

**FINANCIAL REPORT OF THE  
DURALDE GRAVITY DRAINAGE DISTRICT NO. 4  
EVANGELINE PARISH, LOUISIANA  
FOR THE YEAR ENDED  
DECEMBER 31, 2016**

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Louisiana Certified Public Accountants

## Accountant's Compilation Report

To the Board of Commissioners  
Duralde Gravity Drainage District No. 4  
of Evangeline Parish, Louisiana  
Ville Platte, Louisiana

Management is responsible for the accompanying financial statements of the governmental activities of the Duralde Gravity Drainage District No. 4 of Evangeline Parish, Louisiana, a component unit of the Evangeline Parish Police Jury, as of and for the year ended December 31, 2016, 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. I 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. I did not audit or review the financial statements nor was I required to perform any procedures to verify the accuracy of completeness of the information provided by management. Accordingly, I do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management did not adopt the provisions of GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments* and *GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions* for the year ended December 31, 2016. The effects of these departures from generally accepted accounting principles have not been determined. Because the significance and pervasiveness of the matters discussed above makes it difficult to assess their impact on the financial statements taken as a whole, users of these financial statements should recognize that they might reach different conclusions about the District's financial position, results of operations, and cash flows if they had access to revised financial statements prepared in conformity with generally accepted accounting principles.

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 operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Management has omitted the budgetary comparison information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. The budgetary comparison 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 the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical content.

The accompanying schedule of per diem and expenses paid to board members and the schedule of compensation, benefits, and other payments to the agency head, political subdivision head, or chief executive officer are presented for purposes of additional analysis and are not required parts of the basic financial statements. Such information is the responsibility of management. The supplementary information was subject to my compilation engagement. I have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such supplementary information.

I am not independent with respect to Duralde Gravity Drainage District No. 4.



Michael W. Johnson  
Certified Public Accountant

June 23, 2017  
Eunice, Louisiana

**BASIC FINANCIAL STATEMENTS**

**DURALDE GRAVITY DRAINAGE DISTRICT NO. 4**  
**OF EVANGELINE PARISH, LOUISIANA**

**Balance Sheet - Governmental Fund**  
**December 31, 2016**

<b><u>ASSETS</u></b>	<b><u>GENERAL FUND</u></b>
Assets:	
Cash and cash equivalents	\$579,147
Ad Valorem Taxes Receivable	<u>57,500</u>
 TOTAL ASSETS	 <u>\$636,647</u>
 <b><u>LIABILITIES AND EQUITY</u></b>	
Liabilities:	
Current Liabilities:	
Due To Evangeline Parish Sheriff	\$ 52,306
Total Current Liabilities	<u>\$ 52,306</u>
Total Liabilities	<u>\$ 52,306</u>
Equity:	
Fund Balance	
Restricted for:	
Operations of Drainage District	\$584,341
Total Fund Balance	<u>\$584,341</u>
 TOTAL LIABILITIES AND FUND EQUITY	 <u>\$636,647</u>

See accompanying accountant's compilation report.

**DURALDE GRAVITY DRAINAGE DISTRICT NO. 4**  
**OF EVANGELINE PARISH, LOUISIANA**

**Statement of Revenues, Expenditures,**  
**and Changes in Fund Balance – Governmental Fund**  
**For the Year Ended December 31, 2016**

	<b><u>GENERAL</u></b> <b><u>FUND</u></b>
<b><u>REVENUES:</u></b>	
Ad Valorem Taxes	\$55,256
State Revenue Sharing	733
Total Revenues	<u>\$ 55,989</u>
<b><u>EXPENDITURES</u></b>	
Current Operating	
Advertising	\$ 40
Legal and Accounting	4,600
Board Member Per Diem	4,900
Secretary Expense	2,600
Drainage Contract Work	27,740
Pension Expense	1,755
Miscellaneous	413
Total Expenditures	<u>\$42,048</u>
<b><u>Other Financing Sources:</u></b>	
Interest	<u>\$4,845</u>
Total Other Financing Sources	<u>\$4,845</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES AND OTHER</u></b> <b><u>FINANCING SOURCES OVER EXPENDITURES AND OTHER</u></b> <b><u>FINANCING USES</u></b>	   <u>\$18,786</u>
<b><u>FUND BALANCE, BEGINNING OF YEAR</u></b>	<u>565,555</u>
<b><u>FUND BALANCE, END OF YEAR</u></b>	<u>\$584,341</u>

See accompanying accountant's compilation report.

**DURALDE GRAVITY DRAINAGE DISTRICT NO. 4**  
**OF EVANGELINE PARISH, LOUISIANA**

**Schedule Of Per Diem Paid To Board Members**  
**For The Year Ended December 31, 2016**

A schedule of compensation paid to the Board of Commissioners for the year ended December 31, 2016, is as follows:

<u>Name</u>	<u>Office Held</u>	<u>Compensation</u>	<u>Term Expires</u>
J.D. Fontenot	President	\$1,300	June, 2018
Paul Berzas	Vice-President	600	June, 2017
John Bihm	Commissioner	1,300	June, 2018
Clem Manuel	Commissioner	1,200	June, 2017
Shaine McGee	Commissioner	<u>500</u>	June, 2018
	Total	<u>\$4,900</u>	

See accompanying accountant's compilation report.



**DURALDE GRAVITY DRAINAGE DISTRICT NO. 4**  
**OF EVANGELINE PARISH, LOUISIANA**

**Schedule of Compensation, Benefits, and Other**  
**Payments to the Agency Head, Political Subdivision Head, or**  
**Chief Executive Officer**  
**as of December 31, 2016**

Agency Head Name: J.D. Fontenot-PRESIDENT

<u>Purpose</u>	<u>Amount</u>
Salary	0
Benefits-insurance	0
Benefits-retirement	0
Benefits-other	
Car allowance	0
Vehicle provided by government	0
Per diem	1300
Reimbursements	0
Travel	0
Registration fees	0
Conference travel	0
Continuing professional education fees	0
Housing	0
Unvouchered expenses	0
Special meals	0

See accompanying accountant's compilation report.

**DURALDE GRAVITY DRAINAGE DISTRICT NO.4**  
**OF EVANGELINE PARISH, LOUISIANA**

**Schedule of Prior Year Findings**  
**For the Year Ended December 31, 2016**

**2015-1. Inadequate Segregation of Duties**

Finding: The segregation of duties is inadequate to provide effective internal control.

Cause: The condition is due to economic and space limitations.

Recommendation: No action is recommended.

Management's Response: Management concurs.

Corrective Action Taken: None.

Responsible Party: J.D. Fontenot, President.

**2015-2. Reporting Deficiency**

Finding: The District's staff responsible for the accounting and reporting function lacks the skills and knowledge necessary to apply generally accepted accounting principles in recording the District's financial transactions and in preparing its financial statements.

Cause: The District's personnel lacks training in implementation of generally accepted accounting principles.

Recommendation: The District should hire a CPA to prepare the financial statements, including notes, However, the District's personnel should review and take responsibility for the financial statements and any adjusting journal entries.

Management's Response: Management concurs.

Corrective Action Taken: Partial. Hired a CPA to compile the financial statements.

Responsible Party: J.D. Fontenot, President.

See accompanying accountant's compilation report.

**DURALDE GRAVITY DRAINAGE DISTRICT NO. 4**  
**OF EVANGELINE PARISH, LOUISIANA**

**Schedule of Prior Year Findings**  
**For the Year Ended December 31, 2016**

**2015-3. Violation of State Budget Law**

Finding: The District's revenue failed to meet budgeted amounts by more than 5% and the budget was not amended accordingly.

Cause: Management overlooked this requirement.

Recommendation: Management should regularly monitor revenues and expenditures and amend the budget as necessary to comply with the state budget law.

Management's Response: Management concurs.

Correction Action Taken: Unknown.

Responsible Party: J.D. Fontenot, President.

**2015-4. Ad Valorem Taxes Not Levied**

Finding: The District did not levy ad valorem taxes for the year ended December 31, 2015.

Cause: Management did not submit the required documentation to the Evangeline Parish Tax Assessor by the deadline.

Recommendation: Management should submit all required documentation to the appropriate agencies by the applicable deadline.

Management's Response: Management concurs.

Correction Action Taken: Yes.

Responsible Party: J.D. Fontenot, President.

See accompanying accountant's compilation report

**DURALDE GRAVITY DRAINAGE DISTRICT NO. 4**  
**OF EVANGELINE PARISH, LOUISIANA**

**Schedule of Current Year Findings and**  
**Management's Responses and Planned Corrective Action**  
**For the Year Ended December 31, 2016**

There are no current year findings.

See accompanying accountant's compilation report