Basic Financial Statements
And Independent Accountants' Review Report

Boeuf River Soil and Water Conservation District
Rayville, Louisiana

June 30, 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

To the Board of Commissioners
Boeuf River Soil and Water Conservation District
Rayville, Louisiana

We have reviewed the accompanying financial statements of the governmental activities and each major fund of the Boeuf River Soil and Water Conservation District of Rayville, Louisiana ("the District"), as of and for the year ended June 30, 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 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.

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 Boeuf River Soil and Water Conservation District of Rayville, Louisiana, 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.

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Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 6-11 and budgetary comparison information on pages 28 and 29 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 not audited, reviewed, or compiled the required supplementary information and we do not express an opinion, a conclusion, nor provide any assurance on it.

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. The information was subject to our compilation engagement, but we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any assurance on such information.

Langley, Williams & Co, L.L.C.

Lake Charles, Louisiana
January 29, 2026

REQUIRED SUPPLEMENTARY INFORMATION (PART I)

BOEUF SOIL AND WATER CONSERVATION DISTRICT

Management's Discussion and Analysis
June 30, 2025

This Management's Discussion and Analysis (MD&A) provides an objective and easily readable overview of the financial activities of the Boeuf River Soil and Water Conservation District (the "District") for the fiscal year ended June 30, 2025. It should be read in conjunction with the accompanying financial statements and disclosures.

Overview of the District

The District is a local political subdivision of the State of Louisiana organized under the authority of Louisiana Revised Statute (R.S.) 3:1201. Its mission is to promote the conservation of soil, water, and related natural resources within the boundaries of Boeuf River. Core services include providing technical support to agricultural producers, facilitating conservation practice implementation, administering state and federal program funding opportunities, and conducting outreach designed to promote sustainable land and water use.

Financial Highlights

Net position increased from $283,091 in the prior year to $346,799 as of June 30, 2025, representing an overall improvement of $63,708 (22.5%). This increase was primarily driven by additional revenue earned through administration of new conservation programs during the fiscal year.

The total net position is comprised of the following as of June 30, 2025:

1)	Net investment in capital assets	$ 32,415
2)	Restricted net position	$102,642
3)	Unrestricted net position	$211,742

The District continues to operate without any long-term debt, maintaining strong financial flexibility.

The financial highlights are explained in more detail in the "financial analysis" section of this document.

Overview of the Basic Financial Statements

This Management Discussion and Analysis document introduces the District's basic financial statements. The basic financial statements include: government-wide financial statements, fund financial statements, notes to the basic financial statements, and other required supplementary information as may be applicable. The District also includes in this report other financial information. These statements and schedules are listed on the Table of Contents page.

Government-Wide Financial Statements

The District's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the District's overall financial status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in accrual accounting and elimination or reclassification of activities between funds.

Government-Wide Financial Statements-(continued)

The first of these government-wide statements is the Statement of Net Position. This is the government-wide statement of position presenting information that includes all of the District's assets and liabilities, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District as a whole is improving or deteriorating. Evaluation of the overall health of the District would extend to other nonfinancial factors such as diversification of the taxpayer base, in addition to the financial information provided in this report.

The second government-wide statement is the Statement of Activities, which reports how the District's net position changed during the calendar year. All current year revenues and expenses are included regardless of when the District receives or pays cash. An important purpose of the design of the Statement of Activities is to show the financial reliance of the District's activities or functions on revenues provided by the District's citizens. This statement also includes depreciation of capital assets and accrued compensated absences.

The government-wide financial statements are presented on pages 14-15.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The District uses a general fund for the operations of the District administrative functions and a special revenue fund for the programs funded by grants, contributions, and intergovernmental revenue specific to providing services to its parish citizens to promote the conservation of soil, water and related natural resources in Boeuf River. Within the basic financial statements, fund financial statements focus on the District's general fund and the special revenue fund.

These statements report short-term fiscal year accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near term.

The Government-Wide Financial Statements focus on the long-term view and the Fund Financial Statements focus on a short-term view. Both the Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance provide a reconciliation to assist in understanding the differences between these two perspectives.

The basic governmental fund financial statements are presented on pages 17-18.

Notes to the Basic Financial Statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 19 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. Other required supplementary information is information that the accounting rules strongly suggest be presented within the District's financial report. The governmental funds budgetary comparison statement are included as "Other Required Supplementary Information." These statements demonstrate compliance with the District's adopted and final budgets. Also included is "Supplementary Information" which includes a Schedule of Compensation, Benefits, and Other Payments to Agency Head.

Financial Analysis of the District as a Whole

The following table provides a summary of the District's net position:

Summary of Net Position

	2025 Governmental Activities	2024 Governmental Activities
Assets:		
Current assets	$ 352,170	$ 307,014
Capital assets	32,415	-
Total assets	384,585	307,014
Liabilities:		
Current liabilities	37,786	23,923
Total liabilities	37,786	23,923
Net Position:		
Net investment in capital assets	32,415	-
Restricted	102,642	58,901
Unrestricted	211,742	224,190
	$ 346,799	$ 283,091

The District continues to maintain an extremely high current ratio. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. The District's financial outlook remains stable; however, ongoing operations and program levels are largely dependent on continued state and federal conservation funding. Management is not aware of any financial conditions expected to negatively impact the District's ability to operate in the upcoming fiscal year. The ratios are as follows:

	2025	2024
Current Ratio	4.88 to 1	10.85 to 1

The District reports a positive balance in the net position for its governmental activities.

2025 Increase $63,708
2024 Increase $33,754

Note that 9% of the governmental activities' assets are represented by capital assets in the current year. The District uses these capital assets to provide services to its citizens.

The following data is presented on the accrual basis of accounting which means that all costs are presented, however, the purchase of capital assets is not included but depreciation on the capital assets is included.

The following table provides a summary of the District's changes in net position:

Summary of Changes in Net Position

	2025		2024	
	Governmental Activities	% of Total	Governmental Activities	% of Total
Revenues:				
Program:				
Charges for Services	$ 1,200	-	$ -	-
Grants	323,951	69%	90,157	31%
General:				
Intergovernmental	140,282	30%	191,671	66%
Interest	6,535	1%	9,179	3%
Total Revenues	471,968	100%	291,007	100%
Program Expenses:				
Operational:				
Salaries and Benefits	138,390	34%	159,236	62%
Professional Services	59,705	15%	-	-
Producer Payments	194,085	48%	87,484	34%
Operating Services	10,733	3%	5,103	2%
Materials and Supplies	374	-	2,505	1%
Travel and Other	3,855	1%	2,925	1%
Depreciation	1,118	-	-	-
Total Expenses	408,260	100%	257,253	100%
Change in Net Position	63,708		33,754	
Beginning Net Position	283,091		249,337	
Ending Net Position	$ 346,799		$ 283,091	

GOVERNMENTAL REVENUES

The District is heavily reliant on state and federal revenue to support its operations. The soil and water conservation programs rely on federal grants to fund its programs. As a result, government programs and grants have a major impact on operations and program services.

GOVERNMENTAL FUNCTIONAL EXPENSES

The following is a summary of the major operational expenses as a percentage of total expenses:

	2025	2024
Program Expenses	47%	34%
Salaries and Benefits	34%	62%
Professional Services	15%	0%
Operating Services	4%	4%

FINANCIAL ANALYSIS OF THE DISTRICT'S GENERAL FUND

The General Fund is the District's operating fund and the source of day-to-day service delivery. As discussed, the General Fund is reported in the fund statements with a short-term, inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Remember the data presented in the fund financial statements is presented on the modified accrual basis. This means that capital assets purchased during the year are reported as expenditures and no depreciation on these capital assets is reported as an expenditure in the same year.

The total fund balance and change per year is reported in the following chart:

	2025	2024
Total fund balance	$ 213,657	$ 235,551
Change from prior year	$ (21,894)	$ (13,160)

The unassigned fund balance is $213,657 indicating availability for continuing District service requirements.

As a percentage of annual expenditures, the General Fund's ending unassigned fund balance is considered adequate. The percentages each year are as follows:

	2025	2024
Unassigned Fund balance as a % of Operating expenditures	157%	168%

BUDGETARY HIGHLIGHTS

The General Fund and Special Revenue Fund budgets were not amended during the year. In the current year, the General Fund of the District realized 108% of the revenue budget and the actual expenditures were 24% over the budgeted amounts. The Special Revenue Fund of the District realized 193% of the revenue budget and the actual expenditures were 39% over the budgeted amounts.

CAPITAL ASSETS AND DEBT ADMINISTRATION

	2025	2024
Capital assets:		
Depreciable, Equipment, furniture and fixtures	$ 33,533	$ -
Less: accumulated depreciation	(1,118)	-
Net Depreciable Assets	$ 32,415	$ -

The depreciable capital assets for governmental activities were 3% depreciated at the end of 2025.

Contact Information

This report is designed to provide stakeholders with a general understanding of the District's financial condition. Questions concerning any of the information provided may be directed to:

Boeuf River Soil and Water Conservation District
141 Industrial Loop
Rayville, Louisiana 7126920

BASIC FINANCIAL STATEMENTS

GOVERNMENT – WIDE FINANCIAL STATEMENTS (GWFS)

BOEUF RIVER SOIL AND WATER CONSERVATION DISTRICT
RAYVILLE, LOUISIANA
Statement of Net Position
June 30, 2025

	Governmental Activities
ASSETS	
Cash and cash equivalents	$ 139,563
Accounts receivable	35,435
Certificates of deposit	177,172
Capital assets (net of accumulated depreciation)	32,415
Total Assets	$ 384,585
LIABILITIES	
Accounts payable	$ 35,871
Accrued compensated absences	1,915
Total Liabilities	37,786
NET POSITION	
Investment in capital assets	32,415
Restricted	102,642
Unrestricted	211,742
Total Net Position	346,799
Total Liabilities and Net Position	$ 384,585

BOEUF RIVER SOIL AND WATER CONSERVATION DISTRICT
RAYVILLE, LOUISIANA
Statement of Activities
For the Year Ended June 30, 2025

		Program Revenues		Net (Expense) Revenue and Changes in Net Position
Activities	Expenses	Charges for Services	Operating Grants and Contributions	
Governmental activities:				
General government	$ 408,260	$ 1,200	$ 323,951	$ (83,109)
Total Governmental Activities	$ 408,260	$ 1,200	$ 323,951	(83,109)

General revenues:	
D'Arbonne watershed	31,985
Farm bill	39,901
State funds	68,396
Interest income	6,535
Total general revenues	146,817
Change in net position	63,708
Net position at beginning of year	283,091
Net position end of year	$ 346,799

FUND FINANCIAL STATEMENTS

BOEUF RIVER SOIL AND WATER CONSERVATION DISTRICT
RAYVILLE, LOUISIANA

Balance Sheet-Governmental Funds
June 30, 2025

	GOVERNMENTAL FUND TYPE		TOTALS
	GENERAL FUND	SPECIAL REVENUE	JUNE 30, 2025
ASSETS			
Cash and cash equivalents	$ 139,563	$ -	$ 139,563
Accounts receivable	8,264	27,171	35,435
Due from general fund	-	100,800	100,800
Certificates of deposit	177,172	-	177,172
TOTAL ASSETS	$ 324,999	$ 127,971	$ 452,970
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	$ 10,542	$ 25,329	$ 35,871
Due to special revenue fund	100,800	-	100,800
Total Liabilities	111,342	25,329	136,671
Fund Equity:			
Restricted	-	102,642	102,642
Unassigned	213,657	-	213,657
Total Fund Equity	213,657	102,642	316,299
TOTAL LIABILITIES AND FUND EQUITY	$ 324,999	$ 127,971	$ 452,970
Fund Balance of governmental fund			$ 316,299
Amounts reported for governmental activities in the Statement of Net Position is different because:			
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in funds. Those assets consist of:			32,415
Some liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds. Those liabilities consist of:			
Compensated absences payable			(1,915)
Net Position of governmental activities			$ 346,799

BOEUF RIVER SOIL AND WATER CONSERVATION DISTRICT
RAYVILLE, LOUISIANA

Statement of Revenue, Expenditures and Changes in Fund Balance-Governmental Funds
For the Year Ended June 30, 2025

	GENERAL FUND	SPECIAL REVENUE	TOTALS JUNE 30, 2025
REVENUES			
Intergovernmental Revenue:			
USDA watershed	$ -	$ 62,674	$ 62,674
Farm bill	39,901	-	39,901
State funds	68,396	-	68,396
Water quality (319)	-	233,153	233,153
PSS	-	28,124	28,124
D'arbonne watershed	31,985	-	31,985
Other Revenue:			
Interest income	6,535	-	6,535
Rentals	1,200	-	1,200
Total Revenues	148,017	323,951	471,968
EXPENDITURES			
Operating:			
Personnel services	121,416	26,420	147,836
Travel	3,855	-	3,855
Operating services	10,733	59,705	70,438
Supplies	211	-	211
Producer payments- 319 program	-	194,085	194,085
Maintenance and repairs	163	-	163
Capital outlay	33,533	-	33,533
Total Expenditures	169,911	280,210	450,121
(Deficiency) excess of revenues (under) over expenditures	(21,894)	43,741	21,847
Fund Balances-Beginning	235,551	58,901	294,452
Unassigned Fund Balances-Ending	$ 213,657	$ 102,642	$ 316,299

Total net change in fund balance-governmental fund-per Statement of Revenues, Expenditures and Changes in Fund Balance	$ 21,847
Amounts 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 those assets is allocated over their estimated useful lives and reported as depreciation expense.	33,533
Depreciation expense for the year ended June 30, 2025	(1,118)
Some expenses reported in the Statement of Activities do not require the use of current financial resources; therefore, are not reported as expenditures in governmental funds.	
Decrease in compensated absences	9,446
Change in net position of governmental activities	$ 63,708

See Independent Accountants' Review Report.

INTRODUCTION

The Boeuf Soil and Water Conservation District, "District" was created by and in accordance with provisions of Louisiana Revised Statute (LSA-R.S.) 3:1201 and serves citizens within the boundaries of Boeuf Parish of the State of Louisiana. The purpose of the District is to provide for the conservation of the soil and soil resources of their district, to control and prevent soil erosion and floodwater and sediment damages, and for furthering the conservation, development, utilization, and disposal of water. The District is to also preserve natural resources, control floods, prevent impairment of dams and reservoirs, assist in maintaining the navigability of rivers and harbors, preserve wildlife, protect public lands, and protect and promote the health, safety, and general welfare of the people of their district.

The governing authority of each district shall consist of five supervisors who shall be landowners or farm operators and qualified voters within the state. Three of the supervisors will be elected within the district on the second Saturday in June each year and the other two are appointed by the State Soil and Water Conservation District.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying basic financial statements of the District have been prepared in conformity with governmental accounting principles generally accepted (GAAP) in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The accompanying basic financial statements have been prepared in conformity with GASB Statement 34, *Basic Financial Statements- and Management's Discussion and Analysis—for State and Local Governments*, issued in June 1999; Statement 63, *Financial Reporting of Deferred Outflows of Resources, and Net Position* and Statement 65, *Items Previously Reported as Assets and Liabilities*. Such accounting and reporting policies also conform to the requirements of Louisiana Revised Statutes 24:517 and to the guides set forth in the *Louisiana Governmental Audit Guide*.

The significant accounting policies established in GAAP and used by the District are discussed below.

A. <u>REPORTING ENTITY</u>

Governmental Accounting Standards Board Statement No. 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. The basic criterion for including a potential component unit within the reporting entity is financial accountability. Oversight responsibility is determined on the basis of appointment of governing body, ability to significantly influence operations, accountability for fiscal matters, and the nature and significance of an organization's relationship with the primary government. For financial reporting purposes, in conformance with GASB Statement No. 14, the District includes all funds that are within the oversight responsibility of the District. Based on consideration of the foregoing criteria, the District is deemed to be a separate reporting entity.

B. <u>BASIS OF PRESENTATION</u>

The District's basic financial statements consists of government- wide financial statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-(continued)

B. BASIS OF PRESENTATION-(continued)

Government-Wide Financial Statements

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include the fund of the reporting entity, which is considered to be a governmental activity. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues.

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

Fund Financial Statements

The accounts of the District are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a separate set of self-balancing accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance- related legal and contractual provisions. These funds focus on the sources, uses and balances of current financial resources. Expendable assets are assigned to the fund from which they will be paid. The difference between a governmental fund's assets and liabilities is reported as the fund balance. In general, the fund balance represents the accumulated expendable resources which may be used to finance future period programs or operations. The minimum number of funds is maintained consistent with legal and managerial requirements.

The District has two funds, the General Fund and a Special Revenue Fund which are considered its major funds.

C. MEASUREMENT FOCUS/ BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" revenues, expenditures, expenses, transfers of assets, deferred outflows of resources, liabilities, and deferred inflows of resources—are recognized in the accounts and reported in the financial statements.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, governmental activities are presented using the economic resources measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery) and financial position. All assets and liabilities (whether current or non-current) associated with its activities are reported. Government-wide fund equity is classified as net position.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-(continued)

C. MEASUREMENT FOCUS/ BASIS OF ACCOUNTING-(continued)

In the fund financial statements, the "current financial resources" measurement focus is used. Only current financial assets and liabilities are generally included on its balance sheet. Their statement of revenues, expenditures, and changes in fund balance reports sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of available spendable financial resources during a given period. This approach is then reconciled, through adjustment, to a government-wide view of the operations.

Basis of Accounting

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

Governmental fund financial statements are 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 government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Revenues are classified by source and expenditures are classified by function and character. Expenditures (including capital outlays) generally are recorded when a liability is incurred, as under accrual accounting.

D. ASSETS, LIABILITIES, AND NET POSITION

Cash and Investments

Cash includes amounts in demand deposits and interest-bearing demand deposits. The cash includes amounts in time deposits and investments with original maturities of 90 days or less as cash equivalents. Under state law (LSA R.S. 33:2955), the District may deposit funds with a fiscal agent organized under Louisiana law or any other state of the United States, or under the laws of the United States. In addition, local governments may invest in certificates and time deposits of state banks organized under Louisiana laws and national banks having principal offices in Louisiana.

Accounts Receivables and Accounts Payables

Accounts receivables consist of all revenues earned at year-end and not yet received. Major receivables for the governmental activities are related to intergovernmental revenue. All receivables are current and therefore due within one year. Allowances are reported when accounts are proven to be uncollectible. There are no allowances reported as of June 30, 2025.

Accounts payables consist of necessary and ordinary expenses of the Fund.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-(continued)

D. ASSETS, LIABILITIES, AND NET POSITION-(continued)

Capital Assets

Capital assets include land, buildings, improvements, equipment, and infrastructure that are used in operations and that have an initial individual cost of $2,500 or more and an estimated useful life of greater than one year. Such assets are recorded at historical cost or estimated historical cost if actual cost is not available. Donated capital assets are recorded at acquisition value at the date of donation.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Buildings and improvements: 20–40 years
Equipment and vehicles: 3–10 years
Infrastructure: 20–40 years

Compensated Absences

The cost of leave privileges is recognized as current year expenditure in the general fund when the leave is actually taken. The cost of leave privileges not requiring current resources is reflected in the government-wide financial statements. As of June 30, 2025, employees of the District's office have accumulated $1,915.

Net Position

The District classifies net position in the government-wide financial statements, as follows:

- *Net Investment in Capital Assets* – consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced if applicable by the outstanding balance of borrowings attributable to the acquisition or improvement of those assets.
- *Restricted net position* – net position is considered restricted if their use is constrained to a particular purpose. Restrictions are imposed by external organizations such as federal or state laws or buyers of the District's bonds. Restricted net position is reduced by liabilities and deferred inflows of resources related to the restricted assets.
- *Unrestricted net position* – consists of all other net position that does not meet the definition of the above two components and is available for general use by the District.

The District's policy is to consider restricted net position to have been depleted before unrestricted net position is applied.

Fund Balances

In accordance with GASB 54, the district classifies fund balances in governmental funds as follows:

- *Nonspendable* – Amounts that are not in spendable form (such as prepaid expenses) because they are legally and contractually required to be maintained intact.
- *Restricted* – Amounts constrained to specific purposes by their providers (such as grantors or higher levels of government), through constitutional provisions, or by enabling legislation.
- *Committed* – Amounts constrained by the District itself. To be reported as committed, amounts cannot be used for any other purpose unless the Board takes the action to remove or change the constraint.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. ASSETS, LIABILITIES, AND NET POSITION-(continued)

Fund Balances-(continued)

- *Assigned* – Amounts the District intends to use for a specific purpose. Intent can be expressed by an official or body to which the governing body delegates the authority.
- *Unassigned* – All amounts not included in other spendable.

The District would typically use restricted fund balances first, followed by committed resources, and then assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first to defer the use of these other classified funds.

E. 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.

F. BUDGETS AND BUDGETARY ACCOUNTING

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

a. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).
b. The statement of revenues, expenditures, and changes in fund balances - budget and actual for all governmental fund types presents comparisons of legally adopted budgets with actual data on a budgetary basis. Accounting principles applied for purposes of developing data on a budgetary basis and those used to present financial statements in conformity with generally accepted accounting principles are the same and no adjustment is necessary to convert the actual GAAP data to the budgetary basis.
c. Unused appropriations of all of the above annually budgeted funds lapse at the end of the fiscal year.
d. Prior to June 15, the District Board of Directors prepares a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayer comments. Prior to June 30, the budget is legally enacted through the passage of an ordinance.
e. The Board is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board. Therefore, the level of budgetary responsibility is by total appropriations; however, for report purposes, this level has been expanded to a functional basis.
f. The budgets were not amended in the reporting year. The budget amounts shown in the financial statements are the final authorized amounts.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-(continued)

G. RECENTLY ISSUED ACCOUNTING PRONOUNCEMENT

In April 2024, GASB approved 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 government's accountability. This statement also addresses certain application issues. The requirements of this statement are 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.

In September 2024, the Governmental Accounting Standards Board (GASB) issued Statement No. 104, Disclosure of Certain Capital Assets. This Statement requires governments to disclose certain capital assets separately in the notes to the financial statements, including infrastructure assets that are reported using the modified approach and capital assets that are held for sale. GASB Statement No. 104 is effective for fiscal years beginning after June 15, 2025, and therefore will be effective for the government's fiscal year ending June 30, 2026. Early application is permitted. The District is currently evaluating the impact of GASB Statement No. 104 on the financial statements.

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. BUDGETARY COMPLIANCE

State law requires that actual expenditures not exceed budgeted expenditures for the General Fund and Special Revenue Fund. For the year ended June 30, 2025, actual General Fund and Special Revenue Fund expenditures exceeded the final amended budget by more than 5%, resulting in noncompliance with Louisiana budget requirements.

3. CASH AND CASH EQUIVALENTS AND CERTIFICATES OF DEPOSIT

As of June 30, 2025, the District has cash (book balances) totaling $139,563 in interest bearing demand deposits.

The cash of the District is subject to the following risks:

Custodial Credit Risk: Custodial risk for deposits is the risk that, in the event of the failure of a depository financial institution, the government will not be able to recover its deposits. Under state law, 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 pledged securities plus the federal deposit insurance must at all times equal or exceed the amount on deposit with the fiscal agent.

3. CASH AND CASH EQUIVALENTS AND CERTIFICATES OF DEPOSIT-(continued)

As of June 30, 2025, the District has $139,563 in deposits (collected bank balances). These deposits are secured from risk by federal deposit insurance.

Certificate of deposits with maturities longer than three months are measured at cost, which approximates the fair value. At year end, the district's certificates of deposits totaling $177,172 were fully insured by the FDIC coverage, with various maturities.

4. ACCOUNTS RECEIVABLE

Accounts receivable as of June 30, 2025, consists of $35,435 for services from intergovernmental agencies.

5. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2025 was as follows:

Governmental Activities	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets being depreciated:				
Equipment	$ -	$ 33,533	$ -	$ 33,533
Total capital assets being depreciated	-	33,533	-	33,533
Less accumulated depreciation				
Equipment	-	(1,118)	-	(1,118)
Total capital assets being depreciated, net	$ -	$ 32,415	$ -	$ 32,415

Depreciation expense for the year ended June 30, 2025 was $1,118.

6. INTERFUND RECEIVABLES AND PAYABLES

All cash collections and routine operating disbursements, including those programs under the Special Revenue Fund, are processed through the General Fund operating account. As a result, interfund receivables and payables accumulate to reflect amounts owed between the funds from program operations.

At the end of the current fiscal year, the balance due to the Special Revenue fund from General fund was $100,800. Amounts are expected to be reimbursed within the year that have been advanced to pay program expenses.

7. COMPENSATION OF BOARD MEMBERS

The board members of the District were paid per diem of:

Everett Calloway	$	420
Shane Hart		644
Christopher Johnson		119
William Waller		182
John Lowery		240
	$	1,605

8. RISK OF LOSS

The Conservation District is exposed to a variety of risks that may result in losses. These risks include possible loss from acts of God, injury to employees, property damage or breach of contract. The Conservation District is not a member of a risk pool. There are no claims currently filed or outstanding liabilities expected for the District.

REQUIRED SUPPLEMENTARY INFORMATION (PART II)

BOEUF RIVER SOIL AND WATER CONSERVATION DISTRICT
RAYVILLE, LOUISIANA

Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget (GAAP Basis) and Actual
Governmental Fund - General Fund
For the Year Ended June 30, 2025

	GENERAL FUND			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES				
Intergovernmental Revenue:				
Farm bill	$ 62,000	$ 62,000	$ 39,901	$ (22,099)
State funds	71,500	71,500	68,396	(3,104)
D'arbonne watershed	-	-	31,985	31,985
Other Revenue:				
Interest income	4,000	4,000	6,535	2,535
Rentals	-	-	1,200	1,200
Total Revenues	137,500	137,500	148,017	10,517
EXPENDITURES				
Operating:				
Personnel services	128,000	128,000	121,416	6,584
Travel	3,000	3,000	3,855	(855)
Operating services	4,600	4,600	10,733	(6,133)
Supplies	530	530	211	319
Maintenance & repairs	1,300	1,300	163	1,137
Capital outlay	-	-	33,533	(33,533)
Total Expenditures	137,430	137,430	169,911	(32,481)
Excess (deficiency) of revenues over (under) expenditures	70	70	(21,894)	(21,964)
Fund Balance-Beginning	235,551	235,551	235,551	
Fund Balance-Ending	$ 235,621	$ 235,621	$ 213,657	

BOEUF RIVER SOIL AND WATER CONSERVATION DISTRICT
RAYVILLE, LOUISIANA

Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget (GAAP Basis) and Actual
Governmental Fund - Special Revenue Fund
For the Year Ended June 30, 2025

	SPECIAL REVENUE			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES				
Intergovernmental Revenue:				
USDA watershed	$ 94,000	$ 94,000	$ 62,674	(31,326)
Water quality (319)	48,000	48,000	233,153	185,153
PSS	26,000	26,000	28,124	2,124
Total Revenues	168,000	168,000	323,951	155,951
EXPENDITURES				
Operating:				
Personnel services	28,500	28,500	26,420	2,080
Operating services	650	650	59,705	(59,055)
Producer payments- 319 program	87,500	87,500	194,085	(106,585)
Maintenance & repairs	750	750	-	750
Total Expenditures	117,400	117,400	280,210	(162,810)
Excess of revenues over expenditures	50,600	50,600	43,741	(6,859)
Unassigned Fund Balance-Beginning	58,901	58,901	58,901	
Unassigned Fund Balance-Ending	$ 109,501	$ 109,501	$ 102,642	

SUPPLEMENTARY INFORMATION

BOEUF RIVER SOIL AND WATER CONSERVATION DISTRICT
RAYVILLE, LOUISIANA

Schedule of Compensation, Benefits, and Other Payments to Agency Head
For the Year Ended June 30, 2025

Shane Hart
Chairman

Purpose	Amount
Travel	$ 644
	$ 644

BOEUF SOIL AND WATER CONSERVATION DISTRICT
RAYVILLE, LOUISIANA

Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2025

Section 1: Current Year Findings and Management Corrective Action Plan

2025-01 (C) – Compliance with Best Budget Practices:

Condition: The June 30, 2025 amended budgeted expenditures for the general fund and special revenue fund were less than the 5% threshold to actual results due to various actual expenditures exceeding the budgeted amounts.

Criteria: Best budget practices require that budgets be amended when unfavorable actual results exceed budgeted amounts in excess of 5%.

Cause: Boeuf Soil and Water District did not properly budget for actual expenditures for the general fund or special revenue fund.

Effect: Failure to properly amend the budget causes a reportable instance of noncompliance with state budget law.

Recommendation: We recommend Boeuf Soil and Water District establish appropriate controls for ensuring budgets are amended timely and sufficient to not have unfavorable outcomes exceeding budgeted amounts by 5%.

Views of Responsible Officials and Planned Corrective Actions: Boeuf Soil and Water District will plan to amend the budgets in a timely manner to include all expenditures and revenues.

<u>Section 2: Prior Year Findings and Management Corrective Action Plan</u>

<u>2024-01 (C) – Compliance with Best Budget Practices:</u>

Condition: The June 30, 2024 amended budgeted revenues for the general revenue fund were more than the 5% threshold to actual results due to various budgeted revenues exceeding the actual amounts.

Criteria: Best budget practices require that budgets be amended when unfavorable actual results exceed budgeted amounts in excess of 5%.

Cause: Boeuf Soil and Water District did not properly budget for actual revenues for the general fund.

Effect: Failure to properly amend the budget causes a reportable instance of noncompliance with state budget law.

Recommendation: We recommend Boeuf Soil and Water District establish appropriate controls for ensuring budgets are amended timely and sufficient to not have unfavorable outcomes exceeding budgeted amounts by 5%.

Views of Responsible Officials and Planned Corrective Actions: Boeuf Soil and Water District will plan to amend the budget in a timely manner to include all expenditures and revenues.

<u>2024-02 (C) – Late filing of review with Louisiana Legislative Auditor</u>

Condition: The District did not submit the reviewed financial statements to the Louisiana Legislative Auditor by the due date.

Criteria: L.R.S. 24:513 provides that the financial statements are to be filed with the Legislative Auditor within six months of the close of the fiscal year.

Cause: Employee turnover within the District impacted their ability to finalize and provide necessary financial documentation for the review engagement.

Effect: According to the Legislative Auditor of the State of Louisiana, failure to comply with the six-month statutory submission of the financial reports is a reportable instance of noncompliance with state law.

Recommendation: We recommend the District establish appropriate controls for ensuring the required reports will be submitted timely in the future.

Views of Responsible Officials and Planned Corrective Actions: The district will timely provide all necessary documentation for the review in the future.

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 Boeuf River Soil and Water Conservation District ("District") 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 June 30, 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 June 30, 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.

Management provided us a listing of all expenditures; there were none 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.

Management provided us with the requested information.

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

None of the employees included on the list provided by management for agreed-upon Procedure 3 appeared on the list provided by management for agreed-upon Procedure 2.

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.

Management provided the requested information. None of the businesses of board members, employees, and board members' and employees' 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 us with 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 no formal adoption of the original or the amended budgets in the minutes of the meeting of the District's board meetings. However, we did note that the board reviews the monthly budget reports and the board chairperson formally signed and approved original and amended budget.

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. Budgeted revenues for the general fund and special revenue fund exceeded actual expenditures by more than 5%.

Management's Response: Boeuf Soil and Water District will plan to amend the budget in a timely manner to include all expenditures and revenues.

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 at the monthly board meetings 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.

We reviewed evidence from management to support that agendas for meetings recorded in the minute book properly posted.

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.

We scanned payroll disbursements and read the meeting minutes of the District's board of commissioners for the fiscal year. We found no payments or approval for payments to employees that would constitute bonuses, advances, or gifts.

State Audit Law

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

The District's report was due on January 5, 2026; however, the District was approved for a 90-day extension due to the government shut down in 2025. The District filed their report on January 29, 2026.

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.

The prior year review report, dated January 30, 2025 had a budget finding and late filing finding. These have not been resolved as they are exceptions again for the year ended June 30, 2025.

Management's response: Going forward, Management will resolve these issues.

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

January 29, 2026

ATTACHMENTS:

SIGNED LOUISIANA ATTESTATION QUESTIONNAIRE