

TOWN AND COUNTRY DRAINAGE DISTRICT NO. 1

Financial Statements
For the Year Ended December 31, 2020



TOWN AND COUNTRY DRAINAGE DISTRICT NO. 1

DECEMBER 31, 2020

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Board and Commissioners
Town and Country Drainage District No. 1
Monroe, Louisiana

Management is responsible for the accompanying financial statements of the governmental activities, of Town and Country Drainage District No. 1, a component unit of Ouachita Parish Police Jury, as of and for the year ended December 31, 2020, and the related notes to the financial statements which collectively comprise the District's basic financial statements as listed in the table of contents, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Supplementary Information

The accompanying schedule of compensation, benefits, and other payments to the agency head, political subdivision head, or chief executive officer 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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the following supplementary information on page 9 be presented to supplement the basic financial statements:

Budgetary Comparison Schedule

Such information is presented for purposes of additional analysis and, although not a required part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. This information is the representation of management. We have not performed an audit, review or compilation on the required supplementary information and, accordingly, we do not express an opinion, a conclusion, nor provide any assurance on such information.

Management has omitted the Management Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial

statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical content.

Cameron, Hines & Company (APAC)

West Monroe, Louisiana
June 21, 2021

TOWN AND COUNTRY DRAINAGE DISTRICT NO. 1
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2020

"SEE ACCOUNTANTS' COMPILATION REPORT"

ASSETS

Cash and cash equivalents on hand	\$ 14,967
Special Assessment Tax Receivable	74,546
TOTAL ASSETS	<u>\$ 89,513</u>

LIABILITIES AND NET ASSETS

Liabilities

Accounts Payable	<u>\$ 67,403</u>
Total Liabilities	67,403

<u>Net Assets - Undesignated without Donor Restrictions</u>	<u>22,110</u>
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TOTAL LIABILITIES AND NET ASSETS	<u>\$ 89,513</u>
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TOWN AND COUNTRY DRAINAGE DISTRICT NO. 1
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2020

"SEE ACCOUNTANTS' COMPILATION REPORT"

Revenues

Interest Income	\$ 8
Maintenance Tax Collections	9,565
Other Income	5,455
Special Assessment Tax	<u>75,500</u>
Total Revenues	90,528

Expenditures

Insurance	204
Levee and Pump Fees	67,499
Levee Maintenance	2,700
Repairs and Maintenance	8,566
Legal & Accounting	1,026
Bank Charges	16
Utilities	2,081
Miscellaneous	<u>50</u>
Total Expenditures	<u>82,142</u>

Change in Net Assets	8,386
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Net Assets at Beginning of Year	<u>13,724</u>
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Net Assets (deficit) at End of Year	<u><u>\$ 22,110</u></u>
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TOWN AND COUNTRY DRAINAGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020

Note 1 - Summary of Significant Accounting Policies

The Town and Country Drainage District No. 1, (Drainage District), was created with ordinance No. 7229 by the Ouachita Parish Police Jury on August 19, 1968. The ordinance was adopted under the provisions of Part I, Chapter VI, Title 38 of the Louisiana Revised Statutes of 1950, as amended. The Drainage District is a component unit of the Ouachita Parish Police Jury and is governed by a board of commissioners that is appointed by the Police Jury.

The purpose of the Drainage District is to create and maintain a system for draining and reclaiming the undrained or partially drained overflowed lands in Ouachita Parish that are specified in the Charter.

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

A. Government-Wide Financial Statements

The Government-Wide Financial Statements (The Statement of Position and The Statement of Activities) report information of all the activities of the Drainage District. The governmental activities are supported by taxes and assessments.

The Government-Wide Financial Statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

B. Fund Accounting

The accounts of the Drainage District are organized on a fund basis. The operations of the fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, net assets, revenues, and expenses. Revenues are accounted for in the fund based upon the purpose for which spending activities are controlled. The fund presented in the financial statements was initially used to account for the cost of constructing drainage improvements in the Town & Country subdivision. Each property owner was assessed their proportionate share based on square footage. Currently, maintenance taxes are assessed the property owners as a percentage of original assessment.

C. Basis of Accounting

The Drainage District's records are maintained on a modified accrual basis of accounting utilizing the following practices in recording revenues and expenses. Revenues are recognized when they are considered to be measurable and available. Property taxes were assessed on November 1, 2020 for 2020 and became a lien on the property when assessed. The taxes are collected by the Ouachita Parish Sheriff Office and will be received in early 2021 but are recognized as revenue on the assessment date.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

TOWN AND COUNTRY DRAINAGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020

Note 1 - Summary of Significant Accounting Policies (Continued)

C. Basis of Accounting (Continued)

The Drainage District's fixed assets consist primarily of levees and canals, and management has elected not to report on "infra-structure" fixed assets, therefore, no fixed assets account group is included in the accompanying financial statements.

D. Cash Deposits with Financial Institutions

The Town and Country Drainage District's bank balances of deposits as of the balance sheet date are entirely insured by the Federal Deposit Insurance Corporation (FDIC).

Note 2 - Subsequent Events

Management has evaluated subsequent events through June 21, 2021, the date on which the financial statements were available to be issued.

We have compiled the component unit financial statements of the Town and Country Drainage District No. 1 as of and for the year ended December 31, 2020, and have issued our report thereon dated June 21, 2021. We conducted our compilation in accordance with accounting standards generally accepted in the United States of America.

A. Report on Internal Control and Compliance Material to the Financial Statements

Compliance Material to Financial Statements X yes ___ no

Material Weakness Identified _____ yes _____ no
 Significant Deficiencies not considered to be
 Material Weaknesses _____ yes _____ no

Unmodified _____ Modified _____
Disclaimer _____ Adverse _____

Are their findings required to be reported in accordance with the Uniform Guidance? N/A

Name of Federal Program (or cluster)	CFDA Number(s)

Dollar threshold used to distinguish between Type A and Type B Programs. N/A

Is the auditee a "low-risk" auditee, as defined by the Uniform Guidance? N/A

TOWN AND COUNTRY
DRAINAGE DISTRICT NO. 1
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2020 (continued)

Section II- Financial Statement Findings

2020-01 Noncompliance with State Law

Condition:

The District's actual expenditures for the year exceeded budgeted expenditures by greater than five percent.

Criteria:

Louisiana Revised Statute 39:1311 requires the District to amend its budget if there is a 5% or greater overage in budgeted revenues as compared to actual revenues or a 5% or greater overage in actual expenditures as compared to budgeted expenditures.

Cause:

During the course of the engagement, it was noted that a major, unexpected expenditure pushed the actual expenditures over budgeted expenditures by greater than 5%.

Potential Effect:

Due to the unexpected nature of this expenditure, this finding is not expected to have an effect beyond this year.

Recommendation:

The District should continue to monitor revenues and expenditures throughout the year to ensure actual revenues and expenditures are within the five percent variance of the budgeted revenue and expenditures.

Management's Response:

Management was unaware of the requirement to amend their budget during the year, if needed. Management is now aware of this requirement and will closely monitor the revenues and expenses during the year. They will also amend the budgets if needed during the year to help ensure that this does not happen in future years.

Section III- Federal Award Findings and Question Costs- N/A

TOWN AND COUNTRY DRAINAGE DISTRICT NO. 1
BUDGETARY COMPARISON SCHEDULE
BUDGET (NON-GAAP) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2020

"SEE ACCOUNTANTS' COMPILATION REPORT"

	<u>Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance - Favorable (Unfavorable)</u>
<u>Revenues</u>			
Interest Income	\$ -	\$ 8	\$ 8
Maintenance Tax Collections	11,067	9,565	(1,502)
Other Income	-	5,455	5,455
Special Assessment	-	75,500	75,500
Total Revenues	11,067	90,528	79,461
<u>Expenditures</u>			
Insurance	200	204	(4)
Office Expense	50	16	34
Legal & Accounting	675	1,026	(351)
Levee and Pump Fees	-	67,499	(67,499)
Levee Maintenance	6,000	2,700	3,300
Repairs and Maintenance	3,500	8,566	(5,066)
Miscellaneous	-	50	(50)
Utilities	2,500	2,081	419
Total Expenditures	12,925	82,142	(69,217)
Excess of revenues (expenditures) or expenditures (revenues)	<u>\$ (1,858)</u>	<u>\$ 8,386</u>	<u>\$ 10,244</u>

TOWN AND COUNTRY DRAINAGE DISTRICT NO. 1
STATEMENT OF COMPENSATION
FOR THE YEAR ENDED DECEMBER 31, 2020

"SEE ACCOUNTANTS' COMPILATION REPORT"

The Agency Head did not receive any compensation, benefits, or any other payments.