

Tangipahoa Parish Gravity Drainage
District No. 5

Annual Financial Statements

As of and for the Year Ended December 31, 2020
With Supplementary Information



BRUCE HARRELL & COMPANY
CERTIFIED PUBLIC ACCOUNTANTS
A Professional Accounting Corporation

Tangipahoa Parish Gravity Drainage District No. 5

Financial Statements For the Year Ended December 31, 2020

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Accountant's Compilation Report

To the Board Members of
Tangipahoa Parish Gravity Drainage District No. 5
19550 Cutrer Road
Kentwood, Louisiana 70444

Management is responsible for the accompanying financial statements of the governmental activities and each major fund of the Tangipahoa Parish Gravity Drainage District No. 5, a component unit of the Tangipahoa Parish Government, as of and for the fiscal year ended December 31, 2020, and the related notes to the financial statements which collectively comprise the Tangipahoa Parish Gravity Drainage District No. 5's basic financial statements as listed in the table of contents, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services committee of the AICPA. We did not audit or review the financial statements, nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

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

Accounting principles generally accepted in the United States of America require that budgetary comparison information on page 11, 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, who considers it to be an essential part of financial reporting and for placing the basic financial statements in an appropriate operational, economic, or historical context. Management has omitted the management's discussion and analysis that the Governmental Accounting Standards Board requires to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operation, economic, or historical context. Such information is the responsibility of management. The required supplementary information was subject to our compilation engagement. We have not audited or reviewed the required supplementary information and do not express an opinion, a conclusion, or provide any assurance on such information.

The supplementary information contained in the schedules listed as Other Supplementary Information in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and, do not express an opinion, a conclusion, nor provide any assurance on such information.

We are not independent with respect to Tangipahoa Parish Gravity Drainage District No. 5.

Bruce Harrell & Company, CPAs
A Professional Accounting Corporation
Kentwood, Louisiana
May 11, 2021

Basic Financial Statements

Government-Wide Financial Statements

Tangipahoa Parish Gravity Drainage District No. 5
Statement of Net Position
As of December 31, 2020

Statement A

	Governmental Activities
Assets	
Cash and Equivalents	\$ 109,370
Receivables, Net:	
Ad Valorem Taxes	23,597
State Revenue Sharing	1,061
Total Assets	134,028
 Liabilities	
Accounts Payable	-
Total Liabilities	-
 Net Position	
Unrestricted	134,028
Total Net Position	\$ 134,028

See Accountant's Compilation Report.

Tangipahoa Parish Gravity Drainage District No. 5
Statement of Activities
For the year ended December 31, 2020

Statement B

	<u>Expenses</u>	<u>Program Revenues</u>	<u>Charges for Services</u>	<u>Net (Expenses) Revenues and Changes in Net Assets</u>
			<u>Governmental Activities</u>	
Governmental Activities				
Public Works	\$ 28,697	\$ -		\$ (28,697)
Total Governmental Activities	<u>28,697</u>	<u>-</u>		<u>(28,697)</u>
General Revenues				
Taxes:				
Ad Valorem				59,758
State Revenue Sharing				3,245
Interest				<u>671</u>
Total General Revenues				<u>63,674</u>
Change in Net Position				<u>34,977</u>
Net Position - Beginning				<u>99,051</u>
Net Position -Ending				<u>\$ 134,028</u>

See Accountant's Compilation Report.

Basic Financial Statements
Fund Financial Statements
Governmental Fund Financial Statements

**Tangipahoa Parish Gravity Drainage District No. 5
Balance Sheet, Governmental Fund
As of December 31, 2020**

Statement C

	<u>General Fund</u>
Assets	
Cash and Equivalents	\$ 109,370
Receivables, Net:	
Ad Valorem Taxes	23,597
State Revenue Sharing	<u>1,061</u>
Total Assets	\$ <u>134,028</u>
Liabilities and Fund Balances	
Liabilities:	
Accounts Payable	\$ <u>-</u>
Total Liabilities	<u>-</u>
Fund Balances:	
Unassigned	<u>134,028</u>
Total Fund Balances	<u>134,028</u>
Total Liabilities and Fund Balance	\$ <u>134,028</u>

See Accountant's Compilation Report.

**Statement
D**

**Tangipahoa Parish Gravity Drainage District No. 5
Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended December 31, 2020**

**General
Fund**

Revenues

Ad Valorem Taxes	\$ 59,758
State Revenue Sharing	3,245
Interest Income	671

Total Revenues 63,674

Expenditures

Pension Fund State Mandate	-
Board Member Per Diem	5,300
Canal Maintenance	5,791
Consultant	3,600
Miscellaneous	280
Insurance	3,870
Official Journal	397
Professional & Legal	3,400
Secretary-Treasurer Salary	6,059

Total Expenditures 28,697

Net Change in Fund Balance 34,977

Fund Balance, Beginning 99,051

Fund Balance, Ending \$ 134,028

See Accountant's Compilation Report

Required Supplementary Information

Schedule 1

Tangipahoa Parish Gravity Drainage District No. 5
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) to Actual
General Fund
For the Year Ended December 31, 2020

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>GAAP Basis</u>	<u>Favorable</u> <u>(Unfavorable)</u>
Revenues				
Ad Valorem Taxes	\$ 67,000	\$ 70,000	\$ 59,758	\$ (10,242)
State Revenue Sharing	2,000	2,204	3,245	1,041
Interest Income	400	500	671	171
Total Revenues	<u>69,400</u>	<u>72,704</u>	<u>63,674</u>	<u>(9,030)</u>
Expenditures				
Pension Fund State Mandate	3,000	2,800	-	2,800
Board Member Per Diem	6,000	5,400	5,300	100
Canal Maintenance	35,000	3,000	5,791	(2,791)
Consultant	3,600	3,600	3,600	-
Miscellaneous	200	180	280	(100)
Insurance	2,500	2,000	3,870	(1,870)
Office Expense	500	-	-	-
Official Journal	1,500	400	397	3
Professional & Legal	3,500	3,400	3,400	-
Secretary-Treasurer Salary	6,000	6,000	6,059	(59)
Total Expenditures	<u>61,800</u>	<u>26,780</u>	<u>28,697</u>	<u>(1,917)</u>
Net Change in Fund Balance	<u>7,600</u>	<u>45,924</u>	<u>34,977</u>	<u>(10,947)</u>
Fund Balance, Beginning	<u>99,051</u>	<u>99,051</u>	<u>99,051</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 106,651</u>	<u>\$ 144,975</u>	<u>\$ 134,028</u>	<u>\$ (10,947)</u>

See Accountant's Compilation Report.

Other Supplementary Information

Schedule 2

**Tangipahoa Parish Gravity Drainage District No. 5
Schedule of Compensation Paid to Board Members
For the Year Ended December 31, 2020**

<u>Name and Title / Contact Number</u>	<u>Address</u>	<u>Compensation Received</u>	<u>Term Expiration</u>
Russ Carter, President 985-514-3316	402 Avenue F Kentwood, LA 70444	\$ 1,200	July, 2022
Ray Ydarraga 985-229-5941	506 Ave A Kentwood, LA 70444	\$ 400	July 2020
Ronald Robertson 985-215-5832	12160 JR Feets Lane Kentwood, LA 70444	\$ 1,000	July, 2022
Steven Smith 985-514-1586	PO Box 623 Kentwood, LA 70444	\$ 1,000	July, 2022
Howard Magee 985-514-2181	PO Box 232 Tangipahoa, LA 70465	\$ 1,000	July, 2022
Michael Kazerooni 985-614-9807	723 Ave E Kentwood, LA 70444	\$ 600	July, 2024
William Barrett Travis 985-229-3836	603 Ave B Kentwood, LA 70444	\$ 100	July, 2024
		<u>\$ 5,300</u>	

See Accountant's Compilation Report.

Tangipahoa Parish Gravity Drainage District No. 5
Schedule of Compensation, Reimbursements, Benefits, and Other Payments to Agency Head
For the Year Ended December 31, 2020

Agency Head Name: Russ Carter, President

<u>Purpose</u>	<u>Amount</u>
Board Member Per Diem	\$ 1,200
	<u>\$ 1,200</u>

See Accountant's Compilation Report.

Tangipahoa Parish Gravity Drainage District No. 5

**Schedule of Findings and Responses
For the Year Ended December 31, 2020**

Finding Number: 2020-C1 Local Budget Act (Noncompliance)

Criteria: Louisiana Revised Statute 39:1311 requires that total expenditures and other uses must not exceed budgeted expenditures and other uses by 5% or more and revenues and other sources must meet budgeted revenue and other sources by 5% or more.

Condition: The District's actual revenues and other sources were less than the total budgeted revenues and other sources by five percent or more. Also, the District's actual expenditures and other uses were more than total budgeted expenditures and other uses by five percent or more.

Cause: The District amended the budget; however, ad valorem taxes received were lower than anticipated. Expenditures in the last month of the year were higher than anticipated.

Effect: Apparent noncompliance with the above referenced statute.

Recommendations: The budget should be amended when budget variances greater than 5% are evident.

Response by Management: We will continue to monitor budget compliance and amend the budget as required for revenue variations.

Contact Person:

Russ Carter, Board President
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Kentwood, Louisiana 70444
(985) 514-3316