basic Financial Statements

The basic financial statements present information for the District's as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Statement of Net Assets and the Statement of Activities.

The Statement of Net Position presents the assets and liabilities separately. The difference between total assets and total liabilities is net position and may provide a useful indicator of whether the financial position of the District improving or deteriorating.

The Statement of Activities presents information showing how the District's assets changed as a result of current year operations. Regardless of when cash is affected, all changes in net position are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.

Financial Analysis of the Entity

Statement of Net Position
 As of June 30

	2019	2018
Current and other assets	\$ 2,245,182	\$ 2,249,720
Other assets	15,017	14,223
Capital assets, net	1,238,190	1,275,908
Total Assets	<u>3,498,389</u>	<u>3,539,851</u>
Deferred outflows related to pensions/OPEB	<u>233,710</u>	<u>212,760</u>
Total assets & deferred outflows	<u>\$ 3,732,099</u>	<u>\$ 3,752,611</u>
Other current liabilities	29,878	105,197
Compensated absences payable	16,067	13,220
Other post-employment benefits payable	1,088,068	1,107,611
Net pension liability	<u>543,616</u>	<u>453,934</u>
Total liabilities	<u>1,677,629</u>	<u>1,679,962</u>
Deferred inflows related to pensions/OPEB	<u>127,501</u>	<u>142,904</u>
Net position:		
Invested in capital assets, net of debt	1,238,190	1,275,908
Unrestricted	<u>688,779</u>	<u>653,837</u>
Total Net Position	<u>1,926,969</u>	<u>1,929,745</u>
Total liabilities, deferred inflows, & net position	<u>\$ 3,732,099</u>	<u>\$ 3,752,611</u>

Unrestricted net position are those assets that do not have any limitations on how many the amounts may be spent.

STATE OF LOUISIANA
NATCHITOCHEs LEVEE AND DRAINAGE DISTRICT
Management's Discussion & Analysis
June 30, 2019

Statement of Activities
For the Year Ended June 30,

	2019	2018
Expenses	\$ (911,612)	\$ (847,535)
Capital Grants	-	97,086
	(\$911,612)	(\$750,449)
Operating loss		
General revenues	908,836	886,243
	\$ (2,776)	\$ 135,794
Net increase (decrease) net assets		

The District's general revenues increased by \$22,593 or 2.5%. The total cost of all programs and services increased by \$161,163 or 18.2%.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2019, the District had \$1,238,190 invested in capital assets which primarily consists of land and infrastructure, equipment and vehicles. This amount represents a net decrease of \$37,718 or 3.0% over the last year.

Debt

The District has obligations for compensated absences of \$16,067. The obligations increased from \$13,220 for an increase of \$2,847 or 21.5%.

The District has obligations for other post-employment retirement benefits of \$1,088,068. The obligations are recorded in accordance with Governmental Accounting Standards Board Statement No. 75 – *Accounting and Financial Reporting for Pensions*. See Notes to the following financial statements for further details.

The District has obligations under pensions of \$543,616. This obligation was recorded in accordance with Governmental Accounting Standards Board Statement No. 68 – *Accounting and Financial Reporting for Postemployment Benefits Other Pensions*. See Notes to the following financial statements for further details.

The District had no bonds and notes outstanding at June 30, 2019.

Variations Between Actual and Budget Amounts

Revenues were \$34,836 over budget and expenditures were \$35,945 under budget. The overage in revenues is attributable to an increase in ad valorem taxes. The underage in expenditures is attributable to the lower than anticipated operating services.

STATE OF LOUISIANA
NATCHITOCHEs LEVEE AND DRAINAGE DISTRICT
Management's Discussion & Analysis
June 30, 2019

Economic Factors and Next Year's Budget

The District's officials considered the following factors and indicators when setting next year's budget:

- Ad valorem taxes
- Interest income
- Intergovernmental revenues (state and local grants)

The management of the District does not expect any significant changes in next year's results compared to the current year.

Contacting the District's Management

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Karlton Methvin, President, Post Office Box 1036, Natchitoches, Louisiana 71458.

State of Louisiana
Natchitoches Levee and Drainage District
Statement of Net Position
June 30, 2019

ASSETS:	
Current Assets	
Cash & Cash Equivalents	\$ 2,245,182
Prepaid Expense	14,252
Total Current Assets	<u>2,259,434</u>
Noncurrent Assets	
Capital Assets (Net)	1,238,190
Other Assets	765
Total Noncurrent Assets	<u>1,238,955</u>
Deferred Outflows of Resources	
Deferred Outflows Related to Pensions	156,012
Deferred Outflows Related to OPEB Liability	77,698
Total Deferred Outflows of Resources	<u>233,710</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 3,732,099</u>
LIABILITIES AND NET POSITION:	
Current Liabilities	
Accounts Payable and Accruals	\$ <u>29,878</u>
Noncurrent Liabilities	
Compensated Absences Payable	16,067
OPEB Liability	1,088,068
Net Pension Liability	543,616
Total Noncurrent Liabilities	<u>1,647,751</u>
Total Liabilities	<u>1,677,629</u>
Deferred Inflows of Resources	
Deferred Inflows Related to Pensions	49,452
Deferred Inflows Related to OPEB Liability	78,049
Total Deferred Inflows of Resources	<u>127,501</u>
Net Position	
Invested in Capital Assets	1,238,190
Unrestricted	688,779
Total Net Position	<u>1,926,969</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	<u>\$ 3,732,099</u>

The accompanying notes are an integral part of this statement.

State of Louisiana
Natchitoches Levee and Drainage Levee District
Statement of Activities
June 30, 2019

Exhibit B
Page 8

<u>Activities</u>	<u>Expenses</u>	<u>Capital Grants and Contributions</u>	<u>Revenue and Changes in Net Assets</u>
Public Safety:			
Personnel Services	\$ 422,075	\$ -	\$ (422,075)
Travel	4,026	-	(4,026)
Operating Services	248,387	-	(248,387)
Operating Supplies	132,041	-	(132,041)
Professional Services	47,650	-	(47,650)
Depreciation	<u>57,433</u>	-	<u>(57,433)</u>
Total Public Safety	<u>\$ 911,612</u>	<u>\$ -</u>	<u>(911,612)</u>
General Revenues:			
Taxes			860,117
State Revenue Sharing			39,120
Interest Income			8,699
Miscellaneous			<u>900</u>
Total General Revenues			908,836
Change in Net Assets			(2,776)
Net Position at Beginning of Year (Restated)			<u>1,929,745</u>
Net Position at End of Year			<u>\$ 1,926,969</u>

The accompanying notes are an integral part of this statement.

State of Louisiana
Natchitoches Levee and Drainage District
Balance Sheet-Governmental Fund
June 30, 2019

ASSETS:

Cash & Cash Equivalents	\$ 2,245,182
Long-term Receivable	<u>765</u>
Total Assets	<u>\$ 2,245,947</u>

LIABILITIES AND FUND BALANCE:

Liabilities

Accounts Payable	\$ <u>29,878</u>
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Fund Balance-

Unassigned	<u>2,216,069</u>
Total Fund Balance	<u>2,216,069</u>

Total Liabilities & Fund Balance	<u>\$ 2,245,947</u>
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The accompanying notes are an integral part of this statement.

State of Louisiana
Natchitoches Levee and Drainage District
Reconciliation of the Governmental Fund
Balance Sheet to the Statement of Net Assets
For the Year Ended June 30, 2019

Total Fund Balance for Governmental Funds	\$	2,216,069
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Total Net Assets reported for Governmental Activities
in the Statement of Net Assets are different because:

Capital Assets used in Governmental Activities are not
financial resources and therefore, are not reported
in the funds. Those assets consist of:

Infrastructure	1,269,343	
Buildings and Improvements	12,290	
Vehicles and Equipment	564,812	
Less, Accumulated Depreciation	<u>(608,255)</u>	

Total Capital Assets		1,238,190
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Long-term liabilities, including compensated absences payable,
net pension liability, and the OPEB liability,
are not due and payable in the current period and therefore
are not reported in the fund liabilities.

(1,541,542)

Prepaid expenses are not reported in the fund assets.

14,252

Total Net Assets of Governmental Activities	\$	<u><u>1,926,969</u></u>
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The accompanying notes are an integral part of this statement.

State of Louisiana
Natchitoches Levee and Drainage District
Statement of Revenues, Expenditures and
Changes in Fund Balance- Governmental Fund
June 30, 2019

REVENUES:

Taxes	\$	860,117
State Revenue Sharing		39,120
Use of Money and Property		8,699
Miscellaneous		900
		900
Total Revenues		908,836

EXPENDITURES:

Current-		
Public Safety-		
Personnel Services		384,766
Travel		4,026
Operating Services		249,858
Operating Supplies		132,041
Professional Services		47,650
Capital Outlay		19,714
		19,714
Total Expenditures		838,055

Excess of Revenues over Expenditures		70,781
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Fund Balance-Beginning of Year		2,145,288
		2,145,288

Fund Balance-End of Year	\$	2,216,069
		2,216,069

The accompanying notes are an integral part of this statement.

State of Louisiana
Natchitoches Levee and Drainage District
Reconciliation of Statement of Revenues, Expenditures and
Changes in Fund Balance of the Governmental Fund to the Statement of Activities
For the Year Ended June 30, 2019

Net Change in Fund Balance-Total Governmental Fund \$ 70,781

The Change in Net Assets reported for Governmental Activities
in the Statement of Activities is different because:

Governmental Funds report Capital Outlays as expenditures.
However, in the Statement of Activities, the cost of these
assets is allocated over their estimated useful lives as
depreciation expense. The cost of capital assets recorded
in the current period is 19,714

Depreciation expense on capital assets is reported in the
Governmental-wide financial statements, but does not
require the use of current financial resources and is not
reported in the Fund Financial Statements. Current year
depreciation expense is (57,433)

Governmental Funds report current year employer
contributions to the state retirement system as an expense.
However, in the Statement of Activities, current year
employer contributions are included in the pension expense. (61,022)

Prepaid insurance is not recognized in the Governmental
Funds but are included in the Statement of Net Position. 14,252

Change in the OPEB liability is recorded on the Statement
of Activities but does not get reported in the Governmental
Funds along with the associated deferred outflows. 10,407

Accrued Compensated Absences do not require the use of
current financial resources and, therefore, are not reported
as expenditures in governmental funds. 525

Change in Net Assets of Governmental Activities \$ (2,776)

The accompanying notes are an integral part of this statement.

STATE OF LOUISIANA
NATCHITOCHEES LEVEE AND DRAINAGE DISTRICT
Notes to Financial Statements
June 30, 2019

(1) Summary of Significant Accounting Policies

a. Introduction

The Natchitoches Levee and Drainage District and its Board of Commissioners were created by the Louisiana State Legislature under the provisions of the Louisiana Revised Statute 38:291(Y). The Levee District includes most of Natchitoches Parish. The Levee District primarily provides flood protection for those areas contained in the District. The Board of Commissioners administers the operations and responsibilities of the Levee District in accordance with the provisions of Louisiana Statute. The eight members of the Board of Commissioners, which governs the District, are appointed by the governor of the State of Louisiana.

b. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the District. For the most part, interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expense of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

c. Measurement Focus, Basis of Accounting, and Financial Basis Presentation

The government-wide financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the district considers revenues to be available only if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt services expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, royalties, and interest associated with the current fiscal year are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

STATE OF LOUISIANA
NATCHITOCHEs LEVEE AND DRAINAGE DISTRICT
Notes to Financial Statements
June 30, 2019

Funds are used by the District 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 self-balancing set of accounts. The District has a General Fund only which is classified as a governmental fund type. The District has no proprietary or other fund types.

Governmental funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to governmental funds according to the purpose for which they may be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund's assets and liabilities is reported as fund balance. In general, fund balance represents the accumulated expendable resources which may be used to finance future period programs or operations of the District.

GASB Codification Section 2100 establishes criteria for determining the governmental reporting entity and its component units. Component units are defined as legally separate organizations for which the elected officials of a primary government are financially accountable. The criteria used in determining whether financial accountability exists include the appointment of a voting majority of an organization's governing board, the ability of the primary government to impose its will on that organization or whether there is a potential for the organization to provide specific financial benefits or burdens to the primary government. Fiscal dependency may also play a part in determining financial accountability. In addition, a component unit can be another organization for which the nature and significance of its relationship with a primary government is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

In addition, it has been determined that the District is a component unit of the State of Louisiana for financial reporting purposes. Annually, the State of Louisiana (the primary government) issues general-purpose financial statements, which include the activity contained in the accompanying financial statements.

d. Assets, Liabilities, and Net Position

Deposits with Financial Institutions

For reporting purposes, cash and cash equivalents includes amounts in savings, demand deposits, time deposits, and certificates of deposit. Under state law, the District may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the District may invest in time certificates of deposit of state banks organized under the laws of Louisiana, national banks having their principle office in the State of Louisiana, in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state-chartered credit unions.

For the purpose of the Statement of Cash Flows, all highly liquid investments (including negotiable CDs and restricted cash and cash equivalents) and deposits (including negotiable CDs and restricted cash and cash equivalents) with a maturity of three months or less when purchased are considered to be cash equivalents.

STATE OF LOUISIANA
NATCHITOCHEs LEVEE AND DRAINAGE DISTRICT

Notes to Financial Statements

June 30, 2019

Receivables and Bad Debts

All receivables are reported at their gross value and, when appropriate, are reduced by the estimated portion that is expected to be uncollectable. Uncollectable accounts receivable are recognized as bad debts through the establishment of an allowance account at the time information becomes available that would indicate the uncollectibility of the particular receivable.

Capital Assets

Capital assets, which include property, plant, and equipment, are included on the Statement of Net Assets and are capitalized at cost. Depreciation of all exhaustible fixed assets used by the entity is charged as an expense against operations. Accumulated depreciation is reported on the Statement of Net Assets. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. Expenditures for maintenance, repairs and minor renewals are charged to earnings as incurred.

No salvage value is taken into consideration for depreciation purposes. All capital assets, other than land, are depreciated for financial reporting purposes using the straight-line method over the following useful lives of the asset:

<u>Description</u>	<u>Years</u>
Buildings and building improvements	10
Vehicles	5
Equipment	10
Land Improvements	40

Inventories

Inventories of the District are recorded at cost and recognized as expenditures when purchased.

Compensated Absences

The District has the following policy on annual and sick leave:

Employees earn and accumulate annual and sick leave at various rates depending on their years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, employees or their heirs are compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is used to compute retirement benefits.

The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as current year expenditure in the fund when leave is actually taken. The government-wide financial statements present the cost of accumulated sick leave as a liability. There is no liability for unpaid accumulated sick leave since the District does not have a policy to pay this amount when employees separate from service.

STATE OF LOUISIANA
NATCHITOCHEs LEVEE AND DRAINAGE DISTRICT

Notes to Financial Statements

June 30, 2019

Estimates

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

Fund Equity

Beginning with fiscal year 2011, the District implemented GASB Statements No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions." This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent. The following classifications describe the relative strength of the spending constraints:

- Nonspendable fund balance-amounts that are not in nonspendable form (such as inventory) or are required to be maintained intact.
- Restricted fund balance-amounts constrained to specific purpose by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.
- Committed fund balance-amounts constrained to specific purposes by the District itself, using its highest level of decision-making authority (i.e., Board of Directors). To be reported as committed, amounts cannot be used for any other purpose unless the District takes the same highest level action to remove or change the constraint.
- Assigned fund balance-amounts the District intends to use for a specific purpose. Intent is expressed by the Board of Directors.
- Unassigned fund Balance-amounts that are available for any purpose. Positive amounts are reported only in the general fund.

Beginning fund balances for the District's governmental funds have been restated to reflect the above classifications.

The Board of Directors establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund (such as for special incentives). Assigned fund balance is established by the Board of Directors through adoption or amendment of the budget as intended for specific purpose (such as the purchase of fixed assets, construction, debt service, or for other purposes).

STATE OF LOUISIANA
NATCHITOCHE LEVEE AND DRAINAGE DISTRICT
Notes to Financial Statements
June 30, 2019

e. Pensions

For purposes of measuring the Net Pension Liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Louisiana State Employees' Retirement System (LASERS) and additions to/deductions from LASERS' fiduciary net position have been determined on the same basis as they are reported by LASERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

General Information about the Pension Plan

Plan Description

Employees of the Natchitoches Levee & Drainage District are provided with pensions through a cost-sharing multiple-employer defined benefit plan administered by the Louisiana State Employees' Retirement System (LASERS). Section 401 of Title 11 of the Louisiana Revised Statutes (La. R.S. 11:401) grants to LASERS Board of Trustees and the Louisiana Legislature the authority to review administration, benefit terms, investments, and funding of the plan. LASERS issues a publicly available financial report that can be obtained at www.lasersonline.org.

Benefits Provided

The following is a description of the plan and its benefits and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

(2) Stewardship, Compliance, and Accountability

Formal budgetary accounting is employed as a management control. The District prepares and adopts a budget prior to July 1 of each year for its general fund in accordance with Louisiana Revised Statutes. The operating budget is prepared based on prior year's revenues and expenditures and the estimated increase therein for the current year, using the full accrual basis of accounting, with the exception that the gain or loss resulting from adjusting the carry value of investments to fair market value is not included in the budget as a revenue or expense. The District amends its budget when projected revenues are expected to be less than budgeted revenues by five percent or more and/or projected expenditures are expected to be more than budgeted amounts by five percent or more. All budget appropriation lapse at year-end.

(3) Deposits with Financial Institutions

Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. As of June 30, 2019, the District had no deposits that were uninsured and uncollateralized.

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The Deposits at June 30, 2019 consist of the following:

Book balance of bank accounts	<u>\$ 2,245,182</u>	-	<u>\$ 2,245,182</u>
Deposits in bank accounts per bank	<u>\$ 2,258,410</u>	-	<u>\$ 2,258,410</u>

The following is a breakdown by banking institution and amount of the “Deposits in bank accounts per bank” balances shown above:

<u>Banking Institution</u>	<u>Amount</u>
MidSouth Bank	<u>\$ 2,258,410</u>
Total	<u>\$ 2,258,410</u>

(4) Capital Assets

The following is a summary of changes in the general fixed assets account group during the period from July 1, 2018 to June 30, 2019:

	<u>Balance</u> <u>July 1, 2018</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2019</u>
Capital Assets, being depreciated:				
Infrastructure	\$ 1,256,331	\$ 13,012	\$ -	\$ 1,269,343
Building	12,290	-	-	12,290
Machinery and equipment	<u>558,110</u>	<u>6,702</u>	-	<u>564,812</u>
Total capital assets	<u>1,826,731</u>	<u>19,714</u>	-	<u>1,846,445</u>
Less accumulated depreciation				
Infrastructure	\$ (177,063)	\$ (31,679)	\$ -	\$ (208,742)
Building	(12,290)	-	-	(12,290)
Machinery and equipment	<u>(361,469)</u>	<u>(25,754)</u>	-	<u>(387,223)</u>
Total capital assets	<u>(550,822)</u>	<u>(57,433)</u>	-	<u>(608,255)</u>
Capital Assets, Net	<u>\$ 1,275,909</u>	<u>\$ (37,719)</u>	<u>\$ -</u>	<u>\$ 1,238,190</u>

Depreciation expense for the year ended was \$57,433.

(5) Accounts Payable and Accruals

Payables at June 30, 2019 were as follows:

	<u>Vendors</u>	<u>Salaries & Benefits</u>	<u>Other Payables</u>	<u>Total Payables</u>
General Fund	<u>\$ 19,113</u>	<u>\$ 10,765</u>	<u>\$ -</u>	<u>\$ 29,878</u>

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(6) Compensated Absences

At June 30, 2019, employees of the District had accumulated \$16,067 in annual leave benefits, which were computed in accordance with GASB Codification Section C 60. The following is a summary of the changes in accumulated leave benefits for the year ended June 30, 2019:

Compensated absences payable, beginning of year	\$	13,220
Additions		5,601
Reductions		<u>(2,754)</u>
Compensated absences payable, end of year	\$	<u>16,067</u>

(7) Retirement System

Pensions

For purposes of measuring the Net Pension Liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Louisiana State Employees' Retirement System (LASERS) and additions to/deductions from LASERS' fiduciary net position have been determined on the same basis as they are reported by LASERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

General Information about the Pension Plan

Plan Description

Employees of the The District are provided with pensions through a cost-sharing multiple-employer defined benefit plan administered by the Louisiana State Employees' Retirement System (LASERS). Section 401 of Title 11 of the Louisiana Revised Statutes (La. R.S. 11:401) grants to LASERS Board of Trustees and the Louisiana Legislature the authority to review administration, benefit terms, investments, and funding of the plan. LASERS issues a publicly available financial report that can be obtained at www.lasersonline.org.

Benefits Provided

The following is a description of the plan and its benefits and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

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1. Retirement

The age and years of creditable service required in order for a member to retire with full benefits are established by statute, and vary depending on the member's hire date, employer, and job classification. Our rank and file members hired prior to July 1, 2006, may either retire with full benefits at any age upon completing 30 years of creditable service or at age 60 upon completing ten years of creditable service depending on their plan. Those members hired between July 1, 2006 and June 30, 2015, may retire at age 60 upon completing five years of creditable service and those hired on or after July 1, 2015 may retire at age 62 upon completing five years of creditable service. The basic annual retirement benefit for members is equal to 2.5% to 3.5% of average compensation multiplied by the number of years of creditable service. Additionally, members may choose to retire with 20 years of service at any age, with an actuarially reduced benefit.

Average compensation is defined as the member's average annual earned compensation for the highest 36 consecutive months of employment for members employed prior to July 1, 2006. For members hired July 1, 2006 or later, average compensation is based on the member's average annual earned compensation for the highest 60 consecutive months of employment. The maximum annual retirement benefit cannot exceed the lesser of 100% of average compensation or a certain specified dollar amount of actuarially determined monetary limits, which vary depending upon the member's age at retirement. Judges, court officers, and certain elected officials receive an additional annual retirement benefit equal to 1.0% of average compensation multiplied by the number of years of creditable service in their respective capacity. As an alternative to the basic retirement benefits, a member may elect to receive their retirement throughout their life, with certain benefits being paid to their designated beneficiary after their death.

Act 992 of the 2010 Louisiana Regular Legislative Session, changed the benefit structure for LASERS members hired on or after January 1, 2011. This resulted in three new plans: regular, hazardous duty, and judges. The new regular plan includes regular members and those members who were formerly eligible to participate in specialty plans, excluding hazardous duty and judges. Regular members and judges are eligible to retire at age 60 after five years of creditable service and, may also retire at any age, with a reduced benefit, after 20 years of creditable service. Hazardous duty members are eligible to retire with twelve years of creditable service at age 55, 25 years of creditable service at any age or with a reduced benefit after 20 years of creditable service. Average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment for all three new plans. Members in the regular plan will receive a 2.5% accrual rate, hazardous duty plan a 3.33% accrual rate, and judges a 3.5% accrual rate. The extra 1.0% accrual rate for each year of service for court officers, the governor, lieutenant governor, legislators, House clerk, sergeants at arms, or Senate secretary, employed after January 1, 2011, was eliminated by Act 992. Specialty plan and regular members, hired prior to January 1, 2011, who are hazardous duty employees have the option to transition to the new hazardous duty plan.

Act 226 of the 2014 Louisiana Regular Legislative Session established new retirement eligibility for members of LASERS hired on or after July 1, 2015, excluding hazardous duty plan members. Regular members and judges under the new plan are eligible to retire at age 62 after five years of creditable service and, may also retire at any age, with a reduced benefit, after 20 years of creditable service. Average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment. Members in the regular plan will receive a 2.5% accrual rate, and judges a 3.5% accrual rate, with the extra 1.0% accrual rate based on all years of service as a judge.

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1. Retirement (continued)

Members of the Harbor Police Retirement System who were members prior to July 1, 2014, may retire after 25 years of creditable service at any age, 12 years of creditable service at age 55, 20 years of creditable service at age 45, and 10 years of creditable service at age 60. Average compensation for the plan is the member's average annual earned compensation for the highest 36 consecutive months of employment, with a 3.33% accrual rate.

A member leaving employment before attaining minimum retirement age, but after completing certain minimum service requirements, becomes eligible for a benefit provided the member lives to the minimum service retirement age, and does not withdraw their accumulated contributions. The minimum service requirement for benefits varies depending upon the member's employer and service classification.

2. Deferred Retirement Benefits

The State Legislature authorized LASERS to establish a Deferred Retirement Option Plan (DROP). When a member enters DROP, their status changes from active member to retiree even though they continue to work and draw their salary for a period of up to three years. The election is irrevocable once participation begins. During DROP participation, accumulated retirement benefits that would have been paid to each retiree are separately tracked. For members who entered DROP prior to January 1, 2004, interest at a rate of one-half percent less than the System's realized return on its portfolio (not to be less than zero) will be credited to the retiree after participation ends. At that time, the member must choose among available alternatives for the distribution of benefits that have accumulated in the DROP account. Members who enter DROP on or after January 1, 2004, are required to participate in LASERS Self-Directed Plan (SDP) which is administered by a third-party provider. The SDP allows DROP participants to choose from a menu of investment options for the allocation of their DROP balances. Participants may diversify their investments by choosing from an approved list of mutual funds with different holdings, management styles, and risk factors.

Members eligible to retire and who do not choose to participate in DROP may elect to receive at the time of retirement an initial benefit option (IBO) in an amount up to 36 months of benefits, with an actuarial reduction of their future benefits. For members who selected the IBO option prior to January 1, 2004, such amount may be withdrawn or remain in the IBO account earning interest at a rate of one-half percent less than the System's realized return on its portfolio (not to be less than zero). Those members who select the IBO on or after January 1, 2004, are required to enter the SDP as described above.

For members who are in the Harbor Police Plan, the annual DROP Interest Rate is the three-year average (calculated as the compound average of 36 months) investment return of the plan assets for the period ending the June 30th immediately preceding that given date. The average rate so determined is to be reduced by a "contingency" adjustment of 0.5%, but not to below zero. DROP interest is forfeited if member does not cease employment after DROP participation.

3. Disability Benefits

Generally, active members with ten or more years of credited service who become disabled may receive a maximum disability retirement benefit equivalent to the regular retirement formula without reduction by reason of age.

Upon reaching age 60, the disability retiree may receive a regular retirement benefit by making application to the Board of Trustees.

For injuries sustained in the line of duty, hazardous duty personnel in the Hazardous Duty Services Plan will receive a disability benefit equal to 75% of final average compensation.

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4. Disability Benefits (continued)

Members of the Harbor Police Retirement System who become disabled may receive a non-line of duty disability benefit after five years or more of credited service. Members age 55 or older may receive a disability benefit equivalent to the regular retirement benefit. Under age 55, the disability benefit is equal to 40% of final average compensation. Line of duty disability benefits are equal to 60% of final average compensation, regardless of years of credited service. If the disability benefit retiree is permanently confined to a wheelchair, or, is an amputee incapable of serving as a law enforcement officer, or the benefit is permanently legally binding, there is no reduction to the benefit if the retiree becomes gainfully employed.

5. Survivor's Benefits

Certain eligible surviving dependents receive benefits based on the deceased member's compensation and their relationship to the deceased. The deceased regular member hired before January 1, 2011 who was in state service at the time of death must have a minimum of five years of service credit, at least two of which were earned immediately prior to death, or who had a minimum of twenty years of service credit regardless of when earned in order for a benefit to be paid to a minor or handicapped child. Benefits are payable to an unmarried child until age 18, or age 23 if the child remains a full-time student. The aforementioned minimum service credit requirement is ten years for a surviving spouse with no minor children, and benefits are to be paid for life to the spouse or qualified handicapped child.

The deceased regular member hired on or after January 1, 2011, must have a minimum of five years of service credit regardless of when earned in order for a benefit to be paid to a minor child. The aforementioned minimum service credit requirements for a surviving spouse are 10 years, 2 years being earned immediately prior to death, and active state service at the time of death, or a minimum of 20 years of service credit regardless of when earned. A deceased member's spouse must have been married for at least one year before death.

Non-line of duty survivor benefits of the Harbor Police Retirement System may be received after a minimum of five years of credited service. Survivor benefits paid to a surviving spouse without children are equal to 40% of final average compensation, and cease upon remarriage. Surviving spouse with children under 18 benefits are equal to 60% of final average compensation, and cease upon remarriage, and children turning 18. No minimum service credit is required for line of duty survivor benefits which are equal to 60% of final average compensation to surviving spouse, regardless of children. Line of duty survivor benefits cease upon remarriage, and then benefit is paid to children under 18.

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6. Permanent Benefit Increases/Cost-of-Living Adjustments

As fully described in Title 11 of the Louisiana Revised Statutes, the System allows for the payment of permanent benefit increases, also known as cost-of-living adjustments (COLAs), that are funded through investment earnings when recommended by the Board of Trustees and approved by the State Legislature.

Contributions

Contribution requirements of active employees are governed by Section 401 of Title 11 of the Louisiana Revised Statutes (La. R.S. 11:401) and may be amended by the Louisiana Legislature. Employee and employer contributions are deducted from a member's salary and remitted to LASERS by participating employers. The rates in effect during the year ended June 30, 2019 for the various plans follow:

<u>Plan</u>	<u>Plan Status</u>	<u>Employee Contribution Rate</u>	<u>Employer Contribution Rate</u>
Regular Employees and Appellate Law Clerks			
Pre Act 75 (hired before 7/1/2006)	Closed	7.5%	37.9%
Post Act 75 (hired after 6/30/2006)	Open	8.0%	37.9%
Optional Retirement Plan (ORP)			
Pre Act 75 (hired before 7/1/2006)	Closed	7.5%	33.8%
Post Act 75 (hired after 6/30/2006)	Closed	8.0%	33.8%

The agency's contractually required composite contribution rate for the year ended June 30, 2019 was 37.9% of annual payroll, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any Unfunded Actuarial Accrued Liability. Contributions to the pension plan from the Agency were \$70,853 for the year ended June 30, 2019.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2019, the Employer reported a liability of \$543,616 for its proportionate share of the Net Pension Liability. The Net Pension Liability was measured as of June 30, 2018 and the total pension liability used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date. The Agency's proportion of the Net Pension Liability was based on a projection of the Agency's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2018, the Agency's proportion was 0.79700%, which was an increase of 0.152% from its proportion measured as of June 30, 2017.

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For the year ended June 30, 2019, the Agency recognized pension expense of \$44,194 plus employer’s amortization of change in proportionate share and differences between employer contributions and proportionate share of contributions, \$44,380.

At June 30, 2019, the Agency reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 6,096
Changes of assumptions	5,532	-
Net difference between projected and actual earnings on pension plan investments	7,049	-
Changes in proportion and differences between Employer contributions and proportionate share of contributions	72,578	43,356
Employer contributions subsequent to the measurement date	70,853	-
Total	\$ 156,012	\$ 49,452

\$70,853 reported as deferred outflows of resources related to pensions resulting from Agency contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2020	\$	14,244
2021	\$	37,008
2022	\$	(13,285)
2023	\$	(1,990)

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Actuarial Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2018 are as follows:

Valuation Date	June 30, 2018
Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Expected Remaining Service Lives	3 years
Investment Rate of Return	7.70% per annum, net of investment expenses*
Inflation Rate	2.75% per annum
Mortality	<p>Non-disabled members - Mortality rates based on the RP-2000 Combined Healthy Mortality Table with mortality improvement projected to 2015.</p> <p>Disabled members – Mortality rates based on the RP-2000 Disabled Retiree Mortality Table, with no projection for mortality improvement.</p>

Termination, Disability, and Retirement Termination, disability, and retirement assumptions were projected based on a five-year (2009-2013) experience study of the System's members.

Salary Increases Salary increases were projected based on a 2009-2013 experience study of the System's members. The salary increase ranges for specific types of members are:

Member Type	Lower Range	Upper Range
Regular	3.8%	12.8%
Judges	2.8%	5.3%
Corrections	3.4%	14.3%
Hazardous Duty	3.4%	14.3%
Wildlife	3.4%	14.3%

Cost of Living Adjustments The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The projected benefit payments do not include provisions for potential future increases not yet authorized by the Board of Trustees as they were deemed not to be substantively automatic.

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The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 3.25% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term rate of return is 8.69% for 2018. Best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2018 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation¹</u>	<u>Long-Term Expected Real Rate of Return¹</u>
Cash	0%	-0.24%
Domestic Equity	25%	4.31%
International Equity	32%	5.35%
Domestic Fixed Income	8%	1.73%
International Fixed Income	6%	2.49%
Alternative Investments	22%	7.41%
Global Tactical Asset Allocation	7%	2.84%
	<u>100%</u>	<u>5.26%</u>

Discount Rate

The discount rate used to measure the total pension liability was 7.70%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the pension plan's actuary. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Employer's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the Employer's proportionate share of the Net Pension Liability using the discount rate of 7.70%, as well as what the Employer's proportionate share of the Net Pension Liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1.0% Decrease (6.70%)	Current Discount Rate (7.70%)	1.0% Increase (8.70%)
Employer's proportionate share of the net pension liability	\$ 686,080	\$ 543,616	\$ 420,920

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Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued LASERS 2017 Comprehensive Annual Financial Report at www.lasersonline.org.

(8) Postretirement Benefits Other Than Pensions (OPEB)

General Information about the OPEB Plan

Plan Description and Benefits Provided

The Office of Group Benefits (OGB) administers the State of Louisiana Post-Retirement Benefits Plan – a defined-benefit, multi-employer other postemployment benefit plan. The plan provides medical, prescription drug, and life insurance benefits to retirees, disabled retirees, and their eligible beneficiaries through premium subsidies. Current employees, who participate in an OGB health plan while active, are eligible for plan benefits if they are enrolled in the OGB health plan immediately before the date of retirement and retire under one of the state sponsored retirement systems (Louisiana State Employees' Retirement System, Teachers' Retirement System of Louisiana, Louisiana School Employees' Retirement System, or Louisiana State Police Retirement System) or they retire from a participating employer that meets the qualifications in the Louisiana Administrative Code 32:3:303. Benefit provisions are established under R.S. 42:851 for health insurance benefits and R.S. 42:821 for life insurance benefits. The obligations of the plan members, employer(s), and other contributing entities to contribute to the plan are established or may be amended under the authority of R.S. 42:802. The Plan does not issue a stand alone report

There are no assets accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement 75. Effective July 1, 2008, and OPEB trust fund was statutorily established; however, this plan is not administered as a trust and no plan assets have been accumulated as of June 30, 2019. The plan is funded on a "pay-as-you-go basis" under which the contributions to the plan are generally made at about the same time and in about the same amount as benefit payments become due.

Employer Contributions are based on plan premiums and the employer contribution percentage. Premium amounts vary depending on the health plan selected and if the retired member has Medicare coverage. OGB offers retirees four self-insured healthcare plans and one fully insured plan. Retired employees who have Medicare Part A and Part B coverage also have access to four fully insured Medicare Advantage plans. The employer contribution percentage is based on the date of participation in an OGB plan and employee years of service at retirement. Employees who begin participation or rejoin the plan before January 1, 2002, pay approximately 25% of the cost of coverage (except single retirees under age 65, who pay approximately 25% of the active employee cost). For those beginning participation or rejoining on or after

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(9) Postretirement Benefits Other Than Pensions (continued)

January 1, 2002, the percentage of premiums contributed by the employer and retiree is based on the following schedule:

<u>OGB Participation</u>	<u>Employer Share</u>	<u>Retiree Share</u>
Under 10 years	19%	81%
10 - 14 years	38%	62%
15 - 19 years	56%	44%
20+ years	75%	25%

In addition to healthcare benefits, retirees may elect to receive life insurance benefits. Basic and supplemental life insurance is available for the individual retirees and spouses of retirees subject to maximum values. Employers pay approximately 50% of monthly premiums for individual retirees. The retiree is responsible for 100% of the premium for dependents. Effective January 1, 2019, the total monthly premium for retirees varies according to age group.

Total Collective OPEB Liability and Changes in Total Collective OPEB Liability

At June 30, 2019, the District reported a liability of \$1,088,068 for its proportionate share of the total collective OPEB liability. The total collective OPEB liability was measured as of July 1, 2018 and was determined by an actuarial valuation as of that date.

The District’s proportionate share percentage is based on the employer’s individual OPEB actuarial accrued liability in relation to the total OPEB actuarial accrued liability for all participating entities included in the State of Louisiana reporting entity. At June 30, 2019, the District’s proportion was .0127%.

The total collective OPEB liability in the July 1, 2018 actuarial valuation was determined using the following actuarial methods, assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

- Actuarial Cost Method – Entry Age Normal, level percentage of pay
- Estimated Remaining Service Lives – 4.48
- Inflation rate – Consumer Price Index (CPI) 2.8%
- Salary increase rate – consistent with the state’s pension plan
- Discount rate – 2.98% based on the June 30, 2017 Standard & Poor’s 20-year municipal bond index rate
- Mortality rates – based on the RP-2014 Combined Healthy Mortality Table, or RP-2014 Disabled Retiree Mortality Table; both tables projected on a fully generational basis by Mortality Improvement Scale MP-2018.
- Healthcare cost trend rates – 7% for pre-Medicare eligible employees grading down by .25% each year, beginning in 2020-2021, to an ultimate rate of 4.5% in 2029; 5.5% for post-Medicare eligible employees grading down by .25% each year, beginning in 2020-2021, to an ultimate rate of 4.5% in 2023-2024 and thereafter; the initial trend was developed using the National Health Care Trend Survey; the ultimate trend was developed using a building block approach which considers Consumer Price Index, Gross Domestic Product, and technology growth.

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(8) Postretirement Benefits Other Than Pensions (OPEB) (continued)

Changes of assumptions and other inputs reflect a change in the discount rate from 3.13% as of July 1, 2017 to 2.98% as of July 1, 2018.

Sensitivity of the proportionate share of the total collective OPEB liability to changes in the discount rate

The following presents the District's proportionate share of the total collective OPEB liability using the current discount rate as well as what the District's proportionate share of the total collective OPEB liability would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current rate:

	<u>1.0% Decrease</u> <u>(1.98%)</u>	<u>Current Discount Rate</u> <u>(2.98%)</u>	<u>1.0% Increase</u> <u>(3.98%)</u>
Proportionate Share of Total Collective OPEB liability	\$ 1,241,571	\$ 1,088,068	\$ 963,451

Sensitivity of the proportionate share of the total collective OPEB liability to changes in the healthcare cost trend rates

The following presents the District's proportionate share of the total collective OPEB liability using the current healthcare cost trend rates as well as what the District's proportionate share of the total collective OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage-point lower or one percentage-point higher than the current rates:

	<u>1.0% Decrease</u> <u>(6% decreasing to 3.5%)</u>	<u>Current Healthcare Cost Trend Rates</u> <u>(7% decreasing to 4.5%)</u>	<u>1.0% Increase</u> <u>(8% decreasing to 5.5%)</u>
Proportionate Share of Total Collective OPEB liability	\$ 973,745	\$ 1,088,068	\$ 1,226,200

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2019, the District recognized OPEB expense of \$44,458. At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

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(10) Postretirement Benefits Other Than Pensions (OPEB) (continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 4,742
Changes of assumptions	-	73,307
Changes in proportion and differences between Employer contributions and proportionate share of contributions	22,832	-
Employer contributions subsequent to the measurement date	54,866	-
Total	\$ 77,698	\$ 78,049

Deferred outflows of resources related to OPEB resulting from the District's benefit payments subsequent to the measurement date will be recognized as a reduction of the total collective OPEB liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended	Net Amount Recognized in OPEB Expense
2020	\$ (19,628)
2021	(19,628)
2022	(12,755)
2023	(3,206)
	<u>\$ (55,217)</u>

(11) Leases

The District leases certain equipment under the provisions of a lease classified as an operating lease for accounting purposes. Total rent expense under the terms of this lease amounted to \$85,051 for the year ending June 30, 2019. Future minimum lease commitments under this lease are as follows:

<u>Years Ending</u>	<u>Amount</u>
2020	\$ 76,337
2021	42,819
2022	12,458
Total	\$ 131,614

STATE OF LOUISIANA
NATCHITOCHEES LEVEE AND DRAINAGE DISTRICT
Notes to Financial Statements
June 30, 2019

(12) Long-term Liabilities

The following is a summary of long-term debt transactions of the entity for the year ended June 30, 2019:

	Balance June 30, 2018	Additions	Reductions	Balance June 30, 2018	Amounts Due Within One Year
Compensated absences	\$ 13,220	\$ 5,601	\$ (2,754)	\$ 16,067	\$ -
OPEB payable	1,107,611	81,938	(101,481)	1,088,068	-
Net pension liability	453,934	89,682		543,616	-
Total long-term liabilities	<u>\$ 1,574,765</u>	<u>\$ 177,221</u>	<u>\$ (104,235)</u>	<u>\$ 1,647,751</u>	<u>\$ -</u>

(13) Levee District Taxes

Article 6, Section 30 of the 1974 Louisiana Constitutions provides that the District may levy an annual tax not to exceed 5.0 mills to construct and maintain levees, levee drainage, flood protection, hurricane flood protection, and all other purposes incidental thereto. For the 2018 taxes levied on the assessed value of property within the District, the adjusted mileage rate was set at 4.22 mills.

(14) Risk Management

The Natchitoches Levee and Drainage District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District maintains commercial insurance coverage to protect against each of these risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the District.

(15) Contingent Liabilities

There was no outstanding litigation against the Natchitoches Levee and Drainage District at June 30, 2019.

(16) Related Party Transactions

The Natchitoches Levee and Drainage District had no related party transactions in the year ended June 30, 2019.

(17) Evaluation of Subsequent Events

The District has evaluated subsequent events through August 9, 2019, the date which the financial statements were available to be issued.

State of Louisiana
Natchitoches Levee and Drainage District
Statement of Revenues, Expenditures and Changes in Fund Balance
of the Governmental Fund-Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2019

	Budget	Actual	Favorable (Unfavorable)
REVENUES:			
Taxes	\$ 825,000	\$ 860,117	\$ 35,117
Intergovernmental-			
State Revenue Sharing	41,000	39,120	(1,880)
Use of Money and Property	8,000	8,699	699
Miscellaneous	-	900	900
Total Revenues	874,000	908,836	34,836
EXPENDITURES:			
Current-			
General Government-			
Personnel Services	300,000	384,766	(84,766)
Travel	14,000	4,026	9,974
Operating Services	400,000	249,858	150,142
Supplies	40,000	132,041	(92,041)
Professional Services	45,000	47,650	(2,650)
Capital Outlay	75,000	19,714	55,286
Total Expenditures	874,000	838,055	35,945
Excess (Deficiency) of Revenue over Expenditures	-	70,781	70,781
OTHER FINANCING SOURCES (USES)			
Sale of Assets	-	-	-
Excess (Deficiency) of Revenue and Other Sources over Expenditures and Other Uses	-	70,781	70,781
Fund Balance - Beginning of Year	2,145,288	2,145,288	-
Fund Balance - End of Year	\$ 2,145,288	\$ 2,216,069	\$ 70,781

The accompanying notes are an integral part of this statement.

State of Louisiana
Natchitoches Levee and Drainage District
Schedule of Per Diem Paid to Board Members
For the Year Ended June 30, 2019

<u>Commissioners</u>	<u>Amount</u>
Terry G. Sklar	\$ 600
Lewis C. Messenger	675
Billy Giddens	600
Janet Jones	750
Karlton Methvin	12,000
Doris Roge	675
Ronald Corkern	900
Rayburn Smith	600
Mark Swafford	<u>750</u>
Total	\$ <u>17,550</u>

The schedule of compensation paid to board members was prepared in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Per Diem payments are authorized by Louisiana Revised Statute 38:308 and are included in the personnel services expenses. Board members are paid \$75 per day up to a maximumj of 36 days per year for board meetings and/or official business. The board president may receive compensation not to exceed \$1,000 per month in lieu of per diem.

State of Louisiana
Natchitoches Levee and Drainage District
State Revenue Sharing
For the Year Ended June 30, 2019

State Revenue Sharing

\$ 39,120

Note: This schedule is required for all local auditees, including quasi-public entities.

Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer

Year Ended: June 30, 2019

Agency Head: Karlton Methvin, President-Commissioner

Purpose	Amount
Salary	12,000
Benefits-insurance	
Benefits-retirement	
Benefits (other--list here)	
Car allowance	
Reimbursements (meals)	
Travel (mileage, parking, tolls, taxi, etc)	461
Registration fees	
Conference travel (air fare)	
Housing / Hotel	
FY TOTAL:	12,461

Natchitoches Levee and Drainage District
 Schedule of Employer's Proportionate Share of Net Pension Liability
 Last Ten Fiscal Years (1) (2)

Schedule K

	2019	2018	2017	2016	2015
Employer's Proportion of the Net Pension Liability (Asset)	0.79700%	0.64500%	0.00794%	0.00451%	0.00375%
Employer's Proportionate Share of the Net Pension Liability (Asset)	\$ 543,616	\$ 453,934	\$ 623,807	\$ 306,816	\$ 234,483
Employer's Covered-Employee Payroll	\$ 186,948	\$ 120,239	\$ 149,359	\$ 85,614	\$ 69,077
Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll	290.78%	377.53%	417.66%	358.37%	339.45%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	64.3%	65.2%	63.2%	62.7%	65.0%

(1) Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

(2) The amounts presented have a measurement date of June 30th of the year shown.

Natchitoches Levee and Drainage District
 Schedule of Pension Contributions
 Last Ten Fiscal Years (1)

Schedule L

Date	Contractually Required Contribution	Contributions in Relation to Contractually Required Contribution	Contribution Deficiency (Excess)	Employer's Covered Employee Payroll	Contributions as a % of Covered Employee Payroll
2019	\$ 58,464	\$ 70,583	\$ (12,119)	\$ 186,948	37.76%
2018	\$ 45,571	\$ 45,011	\$ 560	\$ 120,239	37.43%
2017	\$ 53,470	\$ 51,733	\$ 1,737	\$ 149,359	34.64%
2016	\$ 31,848	\$ 36,544	\$ (4,696)	\$ 85,614	42.68%
2015	\$ 25,697	\$ 28,449	\$ (2,752)	\$ 69,077	41.18%

(1) Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Notes to Required Supplementary Information
 For the Year Ended June 30, 2019

Notes to Required Supplementary Information

Changes of Benefit Terms include:

- 2015 1) A 1.5% COLA, effective July 1, 2014, provided by Act 102 of the 2014 Louisiana Regular Legislative Session, and,
- 2015 2) Improved benefits for certain members employed by the Office of Adult Probation and Parole within the Department of Public Safety and Corrections as established by Act 852 of 2014, and,
- 2017 3) A 1.5% COLA, effective July 1, 2016, provided by Acts 93 and 512 of the 2016 Louisiana Regular Legislative Session, and,
- 2017 4) Added benefits for members of the Harbor Police Retirement System which was merged with LASERS effective July 1, 2015 by Act 648 of 2014.
- 2018 No changes identified in the 2017 RSI template. GASB 68 Note B, LASERS CAFR Note A, & Actuarial Valuation. No additional disclosure required.

Changes of Assumptions include:

2018 There were several changes in assumptions for the June 30, 2017 valuation. The Board adopted a plan to gradually reduce the discount rate from 7.75% to 7.50% in .05% annual increments, beginning July 1, 2017. Therefore, the discount rate was reduced from 7.75% to 7.70% for the June 30, 2017 valuation. A 7.65% discount rate was used to determine the projected contribution requirements for fiscal year 2018/2019. The Board reduced the inflation assumption from 3.0% to 2.75%, effective July 1, 2017. Since the inflation assumption is a component of the salary increase assumption, all salary increase assumptions decreased by .25%. In addition, the projected contribution requirement for fiscal year 2018/2019 includes direct funding of administrative expenses, rather than a reduction in the assumed rate of return, per Act 94 of 2016.

Schedule of the Employer's Proportionate Share
of the Total Collective OPEB Liability
For the Year Ended June 30, 2019

	Fiscal Year*		
	2019	2018	2017
Employer's proportion of the total collective OPEB liability	0.0127%	0.0127%	0.0127%
Employer's proportionate share of the total collective OPEB liability	\$ 1,088,068	\$ 1,107,613	\$ 1,156,322
Employer's covered-employee payroll	\$ 118,573	\$ 120,239	\$ 115,673
Employer's proportionate share of the total collective OPEB liability as a percentage of the covered-employee payroll	917.64%	921.18%	999.65%

*The amounts presented were determined as of the measurement date (July 1).

This schedule is intended to show information for 10 years. Additional years will be presented as they become available.

Notes to Required Supplementary Information (Schedule 1)

There are no assets accumulated in a trust that meet the requirements in paragraph 4 of GASB Statement 75 to pay related benefits.

Changes in assumptions -

In the valuation for 2017, the discount rate increased from 2.71% to 3.13%
In the valuation for 2018, the discount rate decreased from 3.13% to 2.98%

Changes in population -

Changes in the Board's census data including an increase of the number of participating employees at July 1, 2017, from 3 employees to 4 employees.
Changes in the Board's census data including an increase of the number of participating employees at July 1, 2018, from 4 employees to 5 employees.



INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board of Commissioners
Natchitoches Levee and
Drainage District
Natchitoches, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and the major fund of Natchitoches Levee and Drainage District (the District), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated August 9, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Broussard and Company

Lake Charles, Louisiana
August 9, 2019

**STATE OF LOUISIANA
NATCHITOCHEs LEVEE AND DRAINAGE DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2019**

A. SUMMARY OF AUDITOR’S RESULTS

Financial Statements:

Type of auditor’s report issued: unmodified

Internal control over financial reporting:

- Material weakness identified? _____ yes X no
- Significant deficiencies identified that are not material weaknesses _____ yes X no
- Noncompliance material to financial statements noted? _____ yes X no

B. SUMMARY OF PRIOR YEAR AUDITOR’S RESULTS

Financial Statements:

Type of auditor’s report issued: unmodified

Internal control over financial reporting:

- Material weakness identified? _____ yes X no
- Significant deficiencies identified that are not material weaknesses _____ yes X no
- Noncompliance material to financial statements noted? _____ yes X no

**REQUIRED SUPPLEMENTARY INFORMATION –
DIVISION OF ADMINISTRATION REPORTING PACKAGE**

**ANNUAL FISCAL REPORT (AFR)
FOR 2019**

AGENCY: 20-14-10 - Natchitoches Levee and Drainage District

PREPARED BY: Ronald Corkern

PHONE NUMBER: 318-352-2302

EMAIL ADDRESS: rcorkern@corkerncrews.net

SUBMITTAL DATE: 08/06/2019 03:08 PM

STATEMENT OF NET POSITION

ASSETS

CURRENT ASSETS:

CASH AND CASH EQUIVALENTS	2,245,182.21
RESTRICTED CASH AND CASH EQUIVALENTS	0.00
INVESTMENTS	0.00
RESTRICTED INVESTMENTS	0.00
DERIVATIVE INSTRUMENTS	0.00
RECEIVABLES (NET)	0.00
PLEDGES RECEIVABLE (NET)	0.00
LEASES RECEIVABLE (NET)	0.00
AMOUNTS DUE FROM PRIMARY GOVERNMENT	0.00
DUE FROM FEDERAL GOVERNMENT	0.00
INVENTORIES	0.00
PREPAYMENTS	14,252.48
NOTES RECEIVABLE	0.00
OTHER CURRENT ASSETS	0.00
TOTAL CURRENT ASSETS	\$2,259,434.69

NONCURRENT ASSETS:

RESTRICTED ASSETS:

CASH	0.00
INVESTMENTS	0.00
RECEIVABLES (NET)	0.00
NOTES RECEIVABLE	0.00
OTHER	0.00
INVESTMENTS	0.00
RECEIVABLES (NET)	0.00
NOTES RECEIVABLE	0.00
PLEDGES RECEIVABLE (NET)	0.00
LEASES RECEIVABLE (NET)	0.00
CAPITAL ASSETS (NET OF DEPRECIATION & AMORTIZATION)	
LAND	0.00
BUILDINGS AND IMPROVEMENTS	0.00
MACHINERY AND EQUIPMENT	177,589.95
INFRASTRUCTURE	1,060,599.74
INTANGIBLE ASSETS	0.00
CONSTRUCTION IN PROGRESS	0.00
OTHER NONCURRENT ASSETS	765.00
TOTAL NONCURRENT ASSETS	\$1,238,954.69
TOTAL ASSETS	\$3,498,389.38

DEFERRED OUTFLOWS OF RESOURCES

ACCUMULATED DECREASE IN FAIR VALUE OF HEDGING DERIVATIVES	0.00
DEFERRED AMOUNTS ON DEBT REFUNDING	0.00
ADJUSTMENT OF CAPITAL LEASE OBLIGATIONS	0.00
GRANTS PAID PRIOR TO MEETING TIME REQUIREMENTS	0.00
INTRA-ENTITY TRANSFER OF FUTURE REVENUES (TRANSFEEE)	0.00
LOSSES FROM SALE-LEASEBACK TRANSACTIONS	0.00
DIRECT LOAN ORIGINATION COSTS FOR MORTGAGE LOANS HELD FOR SALE	0.00
ASSET RETIREMENT OBLIGATIONS	0.00
OPEB-RELATED DEFERRED OUTFLOWS OF RESOURCES	77,698.00
PENSION-RELATED DEFERRED OUTFLOWS OF RESOURCES	156,012.00

**ANNUAL FISCAL REPORT (AFR)
FOR 2019**

AGENCY: 20-14-10 - Natchitoches Levee and Drainage District

PREPARED BY: Ronald Corkern

PHONE NUMBER: 318-352-2302

EMAIL ADDRESS: rcorkern@corkerncrews.net

SUBMITTAL DATE: 08/06/2019 03:08 PM

TOTAL DEFERRED OUTFLOWS OF RESOURCES **\$233,710.00**

TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES **\$3,732,099.38**

LIABILITIES

CURRENT LIABILITIES:

ACCOUNTS PAYABLE AND ACCRUALS	29,861.51
ACCRUED INTEREST	0.00
DERIVATIVE INSTRUMENTS	0.00
AMOUNTS DUE TO PRIMARY GOVERNMENT	0.00
DUE TO FEDERAL GOVERNMENT	0.00
AMOUNTS HELD IN CUSTODY FOR OTHERS	0.00
UNEARNED REVENUES	0.00
OTHER CURRENT LIABILITIES	0.00

CURRENT PORTION OF LONG-TERM LIABILITIES:

CONTRACTS PAYABLE	16.70
COMPENSATED ABSENCES PAYABLE	0.00
CAPITAL LEASE OBLIGATIONS	0.00
ESTIMATED LIABILITY FOR CLAIMS	0.00
NOTES PAYABLE	0.00
BONDS PAYABLE	0.00
OPEB LIABILITY	0.00
POLLUTION REMEDIATION OBLIGATIONS	0.00
OTHER LONG-TERM LIABILITIES	0.00

TOTAL CURRENT LIABILITIES **\$29,878.21**

NONCURRENT PORTION OF LONG-TERM LIABILITIES:

CONTRACTS PAYABLE	0.00
COMPENSATED ABSENCES PAYABLE	16,066.58
CAPITAL LEASE OBLIGATIONS	0.00
ESTIMATED LIABILITY FOR CLAIMS	0.00
NOTES PAYABLE	0.00
BONDS PAYABLE	0.00
TOTAL OPEB LIABILITY	1,088,068.00
NET PENSION LIABILITY	543,616.00
POLLUTION REMEDIATION OBLIGATIONS	0.00
OTHER LONG-TERM LIABILITIES	0.00

TOTAL LONG-TERM LIABILITIES **\$1,647,750.58**

TOTAL LIABILITIES **\$1,677,628.79**

DEFERRED INFLOWS OF RESOURCES

ACCUMULATED INCREASE IN FAIR VALUE OF HEDGING DERIVATIVES	0.00
DEFERRED AMOUNTS ON DEBT REFUNDING	0.00
ADJUSTMENT OF CAPITAL LEASE OBLIGATIONS	0.00
GRANTS RECEIVED PRIOR TO MEETING TIME REQUIREMENTS	0.00
SALES/INTRA-ENTITY TRANSFER OF FUTURE REVENUES (TRANSFEROR)	0.00
GAINS FROM SALE-LEASEBACK TRANSACTIONS	0.00
SPLIT INTEREST AGREEMENTS	0.00
POINTS RECEIVED ON LOAN ORIGINATION	0.00

LOAN ORIGINATION FEES RECEIVED FOR MORTGAGE LOANS HELD FOR SALE 0.00

OPEB-RELATED DEFERRED INFLOWS OF RESOURCES 78,049.00

PENSION-RELATED DEFERRED INFLOWS OF RESOURCES 49,452.00

TOTAL DEFERRED INFLOWS OF RESOURCES **\$127,501.00**

**ANNUAL FISCAL REPORT (AFR)
FOR 2019**

AGENCY: 20-14-10 - Natchitoches Levee and Drainage District

PREPARED BY: Ronald Corkern

PHONE NUMBER: 318-352-2302

EMAIL ADDRESS: rcorkern@corkerncrews.net

SUBMITTAL DATE: 08/06/2019 03:08 PM

NET POSITION:

NET INVESTMENT IN CAPITAL ASSETS	1,238,190.00
RESTRICTED FOR:	
CAPITAL PROJECTS	0.00
DEBT SERVICE	0.00
NONEXPENDABLE	0.00
EXPENDABLE	0.00
OTHER PURPOSES	0.00
UNRESTRICTED	\$688,779.59
TOTAL NET POSITION	\$1,926,969.59

**ANNUAL FISCAL REPORT (AFR)
FOR 2019**

AGENCY: 20-14-10 - Natchitoches Levee and Drainage District

PREPARED BY: Ronald Corkern

PHONE NUMBER: 318-352-2302

EMAIL ADDRESS: rcorkern@corkemcrews.net

SUBMITTAL DATE: 08/06/2019 03:08 PM

STATEMENT OF ACTIVITIES

PROGRAM REVENUES

EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	NET (EXPENSE) REVENUE
911,612.11	0.00	0.00	0.00	\$(911,612.11)

GENERAL REVENUES

PAYMENTS FROM PRIMARY GOVERNMENT	0.00
OTHER	908,836.49
ADDITIONS TO PERMANENT ENDOWMENTS	0.00
CHANGE IN NET POSITION	\$(2,775.62)
NET POSITION - BEGINNING	\$1,929,745.21
NET POSITION - RESTATEMENT	0.00
NET POSITION - ENDING	\$1,926,969.59

**ANNUAL FISCAL REPORT (AFR)
FOR 2019**

AGENCY: 20-14-10 - Natchitoches Levee and Drainage District

PREPARED BY: Ronald Corkern

PHONE NUMBER: 318-352-2302

EMAIL ADDRESS: rcorkern@corkemcrews.net

SUBMITTAL DATE: 08/06/2019 03:08 PM

SCHEDULE OF BONDS PAYABLE

Series Issue	Date of Issue	Original Issue Amount	Principal Outstanding PFY	Issue (Redeemed)	Principal Outstanding CFY	Interest Outstanding CFY
		0.00	0.00	0.00	\$ 0.00	0.00
		Totals	\$0.00	\$0.00	\$0.00	\$0.00

Series - Unamortized Premiums:

Series Issue	Date of Issue	Principal Outstanding PFY	Issue (Redeemed)	Principal Outstanding CFY
		0.00	0.00	\$ 0.00
		Totals	\$0.00	\$0.00

Series - Unamortized Discounts:

Series Issue	Date of Issue	Principal Outstanding PFY	Issue (Redeemed)	Principal Outstanding CFY
		0.00	0.00	\$ 0.00
		Totals	\$0.00	\$0.00

**ANNUAL FISCAL REPORT (AFR)
FOR 2019**

AGENCY: 20-14-10 - Natchitoches Levee and Drainage District

PREPARED BY: Ronald Corkern

PHONE NUMBER: 318-352-2302

EMAIL ADDRESS: rcorkern@corkerncrews.net

SUBMITTAL DATE: 08/06/2019 03:08 PM

SCHEDULE OF BONDS PAYABLE AMORTIZATION

Fiscal Year Ending:	Principal	Interest
2020	0.00	0.00
2021	0.00	0.00
2022	0.00	0.00
2023	0.00	0.00
2024	0.00	0.00
2025	0.00	0.00
2026	0.00	0.00
2027	0.00	0.00
2028	0.00	0.00
2029	0.00	0.00
2030	0.00	0.00
2031	0.00	0.00
2032	0.00	0.00
2033	0.00	0.00
2034	0.00	0.00
2035	0.00	0.00
2036	0.00	0.00
2037	0.00	0.00
2038	0.00	0.00
2039	0.00	0.00
2040	0.00	0.00
2041	0.00	0.00
2042	0.00	0.00
2043	0.00	0.00
2044	0.00	0.00
2045	0.00	0.00
2046	0.00	0.00
2047	0.00	0.00
2048	0.00	0.00
2049	0.00	0.00
2050	0.00	0.00
2051	0.00	0.00
2052	0.00	0.00
2053	0.00	0.00
2054	0.00	0.00
Premiums and Discounts	\$0.00	
Total	\$0.00	\$0.00

**ANNUAL FISCAL REPORT (AFR)
FOR 2019**

AGENCY: 20-14-10 - Natchitoches Levee and Drainage District

PREPARED BY: Ronald Corkern

PHONE NUMBER: 318-352-2302

EMAIL ADDRESS: rcorkern@corkerncrews.net

SUBMITTAL DATE: 08/06/2019 03:08 PM

Other Postemployment Benefits (OPEB)

If your agency has active or retired employees who are members of the Office of Group Benefits (OGB) Health Plan, please provide the following information: (Note: OGB has a 6/30/2018 measurement date for their OPEB valuation)

Benefit payments made subsequent to the measurement date of the **OGB** Actuarial Valuation Report until the employer's fiscal year end. (Benefit payments are defined as the employer payments for retirees' health and life insurance premiums). For agencies with a 6/30 year end this covers the current fiscal year being reported. For calendar year end agencies, it covers the period 7/1 to 12/31 for the current year being reported. 54,866.00

Covered Employee Payroll for the **PRIOR** fiscal year (not including related benefits) 118,763.00

For calendar year-end agencies only: Benefit payments or employer payments for retirees' health and life insurance premiums made for the next year's valuation reporting period (7/1/2018 - 6/30/2019). This information will be provided to the actuary for the valuation report early next year. 0.00

For agencies that have employees that participate in the **LSU Health Plan**, provide the following information: (Note: The LSU Health Plan has a measurement date of 6/30/2019 for their OPEB valuation report.)

Covered Employee Payroll for the **CURRENT** fiscal year (not including related benefits) 186,948.00

**ANNUAL FISCAL REPORT (AFR)
FOR 2019**

AGENCY: 20-14-10 - Natchitoches Levee and Drainage District

PREPARED BY: Ronald Corkern

PHONE NUMBER: 318-352-2302

EMAIL ADDRESS: rcorkern@corkemcrews.net

SUBMITTAL DATE: 08/06/2019 03:08 PM

FUND BALANCE/NET POSITION RESTATEMENT

Account Name/Description	Restatement Amount
Total	\$0.00

**ANNUAL FISCAL REPORT (AFR)
FOR 2019**

AGENCY: 20-14-10 - Natchitoches Levee and Drainage District

PREPARED BY: Ronald Corkern

PHONE NUMBER: 318-352-2302

EMAIL ADDRESS: rcorkern@corkemcrews.net

SUBMITTAL DATE: 08/06/2019 03:08 PM

SUBMISSION

Before submitting, ensure that all data (statements, notes, schedules) have been entered for the agency.

Once submitted no changes can be made to any of the agency data for the specified year.

By clicking 'Submit' below you certify that the financial statements herewith given present fairly the financial position and the results of operations for the year ended in accordance with policies and practices established by the Division of Administration or in accordance with Generally Accepted Accounting Principles as prescribed by the Governmental Accounting Standards Board.

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