

CITY OF NEW IBERIA, LOUISIANA

Financial Report

Year Ended October 31, 2022

TABLE OF CONTENTS

	Page
Independent Auditor's Report	1-3
BASIC FINANCIAL STATEMENTS	
GOVERNMENT-WIDE FINANCIAL STATEMENTS (GWFS)	
Statement of net position	6
Statement of activities	7
FUND FINANCIAL STATEMENTS (FFS)	
Balance sheet - governmental funds	10
Reconciliation of the governmental funds balance sheet to the statement of net position	11
Statement of revenues, expenditures, and changes in fund balances - governmental funds	12
Reconciliation of the statement of revenues, expenditures, and changes in fund balances of governmental funds to the statement of activities	13
Statement of net position - proprietary fund	14
Statement of revenues, expenses, and changes in fund net position - proprietary fund	15
Statement of cash flows - proprietary funds	16-17
Statement of net position - fiduciary funds	18
Statement of changes in fund net position - fiduciary funds	19
Statement of net position - discretely presented component unit	20
Statement of activities - discretely presented component unit	21
Notes to basic financial statements	22-53
REQUIRED SUPPLEMENTARY INFORMATION	
Budgetary comparison schedules:	
General Fund	55
Sales Tax Special Revenue Fund	56
Garbage Special Revenue Fund	57
2018 Public Safety Sales Tax Special Revenue Fund	58
Schedule of changes in net OPEB liability and related ratios	59
Schedules of employer's share of net pension liability	60
Schedules of employer contributions	61
Notes to the required supplementary information	62-63
OTHER SUPPLEMENTARY INFORMATION	
Statement of net position - compared to prior year	65

(continued)

TABLE OF CONTENTS (continued)

	Page
Major Governmental Funds -	
Detail budgetary comparison schedules - compared to actual and prior year:	
General Fund - revenues	66
General Fund - expenditures	67-68
Nonmajor Governmental Funds -	
Combining balance sheet - by fund type	69
Combining statement of revenues, expenditures, and changes in fund balances	70
Nonmajor Special Revenue Funds -	
Combining balance sheet	71
Combining statement of revenues, expenditures, and changes in fund balances	72
Nonmajor Debt Service Funds -	
Combining balance sheet	73
Combining statement of revenues, expenditures, and changes in fund balances	74
Nonmajor Capital Projects Funds -	
Combining balance sheet	75
Combining statement of revenues, expenditures, and changes in fund balances	76
Sewerage Utility Fund -	
Comparative statement of net position	77
Comparative statement of revenues, expenditures, and changes in fund net position	78
Schedule of number of utility customers	79
Justice System Funding Schedule- Collecting Entity	80
 INTERNAL CONTROL, COMPLIANCE, AND OTHER MATTERS	
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	82-83
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by Uniform Guidance	84-86
Schedule of expenditures of federal awards	87
Notes to the schedule of expenditures of federal awards	88
Schedule of findings and questioned costs	89-91
Corrective action plan	92-93
Summary schedule of prior audit findings	94-95

KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

Brad E. Kolder, CPA, JD*
Gerald A. Thibodeaux, Jr., CPA*
Robert S. Carter, CPA*
Arthur R. Mixon, CPA*
Stephen J. Anderson, CPA*
Matthew E. Margaglio, CPA*
Casey L. Ardoin, CPA, CFE*
Wanda F. Arcement, CPA
Bryan K. Joubert, CPA
Nicholas Fowkes, CPA
Deidre L. Stock, CPA

C. Burton Kolder, CPA*
Of Counsel

Victor R. Slaven, CPA* - retired 2020
Christine C. Doucet, CPA - retired 2022

* A Professional Accounting Corporation

183 S. Beadle Rd. 11929 Bricksome Ave.
Lafayette, LA 70508 Baton Rouge, LA 70818
Phone (337) 232-4141 Phone (225) 293-8300

1428 Metro Dr. 450 E. Main St.
Alexandria, LA 71301 New Iberia, LA 70560
Phone (318) 442-4421 Phone (337) 367-9204

200 S. Main St. 1201 David Dr.
Abbeville, LA 70510 Morgan City, LA 70380
Phone (337) 893-7944 Phone (985) 384-2020

434 E. Main St. 332 W. Sixth Ave.
Ville Platte, LA 70586 Oberlin, LA 70655
Phone (337) 363-2792 Phone (337) 639-4737

WWW.KCSRPCAS.COM

INDEPENDENT AUDITOR'S REPORT

The Honorable Freddie DeCourt, Mayor,
and Members of the City Council
City of New Iberia, Louisiana

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the City of New Iberia, Louisiana (City) as of and for the year ended October 31, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of the City of New Iberia, as of October 31, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we exercise professional judgement and maintain professional skepticism throughout the audit. We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. We obtain an understanding of internal control relevant to the audit 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 City's internal control. Accordingly, no such opinion is expressed. We evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements. We conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information and the various schedules relative to the other post-employment benefit plan and employee pension plans on pages 55 through 63 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 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.

The City of New Iberia has omitted the management's 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 context. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of New Iberia's basic financial statements. The other supplementary information on pages 65 through 80 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The schedule of expenditures of federal awards on page 81 is presented for purpose of additional analysis as required by title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and comparative statements, the Justice System Funding Schedule, and schedule of expenditures of federal awards 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, this other supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The prior year comparative information on these statements has been derived from the City of New Iberia's 2021 financial statements, which was 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 and, in our opinion, was fairly presented, in all material respects, in relation to the basic financial statements from which they have been derived. The schedule on page 79 has not been subjected to the auditing procedures applied in the audit of the basic financial statements and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 26, 2023, on our consideration of the City of New Iberia'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 City of New Iberia's internal control over financial reporting and compliance.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
April 26, 2023

BASIC FINANCIAL STATEMENTS

**GOVERNMENT-WIDE
FINANCIAL STATEMENTS (GWFS)**

CITY OF NEW IBERIA, LOUISIANA

Statement of Net Position
October 31, 2022

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
ASSETS				
Cash and interest-bearing deposits	\$ 46,671,215	\$ 4,117,561	\$ 50,788,776	\$ 72,855
Receivables	1,019,521	535,064	1,554,585	-
Internal balances	321,889	(321,889)	-	-
Due from other governmental units	4,082,199	110,110	4,192,309	-
Due from other external parties	-	-	-	42,869
Real estate held for resale	61,343	-	61,343	-
Prepaid expenses	702,825	-	702,825	-
Restricted assets	-	3,338,202	3,338,202	-
Capital assets:				
Non-depreciable	10,588,348	2,380,024	12,968,372	-
Depreciable, net	34,185,021	41,883,809	76,068,830	105,662
Total assets	<u>97,632,361</u>	<u>52,042,881</u>	<u>149,675,242</u>	<u>221,386</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred loss on refunding	862,298	-	862,298	-
Deferred outflows of resources - pension	7,108,511	632,461	7,740,972	35,074
Deferred outflows of resources - OPEB	3,944,985	-	3,944,985	-
Total deferred outflows of resources	<u>11,915,794</u>	<u>632,461</u>	<u>12,548,255</u>	<u>35,074</u>
LIABILITIES				
Accounts and other payables	2,315,535	500,661	2,816,196	18,050
Accrued interest	160,550	12,300	172,850	-
Unearned revenue	10,357,739	-	10,357,739	-
Long-term liabilities:				
Portion due or payable within one year	2,175,273	1,269,329	3,444,602	-
Portion due or payable after one year	24,489,228	10,354,662	34,843,890	-
Other post employment benefits payable	8,587,713	-	8,587,713	-
Net pension liability	21,845,504	2,453,004	24,298,508	189,942
Total liabilities	<u>69,931,542</u>	<u>14,589,956</u>	<u>84,521,498</u>	<u>207,992</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows of resources - pension	977,410	138,386	1,115,796	44,295
Deferred inflows of resources - OPEB	4,401,278	-	4,401,278	-
Total deferred inflows of resources	<u>5,378,688</u>	<u>138,386</u>	<u>5,517,074</u>	<u>44,295</u>
NET POSITION				
Net investment in capital assets	28,212,730	34,966,357	63,179,087	105,662
Restricted for:				
Capital projects	5,959,599	-	5,959,599	-
Debt service	952,472	949,681	1,902,153	-
Tax dedications	14,847,263	-	14,847,263	-
Other	104,629	-	104,629	-
Unrestricted	(15,838,768)	2,030,962	(13,807,806)	(101,489)
Total net position	<u>\$ 34,237,925</u>	<u>\$ 37,947,000</u>	<u>\$ 72,184,925</u>	<u>\$ 4,173</u>

The accompanying notes are an integral part of the basic financial statements.

CITY OF NEW IBERIA, LOUISIANA

Statement of Activities
For the Year Ended October 31, 2022

Activities	Expenses	Program Revenues			Net (Expense) Revenue and Change in Net Position			Component Unit
		Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			
					Governmental Activities	Business-Type Activities	Total	
Primary Government								
Governmental activities:								
General government	\$ 4,013,893	\$ 28,332	\$ 16,642	\$ -	\$ (3,968,919)	\$ -	\$ (3,968,919)	\$ -
Public safety	16,042,120	612,943	870,840	28,897	(14,529,440)	-	(14,529,440)	-
Public works	7,089,597	39,610	8,594	888,329	(6,153,064)	-	(6,153,064)	-
Culture and recreation	1,272,980	124,554	14,453	1,465,967	331,994	-	331,994	-
Urban redevelopment and housing	1,498,106	-	1,481,582	-	(16,524)	-	(16,524)	-
Unallocated depreciation	1,542,598	-	-	-	(1,542,598)	-	(1,542,598)	-
Interest on long-term debt	897,828	-	-	-	(897,828)	-	(897,828)	-
Total governmental activities	<u>32,357,122</u>	<u>805,439</u>	<u>2,392,111</u>	<u>2,383,193</u>	<u>(26,776,379)</u>	<u>-</u>	<u>(26,776,379)</u>	<u>-</u>
Business-type activities:								
Wastewater	6,165,438	5,198,416	-	402,453	-	(564,569)	(564,569)	-
Recreation	136,583	-	-	-	-	(136,583)	(136,583)	-
Total business-type activities	<u>6,302,021</u>	<u>5,198,416</u>	<u>-</u>	<u>402,453</u>	<u>-</u>	<u>(701,152)</u>	<u>(701,152)</u>	<u>-</u>
Total primary government	<u>\$ 38,659,143</u>	<u>\$ 6,003,855</u>	<u>\$ 2,392,111</u>	<u>\$ 2,785,646</u>	<u>(26,776,379)</u>	<u>(701,152)</u>	<u>(27,477,531)</u>	<u>-</u>
Component unit:								
City Court	\$ 704,819	\$ 164,046	\$ 498,700	\$ -	-	-	-	(42,073)
General revenues:								
Taxes -								
Ad valorem taxes					4,532,176	-	4,532,176	-
Sales and use taxes					20,690,375	-	20,690,375	-
Franchise taxes					2,148,163	-	2,148,163	-
Occupational					1,106,035	-	1,106,035	-
Grants and contributions not restricted to specific programs -								
Non-employer pension contributions					585,776	37,312	623,088	-
Investment income					274,166	38,185	312,351	-
Miscellaneous					761,374	76,070	837,444	98,675
Loss on sale of capital assets					55,081	-	55,081	-
Transfers					644,594	(644,594)	-	-
Total general revenues and transfers					<u>30,797,740</u>	<u>(493,027)</u>	<u>30,304,713</u>	<u>98,675</u>
Change in net position					4,021,361	(1,194,179)	(23,949,197)	56,602
Net position, beginning					<u>30,216,564</u>	<u>39,141,179</u>	<u>69,357,743</u>	<u>(52,429)</u>
Net position, ending					<u>\$ 34,237,925</u>	<u>\$ 37,947,000</u>	<u>\$ 72,184,925</u>	<u>\$ 4,173</u>

The accompanying notes are an integral part of the basic financial statements.

FUND FINANCIAL STATEMENTS (FFS)

MAJOR FUND DESCRIPTIONS

General Fund

The General Fund is used to account for resources traditionally associated with governments which are not required to be accounted for in another fund.

Special Revenue Funds

Sales Tax Fund -

This fund accounts for the receipts and disbursements of proceeds from the City's 1960 one percent and the 1981 quarter percent sales and use tax levies. The one percent tax is dedicated for the support and maintenance of the police and fire departments, the construction and improvement of streets, bridges, or sewerage and for any work of permanent public improvement, including the cost of construction and improving sewers and sewerage disposal works in the City. The quarter percent tax is dedicated to supplement the cost of salaries of City employees, including employee benefits.

Garbage Fund -

This fund accounts for the receipts and disbursements of proceeds from the City's 1971 and 1993 quarter percent sales and use tax levies. The 1971 quarter percent is dedicated for operating, maintaining and improving the City's garbage waste collection and disposal facilities and purchasing and acquiring the land and equipment necessary in connection with the operation of said facilities. The 1993 quarter percent sales tax is dedicated to supplement other sales revenues of the City to pay the costs of solid waste collection and disposal, including the cost of the City's recycling program. The remaining proceeds of the tax is to be expended for the purpose of paying the cost of the salaries of City employees, including the payment of employee benefits.

2018 Public Safety Sales Tax Fund -

This fund accounts for the receipts and disbursements of proceeds from the City's 2018 one-half percent sales and use tax levy. The proceeds of the tax is to be expended for the purposes of a New Iberia Police Department and providing funding assistance to the New Iberia Fire Department.

Drainage Fund -

This fund accounts for the receipt and disbursement of the excess collections of the Iberia Parish Government mosquito control sales tax. The City utilizes these funds for drainage maintenance and improvement.

Capital Projects Fund

Street Paying Fund -

These funds are dedicated for the purpose of constructing and improving roads, streets, and bridges in the City of New Iberia using proceeds from Revenue Refunding Bonds, Series 2021.

Enterprise Fund

Sewerage Fund -

To account for the provision of sewerage services to residents of the City. All activities necessary to provide the services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection.

Pepperplex Fund -

To account for the operation of the Pepperplex facility. All fees and revenues derived from the facility and all related expenses are accounted for in this fund.

CITY OF NEW IBERIA, LOUISIANA

Balance Sheet
Governmental Funds
October 31, 2022

	General	Sales Tax	Garbage	2018 Public Safety Sales Tax	Drainage	Street Paving	Other Governmental Funds	Total
ASSETS								
Cash and interest-bearing deposits	\$18,232,085	\$ 5,966,070	\$ -	\$ -	\$ 5,912,403	\$12,109,984	\$ 4,450,674	\$46,671,216
Receivables:								
Accounts	999,625	-	-	-	-	-	-	999,625
Due from other funds	3,955,677	-	-	-	-	-	68,121	4,023,798
Due from other governmental units	349,313	843,584	337,433	337,536	-	-	543,754	2,411,620
Other	-	-	-	-	-	-	19,895	19,895
Deposits	702,826	-	-	-	-	-	-	702,826
Real estate held for resale	61,343	-	-	-	-	-	-	61,343
Total assets	<u>\$24,300,869</u>	<u>\$ 6,809,654</u>	<u>\$ 337,433</u>	<u>\$ 337,536</u>	<u>\$ 5,912,403</u>	<u>\$12,109,984</u>	<u>\$ 5,082,444</u>	<u>\$54,890,323</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 128,642	\$ -	\$ 258,845	\$ -	\$ 442	\$ 12,615	\$ 108,293	\$ 508,837
Due to other funds	6,278	-	853	337,536	-	3,033,109	324,133	3,701,909
Contracts payable	397,823	-	-	-	-	448,522	-	846,345
Retainage payable	80,006	-	-	-	-	148,617	20,537	249,160
Accrued liabilities	675,623	-	-	-	-	-	31,760	707,383
Unearned revenue	10,223,917	-	-	-	-	-	133,822	10,357,739
Total liabilities	<u>11,512,289</u>	<u>-</u>	<u>259,698</u>	<u>337,536</u>	<u>442</u>	<u>3,642,863</u>	<u>618,545</u>	<u>16,371,373</u>
Fund balances -								
Restricted:								
Tax dedications	4,364,370	6,809,654	77,735	-	-	-	1,928,736	13,180,495
Construction of capital assets	-	-	-	-	-	8,467,121	119,349	8,586,470
Purpose of grantors, trustees and donors	-	-	-	-	-	-	104,629	104,629
Debt service	-	-	-	-	-	-	1,113,022	1,113,022
Drainage	-	-	-	-	5,911,961	-	-	5,911,961
Committed:								
Operations	-	-	-	-	-	-	481,627	481,627
Disaster relief	-	-	-	-	-	-	716,536	716,536
Unassigned	8,424,210	-	-	-	-	-	-	8,424,210
Total fund balances	<u>12,788,580</u>	<u>6,809,654</u>	<u>77,735</u>	<u>-</u>	<u>5,911,961</u>	<u>8,467,121</u>	<u>4,463,899</u>	<u>38,518,950</u>
Total liabilities and fund balances	<u>\$24,300,869</u>	<u>\$ 6,809,654</u>	<u>\$ 337,433</u>	<u>\$ 337,536</u>	<u>\$ 5,912,403</u>	<u>\$12,109,984</u>	<u>\$ 5,082,444</u>	<u>\$54,890,323</u>

The accompanying notes are an integral part of the basic financial statements.

CITY OF NEW IBERIA, LOUISIANA

Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
October 31, 2022

Total fund balances for governmental funds at October 31, 2022 \$ 38,518,950

Total net position 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 the governmental funds. Those assets consist of:

Land and construction in progress	\$ 10,588,348	
Land improvements, net of \$1,399,749 accumulated depreciation	1,333,806	
Buildings and improvements, net of \$5,948,867 accumulated depreciation	6,279,591	
Equipment, net of \$7,452,530 accumulated depreciation	3,557,055	
Infrastructure, net of \$67,121,331 accumulated depreciation	<u>23,014,569</u>	44,773,369

Certain receivables are not available to pay for the current period's expenditures and therefore, are not reported in the governmental funds. 1,666,768

Deferred outflows of expenditures are not a use of current resources and, therefore, are not reported in the governmental funds.

Deferred loss on bond refunding	862,298	
Deferred outflows of resources - pension	7,108,511	
Deferred outflows of resources - OPEB	<u>3,944,985</u>	11,915,794

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.

Long-term liabilities at October 31, 2022 consist of:

Bonds payable	(25,961,769)	
Accrued interest payable	(160,550)	
Accrued compensated absences	(702,732)	
Net pension liability	(21,845,504)	
Other post employment benefits payable	<u>(8,587,713)</u>	(57,258,268)

The deferred inflows of contributions are not available resources and, therefore, are not reported in the governmental funds.

Deferred inflows of resources - pension	(977,410)	
Deferred inflows of resources - OPEB	<u>(4,401,278)</u>	<u>(5,378,688)</u>

Total net position of governmental activities at October 31, 2022 \$ 34,237,925

The accompanying notes are an integral part of the basic financial statements.

CITY OF NEW IBERIA, LOUISIANA

Statement of Revenues, Expenditures, and Changes in Fund Balances -
Governmental Funds
For the Year Ended October 31, 2022

	General	Sales Tax	Garbage	2018 Public Safety Sales Tax	Drainage	Street Paving	Other Governmental Funds	Total
Revenues:								
Taxes -								
Ad valorem	\$ 1,135,018	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,397,158	\$ 4,532,176
Sales and use	1,976,325	9,881,600	3,952,650	3,951,716	-	-	901,832	20,664,123
Franchise	2,148,163	-	-	-	-	-	-	2,148,163
Licenses and permits	1,385,192	-	-	-	-	-	-	1,385,192
Intergovernmental -								
Federal	625,699	-	-	-	-	-	1,531,914	2,157,613
State	1,566,071	-	-	-	-	-	122,500	1,688,571
Local	187,956	-	-	-	803,568	-	86,613	1,078,137
Charges for services	118,873	-	-	-	-	-	72,323	191,196
Fines and forfeits	252,545	-	-	-	-	-	-	252,545
Investment income	56,976	9,729	1,816	1,349	21,590	1,200	12,396	105,056
Miscellaneous	192,996	-	546,085	-	-	-	75,818	814,899
Total revenues	<u>9,645,814</u>	<u>9,891,329</u>	<u>4,500,551</u>	<u>3,953,065</u>	<u>825,158</u>	<u>1,200</u>	<u>6,200,554</u>	<u>35,017,671</u>
Expenditures:								
Current -								
General government	3,658,326	87,385	34,954	-	-	-	11,353	3,792,018
Public safety	12,831,961	-	-	34,936	-	-	-	12,866,897
Public works	-	-	4,448,567	-	154,266	250	2,352,577	6,955,660
Culture and recreation	17,726	-	-	-	-	-	1,040,722	1,058,448
Urban redevelopment and housing	-	-	-	-	-	-	1,493,847	1,493,847
Debt service -								
Principal	-	-	-	-	-	-	2,055,000	2,055,000
Interest	-	-	-	-	-	-	811,603	811,603
Bond issuance costs	-	-	-	-	-	19,125	-	19,125
Capital outlay	2,875,391	-	-	-	-	3,483,443	515,897	6,874,731
Total expenditures	<u>19,383,404</u>	<u>87,385</u>	<u>4,483,521</u>	<u>34,936</u>	<u>154,266</u>	<u>3,502,818</u>	<u>8,280,999</u>	<u>35,927,329</u>
Excess (deficiency) of revenues over expenditures	<u>(9,737,590)</u>	<u>9,803,944</u>	<u>17,030</u>	<u>3,918,129</u>	<u>670,892</u>	<u>(3,501,618)</u>	<u>(2,080,445)</u>	<u>(909,658)</u>
Other financing sources (uses):								
Transfers in	13,027,180	-	-	-	-	-	2,215,400	15,242,580
Transfers out	(1,453,087)	(8,859,422)	-	(3,938,071)	-	-	(355,406)	(14,605,986)
Total other financing sources (uses)	<u>11,574,093</u>	<u>(8,859,422)</u>	<u>-</u>	<u>(3,938,071)</u>	<u>-</u>	<u>-</u>	<u>1,859,994</u>	<u>636,594</u>
Net changes in fund balances	1,836,503	944,522	17,030	(19,942)	670,892	(3,501,618)	(220,451)	(273,064)
Fund balances, beginning	10,952,077	5,865,132	60,705	19,942	5,241,069	11,968,739	4,684,350	38,792,014
Fund balances, ending	<u>\$ 12,788,580</u>	<u>\$ 6,809,654</u>	<u>\$ 77,735</u>	<u>\$ -</u>	<u>\$ 5,911,961</u>	<u>\$ 8,467,121</u>	<u>\$ 4,463,899</u>	<u>\$ 38,518,950</u>

The accompanying notes are an integral part of the basic financial statements.

CITY OF NEW IBERIA, LOUISIANA

Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended October 31, 2022

Total net changes in fund balances at October 31, 2022 per
Statement of Revenues, Expenditures and Changes in Fund Balances \$ (273,064)

The change in net position 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.

Capital outlay which is considered expenditures on Statement of Revenues, Expenditures and Changes in Fund Balances	\$ 6,874,731	
Depreciation expense for the year ended October 31, 2022	(2,557,861)	
Loss on disposition of capital assets	<u>(64,919)</u>	4,251,951

Because some revenues are not considered measurable at year-end, they are
not considered "available" revenues in the governmental funds

Sales taxes	22,441	
Non-employer pension plan contributions	<u>585,776</u>	608,217

Bond and capital lease proceeds are reported as financing sources in
governmental funds and thus contribute to the change in fund balance. In the
statement of net position, however, issuing debt increases long-term liabilities
and does not affect the statement of activities. Similarly, repayment of principal
and capital leases are recorded as expenditures in the governmental funds but
reduce liability in the statement of net position. Also, governmental funds
report the effect of premiums, discounts, and similar items when debt is first
issued, whereas these amounts are deferred and amortized in the statement of
activities:

Principal payments	2,055,000	
Amortization of loss on refunding	(72,276)	
Amortization of bond premium	<u>169,110</u>	2,151,834

Some expenses reported in the statement of activities do not require the use
of current financial resources and, therefore, are not reported as expenditures
in governmental funds.

Compensated absences	(25,303)	
Other post employee benefits payable	(353,028)	
Pension expense	(2,344,422)	
Interest expense	<u>5,176</u>	(2,717,577)

Total changes in net position at October 31, 2022 per Statement of Activities \$ 4,021,361

The accompanying notes are an integral part of the basic financial statements.

CITY OF NEW IBERIA, LOUISIANA

Statement of Net Position
 Proprietary Funds
 October 31, 2022

	Sewerage Fund	Pepperplex Fund	Total
ASSETS			
Current assets:			
Cash	\$ 4,117,561	\$ -	\$ 4,117,561
Accounts receivable	535,064	-	535,064
Due from other funds	6,278	234,172	240,450
Due from other governmental units	110,110	-	110,110
Total current assets	<u>4,769,013</u>	<u>234,172</u>	<u>5,003,185</u>
Noncurrent assets:			
Restricted cash	743,158	2,595,044	3,338,202
Capital assets -			
Land and construction in progress	1,776,955	603,069	2,380,024
Other capital assets, net of accumulated depreciation	41,849,890	33,919	41,883,809
Total noncurrent assets	<u>44,370,003</u>	<u>3,232,032</u>	<u>47,602,035</u>
Total assets	<u>49,139,016</u>	<u>3,466,204</u>	<u>52,605,220</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows of resources - pension	<u>632,461</u>	-	<u>632,461</u>
LIABILITIES			
Current liabilities:			
Accounts payable	120,711	1,065	121,776
Due to other funds	562,339	-	562,339
Contracts payable	111,527	209,567	321,094
Retainage payable	9,032	21,687	30,719
Accrued liabilities	25,793	1,279	27,072
Accrued compensated absences	8,181	148	8,329
Payable from restricted assets -			
Accrued interest	-	12,300	12,300
Bonds payable	986,000	275,000	1,261,000
Total current liabilities	<u>1,823,583</u>	<u>521,046</u>	<u>2,344,629</u>
Noncurrent liabilities:			
Accrued compensated absences	73,620	1,335	74,955
Bonds payable	7,554,707	2,725,000	10,279,707
Net pension liability	2,453,004	-	2,453,004
Total noncurrent liabilities	<u>10,081,331</u>	<u>2,726,335</u>	<u>12,807,666</u>
Total liabilities	<u>11,904,914</u>	<u>3,247,381</u>	<u>15,152,295</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources - pension	<u>138,386</u>	-	<u>138,386</u>
NET POSITION			
Net investment in capital assets	34,965,579	778	34,966,357
Restricted for debt service	743,158	206,523	949,681
Unrestricted	2,019,440	11,522	2,030,962
Total net position	<u>\$ 37,728,177</u>	<u>\$ 218,823</u>	<u>\$ 37,947,000</u>

The accompanying notes are an integral part of the basic financial statements.

CITY OF NEW IBERIA, LOUISIANA

Statement of Revenues, Expenses, and Changes in Fund Net Position -
Proprietary Funds
For the Year Ended October 31, 2022

	Sewerage Fund	Pepperplex Fund	Total
Operating revenues:			
Charges for services -			
Customers	\$ 4,353,196	\$ -	\$ 4,353,196
Parish government under cooperative agreement	845,220	-	845,220
Total operating revenues	5,198,416	-	5,198,416
Operating expenses:			
Cost of services rendered	3,800,508	65,148	3,865,656
Depreciation	2,233,747	1,566	2,235,313
Total operating expenses	6,034,255	66,714	6,100,969
Operating loss	(835,839)	(66,714)	(902,553)
Nonoperating revenues (expenses):			
Investment income	38,185	-	38,185
Interest expense and fiscal charges	(131,183)	(69,869)	(201,052)
Non-employer pension contributions	37,312	-	37,312
Other, net	76,070	-	76,070
Total nonoperating revenues (expenses)	20,384	(69,869)	(49,485)
Loss before contributions and transfers	(815,455)	(136,583)	(952,038)
Capital contributions	402,453	-	402,453
Transfers in (out):			
Transfers	(1,000,000)	355,406	(644,594)
Change in net position	(1,413,002)	218,823	(1,194,179)
Net position, beginning	39,141,179	-	39,141,179
Net position, ending	\$ 37,728,177	\$ 218,823	\$ 37,947,000

The accompanying notes are an integral part of the basic financial statements.

CITY OF NEW IBERIA, LOUISIANA

Statement of Cash Flows
 Proprietary Funds
 For the Year Ended October 31, 2022

	Sewerage Fund	Pepperplex Fund	Total
Cash flows from operating activities:			
Receipts from customers	\$ 4,348,902	\$ -	\$ 4,348,902
Receipts from cooperative agreement	968,566	-	968,566
Payments to suppliers	(2,680,353)	(28,106)	(2,708,459)
Payments to employees	(1,126,886)	(33,215)	(1,160,101)
Net cash provided (used) by operating activities	<u>1,510,229</u>	<u>(61,321)</u>	<u>1,448,908</u>
Cash flows from noncapital financing activities:			
Other, net	76,070	-	76,070
Transfers to other funds	(1,000,000)	-	(1,000,000)
Transfers from other funds	-	355,406	355,406
Cash paid to other funds	-	(234,172)	(234,172)
Cash received from other funds	<u>537,059</u>	<u>-</u>	<u>537,059</u>
Net cash provided (used) by noncapital financing activities	<u>(386,871)</u>	<u>121,234</u>	<u>(265,637)</u>
Cash flows from capital and related financing activities:			
Purchase and construction of capital assets	(1,714,282)	(407,300)	(2,121,582)
Proceeds from capital contributions	402,453	-	402,453
Bond proceeds	405,323	3,000,000	3,405,323
Principal paid	(929,000)	-	(929,000)
Interest and fiscal charges paid	(131,183)	(57,569)	(188,752)
Net cash provided (used) by capital and related financing activities	<u>(1,966,689)</u>	<u>2,535,131</u>	<u>568,442</u>
Cash flows from investing activities:			
Investment income	<u>16,881</u>	<u>-</u>	<u>16,881</u>
Net increase (decrease) in cash and cash equivalents	(826,450)	2,595,044	1,768,594
Cash and cash equivalents, beginning of period	<u>5,687,169</u>	<u>-</u>	<u>5,687,169</u>
Cash and cash equivalents, end of period	<u>\$ 4,860,719</u>	<u>\$ 2,595,044</u>	<u>\$ 7,455,763</u>

(continued)

CITY OF NEW IBERIA, LOUISIANA

Statement of Cash Flows
 Proprietary Funds - (Continued)
 For the Year Ended October 31, 2022

	Sewerage Fund	Pepperplex Fund	Total
Reconciliation of operating loss to net cash provided (used) by operating activities:			
Operating loss	\$ (835,839)	\$ (66,714)	\$ (902,553)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:			
Depreciation	2,233,747	1,566	2,235,313
Pension expense	(9,933)	-	(9,933)
Changes in current assets and liabilities:			
Accounts receivable	(4,294)	-	(4,294)
Due from other governmental units	123,346	-	123,346
Accounts payable	(3,871)	1,065	(2,806)
Accrued liabilities	5,664	1,279	6,943
Accrued compensated absences	1,409	1,483	2,892
Net cash provided (used) by operating activities	<u>\$ 1,510,229</u>	<u>\$ (61,321)</u>	<u>\$ 1,448,908</u>
Reconciliation of cash and cash equivalents per statement of cash flows to the balance sheet:			
Cash and cash equivalents, beginning of period -			
Cash - unrestricted	\$ 4,993,411	\$ -	\$ 4,993,411
Cash - restricted	693,758	-	693,758
Total	<u>5,687,169</u>	<u>-</u>	<u>5,687,169</u>
Cash and cash equivalents, end of period -			
Cash - unrestricted	4,117,561	-	4,117,561
Cash - restricted	743,158	2,595,044	3,338,202
Total	<u>4,860,719</u>	<u>2,595,044</u>	<u>7,455,763</u>
Net increase (decrease)	<u>\$ (826,450)</u>	<u>\$ 2,595,044</u>	<u>\$ 1,768,594</u>

The accompanying notes are an integral part of the basic financial statements.

CITY OF NEW IBERIA, LOUISIANA

Statement of Net Position
 Fiduciary Funds
 October 31, 2022

	<u>Pension Trust Funds</u>	<u>Custodial Funds</u>
ASSETS		
Cash	\$ 1,250	\$ 146,804
LIABILITIES		
Accounts payable and other liabilities	-	65,743
NET POSITION		
Held in trust for pension benefits	1,250	-
Restricted for individuals, organizations and other governments	-	81,061
Total net position	<u>\$ 1,250</u>	<u>\$ 81,061</u>

The accompanying notes are an integral part of the basic financial statements.

CITY OF NEW IBERIA, LOUISIANA

Statement of Changes in Fund Net Position
 Fiduciary Funds
 For the Year Ended October 31, 2022

	<u>Pension Trust Funds</u>	<u>Custodial Funds</u>
Additions:		
Transfer from Sales Tax Fund	\$ 8,000	\$ -
Fines and court costs- criminal	-	470,008
Civil suit collections	-	257,901
Bonds	-	6,007
Total additions	<u>8,000</u>	<u>733,916</u>
Deductions:		
Benefit payments	7,799	-
Civil and criminal fees distributed to others	-	734,674
Other	-	18,901
Total deductions	<u>7,799</u>	<u>753,575</u>
Change in net position	201	(19,659)
Net position, beginning	<u>1,049</u>	<u>100,720</u>
Net position, ending	<u>\$ 1,250</u>	<u>\$ 81,061</u>

The accompanying notes are an integral part of the basic financial statements.

CITY OF NEW IBERIA, LOUISIANA

Statement of Net Position
 Discretely Presented Component Unit
 October 31, 2022

	<u>City Court of New Iberia</u>
ASSETS	
Cash and interest-bearing deposits	\$ 72,855
Due from other governments	42,869
Capital assets, net	<u>105,662</u>
Total assets	<u>221,386</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows of resources - pension	<u>35,074</u>
LIABILITIES	
Accounts and other payables	18,050
Net pension liability	<u>189,942</u>
Total liabilities	<u>207,992</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows of resources - pension	<u>44,295</u>
NET POSITION	
Net investment in capital assets	105,662
Unrestricted	<u>(101,489)</u>
Total net position	<u>\$ 4,173</u>

The accompanying notes are an integral part of the basic financial statements.

CITY OF NEW IBERIA, LOUISIANA

Statement of Activities
 Discretely Presented Component Unit
 For the Year Ended October 31, 2022

	<u>City Court of New Iberia</u>
Expenses	\$ 704,819
Program revenues:	
Fees and fines	<u>164,046</u>
Net (expense) revenue	<u>540,773</u>
General revenues:	
Intergovernmental- On behalf payments	498,700
State grant	<u>98,675</u>
Total general revenues	<u>597,375</u>
Change in net position	56,602
Net position, beginning	<u>(52,429)</u>
Net position, ending	<u>\$ 4,173</u>

The accompanying notes are an integral part of the basic financial statements.

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements

(1) Summary of Significant Accounting Policies

The accompanying financial statements of the City of New Iberia (the City) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this note.

A. Financial Reporting Entity

The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Primary government –

The City of New Iberia operates under a home rule charter. The charter provides for the Mayor-City Council form of government. The City's operations include police and fire protection, streets and drainage, parks and recreation, certain social services (including urban redevelopment and housing) and general administrative services. The City owns and operates one enterprise activity, a sewerage fund which provides sewerage services.

Component unit –

Professional standards establish criteria for determining which entities should be considered a component unit and, as such, part of the reporting entity for financial reporting purposes. Based on the criteria, City Court of New Iberia is a component unit of the City. The day-to-day operations of the City Court are funded through the City. In addition, the activities of the Court are primarily for City residents. The City has responsibility for funding any deficits of the Court. The City Court's fiscal year end is June 30.

B. Basis of Presentation

Government-Wide Financial Statements (GWFS)

The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

The statement of activities presents a comparison between direct expenses and program revenues for the business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees, fines, and charges paid by the recipients of 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 City 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. The minimum number of funds is maintained consistent with legal and managerial requirements.

The various funds of the City are classified into two categories: governmental and proprietary. The emphasis on fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The major funds of the City are described below:

Governmental Funds -

General Fund

The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds -

Sales Tax Fund

The Sales Tax Fund is used to account for the receipts and disbursements of proceeds from the City's 1.25% sales and use tax levies that are legally restricted for expenditures for specific purposes.

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

Garbage Fund

This fund accounts for the receipt and use of proceeds of two of the City's .25% sales and use tax levies that are legally restricted for expenditures for specific purposes.

2018 Public Safety Sales Tax Fund

This fund accounts for the receipt and use of proceeds of the City's .50% sales and use tax levies that are legally restricted for expenditures for specific purposes.

Drainage Fund

This fund accounts for the receipt and disbursement of the excess collections of the Iberia Parish Government mosquito control sales tax. The City utilizes these funds for drainage maintenance and improvement.

Capital Projects Fund -

Street Paving Fund

This fund is dedicated for the purpose of constructing and improving roads, streets, and bridges in the City of New Iberia using proceeds from Revenue Refunding Bonds, Series 2021.

Proprietary Fund -

Enterprise Fund

Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The City of New Iberia's enterprise funds are the Sewerage Fund and the Pepperplex Fund.

In addition, the City reports the following:

Pension Trust Funds –

These funds account for the accumulation of resources to be used for police retirement annuity payments at appropriate amounts and times in the future.

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

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” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide statement of net position and the statement of activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined in item b. below.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate:

- a. All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b. The proprietary fund utilizes an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.

Basis of Accounting

In the government-wide statement of net position and statement of activities, both governmental and business-type 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, deferred outflows of resources, liabilities, and deferred inflows of resources 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. Expenditures (including capital outlay) generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

The proprietary funds utilize 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.

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Equity

Cash and Cash Equivalents

For purposes of the statement of net position, cash and interest-bearing deposits include all demand, savings, and money market deposits, as well as cash on hand. The cash balances of the majority of the City's funds are pooled by the City. For purposes of the proprietary fund statement of cash flows, "cash and cash equivalents" include all demand and savings accounts, and highly liquid investments with an original maturity of three months or less.

Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds." Short-term interfund loans are reported as "interfund receivables and payables." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net position.

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include sales and use taxes and franchise taxes. Business-type activities report sewer customer's utility service receivables as their major receivables. All utility service receivables are considered collectible and accordingly, there is no allowance for doubtful accounts at October 31, 2022.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are capitalized at historical cost or estimated cost if historical is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The City maintains a threshold level of \$1,000 or more for capitalizing capital assets.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Prior to November 1, 2002, governmental funds' infrastructure assets were not capitalized. These assets have been valued at estimated historical cost.

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Land improvements	20-30 years
Buildings and improvements	10-40 years
Equipment	5-15 years
Infrastructure	20-50 years
Sewer plant	5-35 years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures in the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same as in the government-wide statements.

Deferred Outflows of Resources and Deferred Inflows of Resources

In some instances, the GASB requires a government to delay recognition of decreases in net position as expenditures until a future period. In other instances, governments are required to delay recognition of increases in net position as revenues until a future period. In these circumstances, deferred outflows of resources and deferred inflows of resources result from the delayed recognition of expenditures or revenues, respectively. At October 31, 2022, the City's deferred outflows and inflows of resources are attributable to deferred losses on refunding of bonds, OPEB, and pension plans.

Long-term Debt

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental and business-type resources is reported as liabilities in the government-wide statements. The long-term debt consists primarily of the revenue bonds payable, general obligation refunding bonds, and certificate of indebtedness payable.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principle and interest reported as expenditures. The accounting for proprietary fund long-term debt is the same in the fund statements as it is in the government-wide statements.

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

Compensated Absences

Employees of the City earn annual leave in amounts ranging from eight hours per month to sixteen hours per month, depending upon length of service. At the end of each year, employees may carry forward annual leave earned but not taken with the maximum allowable carryover of unused annual leave being equal to ten days. Unused annual leave in excess of what can be carried forward is credited to the employee's sick leave balance. Unused annual leave is paid to an employee upon retirement or resignation at hourly rates being earned by that employee upon separation.

Effective April 1, 1997, sick leave is credited to all classified employees at the rate of twelve hours per month. All unused sick leave is carried forward from year to year. Employees separated due to retirement or deaths are paid for all accumulated sick leave earned between January 1, 1991 and December 31, 1994 at the hourly rates being earned by the employee at that time.

Compensatory leave is earned at a rate of one and one-half hours for each hour of overtime worked. The maximum accumulation of compensatory leave is 120 hours. It may be carried forward from year to year. Upon termination, unused compensatory leave is paid up to 120 hours.

Firemen earn vacation and sick leave in accordance with state law. Firemen are paid for any overtime hours worked.

In the government-wide and proprietary fund statements, the City accrues accumulated unpaid annual, sick, and compensatory leave and associated related costs when earned (or estimated to be earned) by the employee. The current portion is the amount estimated to be used/paid in the following year. The remainder is reported as non-current. Compensated absences liability is not recorded in the governmental fund financial statements.

Equity Classifications

In the government-wide statements, equity is classified as net position and displayed in three components:

- a. Net investment in capital assets – Consists of net capital assets reduced by outstanding balances of any related debt obligations and deferred inflows of resources attributable to the acquisition, construction, or improvement of those assets and increased by balances of deferred outflows of resources related to those assets.
- b. Restricted net position – Consists of net position with constraints placed on their use either by (1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. At October 31, 2022, the City reported \$22,813,644 of restricted net position, \$14,847,263 of which was restricted by enabling legislation.

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

- c. Unrestricted net position – Consists of all other net position that does not meet the definition of the two components and is available for general use by the City.

In the fund financial statements, governmental fund equity is classified as fund balance. As such, fund balances of the governmental funds are classified as follows:

- a. Nonspendable – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.
- b. Restricted – amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.
- c. Committed – amounts that can be used only for specific purposes determined by a formal decision of the Mayor and City Council, which is the highest level of decision-making authority for the City.
- d. Assigned – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes determined by the Mayor or the City Council.
- e. Unassigned – all other spendable amounts.

When an expenditure is incurred for the purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the City has provided otherwise in their commitment or assignment actions.

Proprietary fund equity is classified the same as in the government-wide statements.

E. Revenues, Expenditures, and Expenses

Operating Revenues and Expenses

Operating revenues and expenses for proprietary funds are those that result from providing services and producing and delivering goods and/or services. It also includes all revenue and expenses not related to capital and related financing, noncapital financing, or investing activities.

Expenditures/Expenses

In the government-wide financial statements, expenses are classified by function for both governmental and business-type activities.

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

In the fund financial statements, expenditures are classified as follows:

Governmental Funds - By Character
Proprietary Fund - By Operating and Nonoperating

In the fund financial statements, governmental funds report expenditures of financial resources. Proprietary funds report expenses relating to use of economic resources.

Interfund Transfers

Permanent reallocations of resources between funds of the reporting entity are classified as interfund transfers. For the purposes of the statement of activities, all interfund transfers between individual governmental funds have been eliminated.

F. Revenue Restrictions

The City has various restrictions placed over certain revenue sources from state or local requirements. The primary restricted revenue sources include:

<u>Revenue Source</u>	<u>Legal Restrictions of Use</u>
Ad Valorem Tax	See Note 2
Sales Tax	See Note 3
Sewerage Revenue	Debt Service and Utility Operations

The City uses unrestricted resources only when restricted resources are fully depleted.

G. Capitalization of Interest Expense

It is the policy of the City of New Iberia to capitalize material amounts of interest resulting from borrowings in the course of the construction of capital assets. During the fiscal year ended October 31, 2022, there was no interest capitalized.

H. Bond Premium and Bond Issue Costs

Bond premium is being amortized by the straight-line method over the life of the related bond. Bond issue costs are expensed in the year they are incurred.

I. Use of 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 disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

J. Report Reclassification

Certain previously reported amounts for the year ended October 31, 2021 have been reclassified to conform to the October 31, 2022 classifications.

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

(2) Ad Valorem Taxes

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. The taxes are based on assessed values determined by the Tax Assessor of Iberia Parish and are collected by the City. Taxes were levied by the City and were billed to taxpayers in November. Billed taxes are due by December 31, becoming delinquent on January 1 of the following year. City property tax revenues are budgeted in the year billed.

For the year ended October 31, 2022, taxes of 22.96 mills were levied on property with assessed valuations totaling \$201,702,893 and were dedicated for general corporate purposes (5.75 mills), parks and recreation (2.95 mills), streets, sidewalks, and alleys (3.44 mills), general obligation debt service (6.83 mills), and debt service (3.99 mills). Gross taxes levied for the current fiscal year totaled \$4,631,098.

(3) Sales and Use Tax

- A. Proceeds of a ¼% sales and use tax (2022 collections \$1,976,325), accounted for in the General Fund, are dedicated to supplement the cost of salary and benefit increases for firemen. This tax is perpetual.
- B. Proceeds of a ¼% sales and use tax (2022 collections \$1,976,325), accounted for in the Garbage Fund, are dedicated to operate, maintain, and improve the City's garbage and waste collection and disposal facilities and purchasing and acquiring the land and equipment necessary in connection with the operation of said facilities. This tax is in lieu of a monthly charge for residential garbage and waste collection and disposal. This tax is perpetual.
- C. Proceeds of a ¼% sales and use tax (2022 collections \$1,976,325), accounted for in the Garbage Fund, are dedicated to supplement other sales tax revenues of the City to pay the cost of solid waste collection and disposal, including the cost of the City's recycling program. The remaining proceeds of the tax to be expended for the purpose of paying the cost of the salaries of City employees, including the payment of employee benefits. This tax was renewed in 2003 as a perpetual tax.
- D. Proceeds of a 1% sales and use tax (2022 collections \$7,905,275), accounted for in the Sales Tax Fund, are dedicated to the support and maintenance of the police and fire departments, the construction and improvement of streets, bridges or sewerage and for any work of permanent public improvement, including the cost of construction and improving sewers and sewerage disposal works in the City. This tax is perpetual.
- E. Proceeds of a ¼% sales and use tax (2022 collections \$1,976,325), accounted for in the Sales Tax Fund, are dedicated to supplement the cost of salary and benefit increases of City employees. This tax is perpetual.
- F. Proceeds of a ½% sales and use tax (2022 collections \$3,951,716), accounted for in the 2018 Public Safety Sales Tax Fund, are dedicated to the purposes of the New Iberia Police Department and providing funding assistance to the New Iberia Fire Department. This tax is perpetual.

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

- G. Proceeds of a ½% sales and use tax (2022 collections \$348,187), levied on businesses located in the New Iberia Highway 14 Economic Development District No. 1, accounted for in the Highway 14 EDD #1 Sales Tax Fund, are dedicated for financing economic development projects. This tax is perpetual.
- H. Proceeds of a ½% sales and use tax (2022 collections \$22,809), levied on businesses located in the New Iberia Highway 182 Economic Development District No. 1, accounted for in the Highway 182 EDD #1 Sales Tax Fund, are dedicated for financing economic development projects. This tax is perpetual.
- I. Proceeds of a ½% sales and use tax (2022 collections \$530,836), levied on businesses located in the Economic Development District No. 3, accounted for in the 2022 Economic Development District Fund, are dedicated for financing economic development projects. This tax is perpetual.

(4) Cash and Interest-Bearing Deposits

Under state law, the City may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The City may invest in certificates and time deposits of the state banks organized under Louisiana law and national banks having principal offices in Louisiana. At October 31, 2022, the City had cash and interest-bearing deposits (book balances) totaling \$54,275,032, as follows:

	Primary Government	Fiduciary Funds	Total
Interest-bearing deposits	<u>\$ 54,126,978</u>	<u>\$ 148,054</u>	<u>\$ 54,275,032</u>

Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the City’s deposits may not be recovered or will not be able to recover collateral securities that are in the possession of an outside party. These deposits are stated at cost, which approximates market. Under state law, these deposits, (or the resulting bank balances) must be secured by federal deposit insurance or similar federal security or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must always equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the City or the pledging fiscal agent bank by a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at October 31, 2022, are secured as follows:

Bank balances	<u>\$ 54,449,640</u>
Federal deposit insurance	1,378,269
Pledged securities	<u>53,071,371</u>
Total	<u>\$ 54,449,640</u>

Deposits in the amount of \$53,071,371 were exposed to custodial credit risk. These deposits are uninsured and collateralized with securities held by the pledging institution’s trust department or agent, but not in the City’s name. The City does not have a policy for custodial credit risk.

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

(5) Receivables

Receivables at October 31, 2022 consist of the following:

	Governmental Activities	Business-Type Activities	Total
Accounts (net)	\$ 29,537	\$ 535,064	\$ 564,601
Franchise taxes	989,984	-	989,984
Totals	<u>\$ 1,019,521</u>	<u>\$ 535,064</u>	<u>\$ 1,554,585</u>

(6) Due from Other Governmental Units

Amounts due from other governmental units at October 31, 2022 of \$4,192,309 (\$4,082,199 and \$110,110 for governmental and business-type activities, respectively) consist of the following:

Governmental funds:

Grants	\$ 634,810
Iberia Parish School Board - sales and use taxes	<u>1,776,811</u>
Total amount reported in governmental funds	<u>2,411,621</u>

Proprietary Fund:

Iberia Parish Government	<u>110,110</u>
Total amount reported in Proprietary Fund	<u>110,110</u>

Government-wide financial statements:

Total amount reported in governmental funds	2,411,621
Total amount reported in proprietary fund	110,110
Iberia Parish School Board - sales and use taxes for October 2022	<u>1,670,578</u>
Total	<u>\$ 4,192,309</u>

(7) Unearned Revenue

Unearned revenue of \$10,357,739 consisted of \$10,180,645 of federal awards received under the American Rescue Plan Act (ARPA) and \$177, 194 of various state and local awards. The ARPA established the Coronavirus State and Local Fiscal Recovery Funds (SLFRF) on March 11, 2021, to provide governments with the resources needed to respond to the pandemic and its economic effects. These funds must be obligated by December 31, 2024 and expended by December 31, 2026.

(8) Restricted Assets

Restricted assets consisted of the following at October 31, 2022:

Revenue bond construction	\$ 2,595,044
Bond sinking	281,814
Bond reserve	411,344
Bond contingency	<u>50,000</u>
Total restricted assets	<u>\$ 3,338,202</u>

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

(9) Capital Assets

Capital asset activity for the year ended October 31, 2022 was as follows:

	Balance 11/01/21	Additions	Deletions	Balance 10/31/22
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 3,453,082	\$ 13,000	\$ -	\$ 3,466,082
Construction in progress	4,663,796	6,096,822	3,638,352	7,122,266
Other capital assets:				
Land improvements	2,058,459	675,096	-	2,733,555
Buildings and improvements	9,299,694	2,928,764	-	12,228,458
Equipment	10,507,060	672,938	170,413	11,009,585
Infrastructure	90,009,437	126,463	-	90,135,900
Totals	<u>119,991,528</u>	<u>10,513,083</u>	<u>3,808,765</u>	<u>126,695,846</u>
Less accumulated depreciation				
Land improvements	1,319,175	80,574	-	1,399,749
Buildings and improvements	5,691,245	257,622	-	5,948,867
Equipment	6,880,957	677,067	105,494	7,452,530
Infrastructure	65,578,733	1,542,598	-	67,121,331
Total accumulated depreciation	<u>79,470,110</u>	<u>2,557,861</u>	<u>105,494</u>	<u>81,922,477</u>
Governmental activities, capital assets, net	<u>\$ 40,521,418</u>	<u>\$ 7,955,222</u>	<u>\$ 3,703,271</u>	<u>\$ 44,773,369</u>
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 1,437,788	\$ -	\$ -	\$ 1,437,788
Construction in progress	4,880,215	1,440,464	5,378,443	942,236
Other capital assets:				
Buildings and improvements	390,598	-	-	390,598
Equipment	2,745,616	620,032	9,646	3,356,002
Sewer plant	73,453,727	5,461,686	470,544	78,444,869
Totals	<u>82,907,944</u>	<u>7,522,182</u>	<u>5,858,633</u>	<u>84,571,493</u>
Less accumulated depreciation				
Buildings and improvements	116,465	11,160	-	127,625
Equipment	1,606,264	151,267	9,646	1,747,885
Sewer plant	36,829,808	2,072,886	470,544	38,432,150
Total accumulated depreciation	<u>38,552,537</u>	<u>2,235,313</u>	<u>480,190</u>	<u>40,307,660</u>
Business-type activities, capital assets, net	<u>\$ 44,355,407</u>	<u>\$ 5,286,869</u>	<u>\$ 5,378,443</u>	<u>\$ 44,263,833</u>

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

Depreciation expense was charged to governmental activities as follows:

General government	\$ 112,740
Public safety	585,604
Public works	116,379
Urban redevelopment and housing	255
Culture and recreation	200,285
Infrastructure depreciation is unallocated	<u>1,542,598</u>
Total depreciation expense	<u>\$ 2,557,861</u>

Depreciation expense was charged to business-type activities as follows:

Sewer	\$ 2,233,747
Recreation	<u>1,566</u>
Total depreciation expense	<u>\$ 2,235,313</u>

(10) Accounts, Salaries, and Other Payables

The accounts, salaries, and other payables consisted of the following at October 31, 2022:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Accounts	\$ 512,647	\$ 121,776	\$ 634,423
Contracts and retainage	1,095,505	351,813	1,447,318
Other liabilities	<u>707,383</u>	<u>27,072</u>	<u>734,455</u>
Totals	<u>\$2,315,535</u>	<u>\$ 500,661</u>	<u>\$ 2,816,196</u>

(11) Long-Term Liabilities

Governmental Activities:

The City issued general obligation bonds and certificates of indebtedness to provide funds for the acquisition, construction or improvement of major capital facilities. General obligation bonds have also been issued to refund other general obligation bonds. These bonds are direct obligations and pledge the full faith and credit of the City.

The City has borrowed proceeds from revenue bonds to finance the costs of the acquisition, rehabilitation, improvement and expansion of roads within the limits of the City, and to refund public improvement bonds. In addition, the City has borrowed proceeds from revenue bonds issued by the State of Louisiana for the purpose of purchasing equipment, vehicles and other materials for the support of the fire department. These bonds are to be repaid from lawfully available funds.

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

Business-type Activities:

The City has borrowed proceeds from two revenue bonds issued by the Louisiana Department of Environmental Quality to finance the costs of constructing and acquiring improvements and replacements to the sewer system of the City. The City has fully drawn down the first loan and is currently in the process of drawing down the second loan.

Long-term liabilities payable at October 31, 2022 is comprised of the following:

	Issue	Final	Interest	Balance	Due Within
	Date	Maturity	Rates	Outstanding	One Year
	Date	Date	Rates	Outstanding	One Year
Governmental activities:					
Revenue Refunding Bonds, Series 2016	2016	2034	3.0%-4.5%	5,080,000	320,000
Revenue Refunding Bonds, Series 2017	2017	2036	2.0%-4.0%	2,710,000	155,000
Direct placement-					
General Obligation Refunding Bonds Series 2013	2013	2025	2.06%	1,025,000	330,000
General Obligation Refunding Bonds Series 2020	2021	2024	1.00%	1,935,000	965,000
Revenue Bonds, Series 2018	2018	2029	2.50%	1,385,000	215,000
Revenue Bonds, Series 2020	2020	2029	2.29%	890,000	120,000
Revenue Refunding Bonds, Series 2021	2021	2041	2.8%-4.0%	10,060,000	-
				<u>23,085,000</u>	<u>2,105,000</u>
Add: Unamortized issue premium				2,876,769	-
Total bond indebtedness				25,961,769	2,105,000
Other liabilities -					
Accrued compensated absences				702,732	70,273
Total long-term liabilities - governmental activities				<u>\$ 26,664,501</u>	<u>\$ 2,175,273</u>
Business-type activities:					
Direct placement -					
Revenue Refunding Bonds, Series 2021	2021	2026	2.5%-3.0%	\$ 1,980,000	\$ 470,000
Revenue Bonds, Series 2022	2022	2032	1.64%	3,000,000	275,000
Loan payable -					
DEQ loan, Series 2013	2013	2033	0.95%	4,062,000	352,000
DEQ loan, Series 2018	2018	2039	0.95%	2,392,193	164,000
				<u>11,434,193</u>	<u>1,261,000</u>
Add: Unamortized issue premium				106,514	-
Total bond indebtedness				11,540,707	1,261,000
Other liabilities -					
Accrued compensated absences				83,284	8,329
Total long-term liabilities - business-type activities				<u>\$ 11,623,991</u>	<u>\$ 1,269,329</u>

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

The following is a summary of long-term liabilities transactions of the City for the year ended October 31, 2022:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental activities:				
Revenue Refunding Bonds, Series 2016	\$ 5,375,000	\$ -	\$ 295,000	\$ 5,080,000
Revenue Refunding Bonds, Series 2017	2,865,000	-	155,000	2,710,000
Direct placement -				
General Obligation Refunding Series 2013	1,340,000	-	315,000	1,025,000
General Obligation Refunding Series 2020	2,890,000	-	955,000	1,935,000
Revenue Bonds, Series 2018	1,600,000	-	215,000	1,385,000
Revenue Bonds, Series 2020	1,010,000	-	120,000	890,000
Revenue Refunding Bonds, Series 2021	10,060,000	-	-	10,060,000
	<u>25,140,000</u>	<u>-</u>	<u>2,055,000</u>	<u>23,085,000</u>
Add: Unamortized issue premium	3,045,879	-	169,110	2,876,769
Total bond indebtedness	28,185,879	-	2,224,110	25,961,769
Other liabilities -				
Accrued compensated absences	677,429	38,597	13,294	702,732
Total governmental activities	<u>\$ 28,863,308</u>	<u>\$ 38,597</u>	<u>\$ 2,237,404</u>	<u>\$ 26,664,501</u>
Business-type activities:				
Direct placement -				
Revenue Refunding Bonds Series 2021	\$ 2,440,000	\$ -	\$ 460,000	\$ 1,980,000
Revenue Bonds, Series 2022	-	3,000,000	-	3,000,000
Loan payable -				
DEQ loan, Series 2013	4,411,000	-	349,000	4,062,000
DEQ loan, Series 2018	2,106,870	405,323	120,000	2,392,193
	<u>8,957,870</u>	<u>3,405,323</u>	<u>929,000</u>	<u>11,434,193</u>
Add: Unamortized issue premium	127,818	-	21,304	106,514
Total bond indebtedness	9,085,688	3,405,323	950,304	11,540,707
Other liabilities -				
Accrued compensated absences	80,392	9,251	6,359	83,284
Total business-type activities	<u>\$ 9,166,080</u>	<u>\$ 3,414,574</u>	<u>\$ 956,663</u>	<u>\$ 11,623,991</u>

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

The annual debt service requirements to maturity of all bonds, certificates of indebtedness, and leases is as follows:

Governmental Activities:

Year Ending October 31,	Revenue Bonds		
	Principal payments	Interest payments	Total
2023	\$ 475,000	\$ 283,950	\$ 758,950
2024	490,000	270,250	760,250
2025	500,000	255,400	755,400
2026	510,000	240,250	750,250
2027	530,000	222,000	752,000
2028-2032	2,960,000	770,200	3,730,200
2033-2036	2,325,000	161,500	2,486,500
Total	<u>\$ 7,790,000</u>	<u>\$ 2,203,550</u>	<u>\$ 9,993,550</u>

Year Ending October 31,	Direct Placement General Obligation Refunding Bonds		
	Principal payments	Interest payments	Total
2023	\$ 1,295,000	\$ 32,242	\$ 1,327,242
2024	1,310,000	15,666	1,325,666
2025	355,000	3,657	358,657
Total	<u>\$ 2,960,000</u>	<u>\$ 51,565</u>	<u>\$ 3,011,565</u>

Year Ending October 31,	Direct Placement Revenue Bonds		
	Principal payments	Interest payments	Total
2023	\$ 335,000	\$ 52,319	\$ 387,319
2024	340,000	44,133	384,133
2025	355,000	35,760	390,760
2026	360,000	27,086	387,086
2027	370,000	18,286	388,286
2028-2031	515,000	12,338	527,338
Total	<u>\$ 2,275,000</u>	<u>\$ 189,922</u>	<u>\$ 2,464,922</u>

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

Year Ending October 31,	Direct Placement Revenue Refunding Bonds		
	Principal payments	Interest payments	Total
2023	-	402,400	402,400
2024	-	402,400	402,400
2025	-	402,400	402,400
2026	-	402,400	402,400
2027	500,000	402,400	902,400
2028-2032	2,830,000	1,694,600	4,524,600
2033-2037	3,445,000	1,081,400	4,526,400
2038-2041	3,285,000	334,800	3,619,800
Total	<u>\$ 10,060,000</u>	<u>\$ 5,122,800</u>	<u>\$ 15,182,800</u>

Business-type Activities:

Year Ending October 31,	Utility Revenue Refunding Bonds		
	Principal payments	Interest payments	Total
2023	\$ 470,000	\$ 55,575	\$ 525,575
2024	490,000	41,475	531,475
2025	510,000	26,775	536,775
2026	510,000	12,750	522,750
Total	<u>\$ 1,980,000</u>	<u>\$ 136,575</u>	<u>\$ 2,116,575</u>

Year Ending October 31,	Utility Loan Payable		
	Principal payments	Interest payments	Total
2023	\$ 516,000	\$ 58,863	\$ 574,863
2024	521,000	53,938	574,938
2025	526,000	48,964	574,964
2026	531,000	43,944	574,944
2027	537,000	38,871	575,871
2028-2032	2,759,000	116,575	2,875,575
2033-2036	1,064,193	13,989	1,078,182
Total	<u>\$ 6,454,193</u>	<u>\$ 375,144</u>	<u>\$ 6,829,337</u>

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

Year Ending October 31,	Utility Revenue Bonds		
	Principal payments	Interest payments	Total
2023	\$ 275,000	\$ 46,945	\$ 321,945
2024	280,000	42,394	322,394
2025	285,000	37,761	322,761
2026	290,000	33,046	323,046
2027	295,000	28,249	323,249
2028-2032	1,575,000	65,395	1,640,395
Total	\$ 3,000,000	\$ 253,790	\$ 3,253,790

(12) Postemployment Health Care and Life Insurance Benefits

Plan Description – The City extends medical benefits to qualifying employees upon actual retirement through a fully-insured plan. A covered employee is an employee of the City, an employee of the New Iberia City Court, or an elected official of the City who attains retirement eligibility (DROP entry). A covered employee may retire upon attainment of the earliest retirement age provided by the respective retirement plan under which the employee participates. Additionally, an employee must have been in continuous covered employment for the immediate 10 years prior to retirement and participated in the healthcare plan for the immediate two years prior to retirement. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Governmental Accounting Standards Board (GASB) Statement No. 75. The Plan does not issue a publicly available report.

Benefits Provided – The City provides subsidized medical benefits to eligible retirees. Covered dependents of the retiree may also have medical coverage with the retiree paying 100% of the additional costs for dependents. Retirees, other than firefighters, pay 100% of the contribution rate for elected coverage. Retired firefighters pay \$30 per month for individual coverage.

Employees covered by benefit terms – At October 31, 2022, the following employees were covered by the medical plan terms:

Inactive employees or beneficiaries currently receiving benefit payments	38
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	<u>127</u>
Total	<u>165</u>

Total OPEB Liability

The City's total OPEB liability of \$8,587,713 was measured as of October 31, 2022 and was determined by an actuarial valuation as of that date.

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

Actuarial Assumptions and other inputs – The total OPEB liability in the October 31, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.5%
Salary increases	3.50%
Discount rate, including inflation	4.90%
Medical healthcare cost trend rate, flat annually	4.5%
Mortality	RH-2014 Total Table with Projection MP-2021

Changes in the Total OPEB Liability

Balance at October 31, 2021	<u>\$ 10,134,311</u>
Changes for the year:	
Service cost	434,458
Interest	246,559
Differences between expected and actual experience	2,634,235
Changes in assumptions	(4,530,990)
Benefit payments and net transfers	<u>(330,860)</u>
Net changes	<u>(1,546,598)</u>
Balance at October 31, 2022	<u>\$ 8,587,713</u>

Sensitivity of the total OPEB liability to changes in the discount rate – The following presents the total OPEB liability of the City, as well as what the City’s total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.9%) or 1-percentage-point higher (5.9%) than the current discount rate:

	1.00% Decrease 3.90%	Current Discount Rate 4.90%	1.00% Increase 5.90%
Total OPEB liability	<u>\$10,007,149</u>	<u>\$ 8,587,713</u>	<u>\$ 7,446,863</u>

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates - The following presents the total OPEB liability of the City, as well as what the City’s total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (3.5%) or 1-percentage-point higher (5.5%) than the current healthcare trend rates:

	1.00% Decrease 3.5%	Current Trend Rate 4.5%	1.00% Increase 5.5%
Total OPEB liability	<u>\$ 7,280,541</u>	<u>\$ 8,587,713</u>	<u>\$10,282,205</u>

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

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

For the year ended October 31, 2022, the City recognized an OPEB expense of \$353,028. At October 31, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,327,929	\$ 397,148
Net difference between projected and actual earnings on OPEB plan investments	-	-
Changes of assumptions	1,617,056	4,004,130
Total	\$ 3,944,985	\$ 4,401,278

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ended	Total
2023	\$ 2,871
2024	2,871
2025	2,871
2026	2,871
2027	2,871
Thereafter	(470,648)
	\$ (456,293)

(13) Employee Retirement Systems

The City participates in four cost-sharing defined benefit plans, each administered by separate public employee retirement systems. Article X, Section 29(F) of the Louisiana Constitution of 1974 assigns the authority to establish and amend benefit provisions of all plans administered by these public employee retirement systems to the State Legislature. These plans are not closed to new entrants. Substantially all City employees participate in one of the following retirement systems:

Plan Descriptions

Municipal Employees' Retirement System (MERS) provides retirement, disability, and survivor benefits to eligible employees and their beneficiaries as defined in LRS 11:1731 and 11:1781. The City participates in Plan A.

State of Louisiana – Firefighters' Retirement System (FRS) provides retirement, disability, and survivor benefits to eligible employees and their beneficiaries as defined in LRS 11:2251-2254 and 11:2256.

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

Louisiana State Employees' Retirement System (LASERS) provides retirement, disability, and survivor benefits to eligible state employees and their beneficiaries as defined in the Louisiana Revised Statutes. The age and years of creditable service required in order for a member to receive retirement benefits are established by LRS 11:441 and vary depending on the member's hire date, employer and job classification.

State of Louisiana – Municipal Police Employees' Retirement System (MPERS) provides retirement, disability, and survivor benefits to eligible employees and their beneficiaries as defined in LRS 11:2211 and 11:2220.

The systems' financial statements are prepared using the accrual basis of accounting. Employer and employee contributions are recognized in the period in which the employee is compensated for services performed. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan. Interest income is recognized when earned. Ad valorem taxes and revenue sharing monies are recognized in the year collected by the tax collector.

A brief summary of eligibility and benefits of the plans are provided in the following table:

	<u>MERS</u>	<u>FRS</u>	<u>LASERS</u>	<u>MPERS</u>
Final average salary	Highest 60 months	Highest 36 months	Highest 36 months or 60 months ²	Highest 36 months or 60 months ²
Years of service required and/or age eligible for benefits	25 years of any age 10 years age 60 20 years any age ¹	25 years of any age 20 years age 50 12 years age 55	30 years of any age 25 years age 55 20 years of any age ¹ 5-10 years age 60 ⁶	25 years of any age 20 years age 55 12 years age 55 20 years of any age ¹ 30 years of any age ⁴ 25 years age 55 ⁴ 10 years age 60 ⁴
Benefit percent per years of service	3.00%	3.33%	2.5% - 3.5% ³	2.50% - 3.33% ⁵

1 With actuarial reduced benefits

2 Employees hired after a certain date use the revised benefit calculation based on the highest 60 months

3 Members in regular plan 2.5%, hazardous duty plan 3.33%, and judges 3.5%

4 Under non hazardous duty sub plan commencing January 1, 2013

5 Membership commencing January 1, 2013 non hazardous duty plan 2.5%, hazardous duty plan 3.0%, membership prior to January 1, 2013 3.33%

6 Five to ten years of creditable service at age 60 depending upon the plan or when hired

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

Contributions

Article X, Section 29(E)(2)(a) of the Louisiana Constitution of 1974 assigns the Legislature the authority to determine employee contributions. Employer contributions are actuarially determined using statutorily established methods on an annual basis and are constitutionally required to cover the employer's portion of the normal cost and provide for the amortization of the unfunded accrued liability. Employer contributions are adopted by the Legislature annually upon recommendation of the Public Retirement Systems' Actuarial Committee. In addition, MERS and FRS receive a percentage of ad valorem taxes collected by parishes. These entities are not participating employers in the pension systems and are considered to be nonemployer contributing entities. Contributions of employees, employers, and non-employer contributing entities effective for the year ended October 31, 2022 for the defined benefit pension plans in which the City is a participating employer were as follows:

Plan	Active Member Contribution Percentage	Employer Contribution Percentage	Amount from Nonemployer Contributing Entities	Amount of Government Contributions
MERS	10.00%	29.50%	\$ 138,450	\$ 1,108,274
FRS	10.00%	27.75%	292,905	894,690
LASERS	13.00%	43.00%	-	17,742
MPERS	10.00%	31.25%	191,733	830,786

Net Pension Liability

The City's net pension liability at October 31, 2022 is comprised of its proportionate share of the net pension liability relating to each of the cost-sharing plans in which the City is a participating employer. The City's net pension liability for each plan was measured as of the plan's measurement date (June 30, 2022) and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportionate share of the net pension liability for each of the plans in which it participates was based on the City's required contributions in proportion to total required contributions for all employers.

As of the most recent measurement date, the City's proportion for each plan and the change in proportion from the prior measurement date were as follows:

Plan	Proportionate Share of Net Pension Liability	Proportionate Share (%) of Net Pension Liability	Increase/(Decrease) from Prior Measurement Date
MERS	\$ 8,074,402	1.944124%	0.181834%
FRS	7,255,631	1.028979%	0.019626%
LASERS	158,225	0.209000%	0.004000%
MPERS	8,810,250	0.861910%	-0.036238%
Total	<u>\$ 24,298,508</u>		

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

Since the measurement date of the net pension liability was June 30, 2022, the net pension liability is based upon fiduciary net position for each of the plans as of that date. Detailed information about each pension plans' assets, deferred outflows, deferred inflows, and fiduciary net position that was used in the measurement of the City's net pension liability is available in the separately issued plan financial reports for those fiscal years. The financial report for each plan may be accessed on their website as follows:

MERS	http://www.mersla.com	LASERS	http://www.laseronline.org
FRS	http://www.lafirefightersret.com	MPERS	https://www.lampers.org

Actuarial Assumptions

The following table provides information concerning actuarial assumptions used in the determination of the total pension liability for each of the defined benefit plans in which the City is a participating employer:

	<u>MERS</u>	<u>FRS</u>
Date of experience study on which significant assumptions are based	7/1/2013 - 6/30/2018	7/1/2009 - 6/30/2014
Actuarial cost method	Entry age normal	Entry age normal
Expected remaining service lives	3	7
Inflation Rate	2.50%	2.50%
Projected salary increases	4.5% - 6.4%	5.20% - 14.10%
Projected benefit changes including COLAs	None	None
Source of mortality assumptions	(1), (2), (3)	(4), (5), (6)
	<u>LASERS</u>	<u>MPERS</u>
Date of experience study on which significant assumptions are based	2014 - 2018	7/1/2014 - 6/30/2019
Actuarial cost method	Entry age normal	Entry age normal
Expected remaining service lives	2	4
Inflation Rate	2.30%	2.50%
Projected salary increases	2.6% - 13.8%	4.70% - 12.30%
Projected benefit changes including COLAs	None	None
Source of mortality assumptions	(7), (8)	(9), (10)

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

- (1) PubG-2010(B) Healthy Retiree Table set equal to 120% for males and females, each adjusted using their respective male and female MP2018 scales.
- (2) PubG-2010(B) Employee Table set equal to 120% for males and females, adjusted using their respective male and female MP2018 scales.
- (3) PubNS-2010(B) Disabled Retiree Table set equal to 120% for males and females with the full generational MP2018 scale.
- (4) Pub-2010 Public Retirement Plan Mortality Table for Safety Below- Median Employees
- (5) Pub-2010 Public Retirement Plans Mortality Table for Safety Below- Median Healthy Retirees
- (6) Pub-2010 Public Retirement Plans Mortality Table for Safety Disabled Retirees
- (7) RP-2014 Blue Collar (males/females) and White Collar (females) Healthy Annuitant Tables projected on a fully generational basis by Mortality Improvement Scale MP-2018
- (8) RP-2000 Disabled Retiree Mortality Table with no projection for mortality improvement
- (9) Pub-2010 Public Retirement Plans Mortality Table for Safety Below-Median Healthy Retirees multiplied by 115% for males and 125% for females, each with full generational projection using the MP 2019 scale.

Cost of Living Adjustments

The pension plans in which the City participates have the authority to grant cost-of-living adjustments (COLAs) on an ad hoc basis. COLAs may be granted to the state system (LASERS) if approved with a two-thirds vote of both houses of the Legislature, provided the plan meets certain statutory criteria related to the funded status and interest earnings.

Pursuant to LRS 11:242(B), the power of the Board of Trustees of the statewide systems (MERS, FRS, and MPERS), to grant a COLA is effective in calendar years that the legislature fails to grant a COLA, unless in the legislation granting a COLA, the legislature authorizes the Board of Trustees to provide an additional COLA. The authority to grant a COLA by the Board is subject to the funded status and interest earnings. The effects of the benefit changes made as a result of the COLAs is included in the measurement of the total pension liability as of the measurement date at which the ad hoc COLA was granted and the amount is known and reasonably estimable.

Discount Rate

The discount rates used to measure the City's total pension liability for each plan and the significant assumptions used in the determination of the discount rate for each plan are as follows:

	<u>MERS</u>	<u>FRS</u>	<u>LASERS</u>	<u>MPERS</u>
Discount rate	6.85%	6.90%	7.25%	6.75%
Change in discount rate from prior valuation	0.00%	0.00%	-0.15%	0.00%
Plan cash flow assumptions	(1)	(1)	(1)	(1)
Rates incorporated in the Discount Rate:				
Long-term Rate of Return	6.85%	6.90%	7.25%	6.75%
Periods applied	All	All	All	All
Municipal Bond Rate	N/A	N/A	N/A	N/A

Plan Cash Flow Assumptions:

- (1) Plan member contributions will be made at the current contributions rates and sponsor contributions will be made at the actuarially determined rates.

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

The discount rates used to measure the City's total pension liability for each plan is equal to the long-term expected rate of return on pension plan investments that are expected to be used to finance the payment of benefits. For MERS, FRS, LASERS, and MPERS the long-term expected rate of return for each plan 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 expenses 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 and an adjustment for the effect of rebalancing/diversification. The target allocation and best estimates of arithmetic/geometric real rates of return for each major asset class are summarized for each plan in the following tables:

Asset Class	MERS*		FRS*	
	Target Allocation	Long-term Expected Real Rate of Return	Target Allocation	Long-term Expected Real Rate of Return
Cash	-	-	-	-
Fixed Income	38%	1.65%	26%	4.34%
Domestic Equity	53%	2.31%	27.5%	5.64%
International Equity	-	-	11.5%	5.89%
Global Equity	-	-	10%	5.99%
Emerging Market	-	-	7%	7.75%
Real Estate	-	-	6%	4.57%
Private Equity	-	-	9%	8.99%
Real Assets	-	-	3%	4.89%
Alternative Investments	9%	0.39%	-	-
Total	<u>100%</u>		<u>100%</u>	

Asset Class	LASERS**		MPERS*	
	Target Allocation	Long-term Expected Real Rate of Return	Target Allocation	Long-term Expected Real Rate of Return
Cash	1%	0.39%	-	-
Fixed Income	-	-	30.5%	0.85%
Domestic Fixed Income	3%	1.48%	-	-
International Fixed Income	18%	5.04%	-	-
Domestic Equity	31%	4.57%	55.5%	3.60%
International Equity	23%	5.76%	-	-
Alternative Investments	24%	8.30%	14%	0.95%
Total	<u>100%</u>	5.91%	<u>100%</u>	
Inflation/Rebalancing		2.30%		
Expected return		<u>8.21%</u>		

*Arithmetic real rates of return

**Geometric real rates of return

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions:

Changes in the net pension liability may either be reported in pension expense in the year the change occurred or recognized as a deferred outflow of resources or a deferred inflow of resources in the year the change occurred and amortized into pension expense over a number of years. For the year ended October 31, 2022, the City recognized \$5,193,402 in pension expense related to all defined benefit plans in which it participates. Pension expense is summarized by plan in the following table:

<u>Plan</u>	<u>Pension Expense</u>
MERS	\$ 1,071,417
FRS	1,034,635
LASERS	23,173
MPERS	<u>3,064,177</u>
Total	<u>\$ 5,193,402</u>

At October 31, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>		
	<u>MERS</u>	<u>FRS</u>	<u>LASERS</u>
Difference between expected and actual experience	\$ 9,535	\$ 43,366	\$ 433
Changes of assumptions	78,221	598,280	2,877
Change in proportion and differences between the employer's contributions and its proportionate share of contributions	423,595	269,873	-
Net differences between projected and actual earnings on plan investments	1,343,548	1,643,591	12,744
Contributions subsequent to the measurement date	<u>376,841</u>	<u>306,001</u>	<u>6,225</u>
Total	<u>\$ 2,231,740</u>	<u>\$ 2,861,111</u>	<u>\$ 22,279</u>

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

	Deferred Outflows of Resources	
	MPERS	Total
Difference between expected and actual experience	\$ 43,452	\$ 96,786
Changes of assumptions	303,904	983,282
Change in proportion and differences between the employer's contributions and its proportionate share of contributions	410,574	1,104,042
Net differences between projected and actual earnings on plan investments	1,572,907	4,572,790
Contributions subsequent to the measurement date measurement date	295,005	984,072
Total	<u>\$ 2,625,842</u>	<u>\$ 7,740,972</u>

	Deferred Inflows of Resources		
	MERS	FRS	LASERS
Difference between expected and actual experience	\$ 30,920	\$ 341,991	\$ -
Changes of assumptions	-	-	-
Change in proportion and differences between the employer's contributions and its proportionate share of contributions	105,017	222,551	-
Total	<u>\$ 135,937</u>	<u>\$ 564,542</u>	<u>\$ -</u>

	Deferred Inflows of Resources	
	MPERS	Total
Difference between expected and actual experience	\$ 71,807	\$ 444,718
Changes of assumptions	65,530	65,530
Change in proportion and differences between the employer's contributions and its proportionate share of contributions	277,980	605,548
Total	<u>\$ 415,317</u>	<u>\$ 1,115,796</u>

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

Deferred outflows of resources of \$984,072 resulting from the employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability during the year ending October 31, 2022. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions to be recognized in pension expense are as follows:

Year Ended October 31	MERS	FRS	LASERS	MPERS	Total
2023	\$ 478,005	\$ 392,796	\$ 7,905	\$ 491,362	\$ 1,370,068
2024	468,081	347,465	2,633	567,010	1,385,189
2025	128,569	229,656	(3,223)	32,093	387,095
2026	644,307	959,121	8,739	825,055	2,437,222
2027	-	66,406	-	-	66,406
Thereafter	-	(4,876)	-	-	(4,876)
	<u>\$ 1,718,962</u>	<u>\$ 1,990,568</u>	<u>\$ 16,054</u>	<u>\$ 1,915,520</u>	<u>\$ 5,641,104</u>

Sensitivity of the City's Proportional Share of the Net Pension Liabilities to Changes in the Discount Rate:

The following presents the City's proportionate shares of the net pension liabilities of the plans, calculated using their respective discount rates, as well as what the City's proportionate shares of the net pension liabilities would be if they were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

Plan	Current Discount Rate	Net Pension Liability		
		1% Decrease	Current Discount Rate	1% Increase
MERS	6.85%	\$ 10,740,529	\$ 8,074,402	\$ 5,821,607
FRS	6.90%	10,733,902	7,255,631	4,354,508
LASERS	7.25%	199,091	158,225	120,959
MPERS	6.75%	12,332,663	8,810,250	5,687,869

Payables to the Pension Plans

The City recorded accrued liabilities to each of the pension plans for the year ended October 31, 2022 for the contractually required contributions for the month of October 2022. The amounts are included in liabilities under the amounts reported as accounts and other payables. The balance due to each plan at October 31, 2022 is as follows:

Plan	
MERS	\$ 112,453
FRS	90,728
LASERS	1,794
MPERS	84,154
Total	<u>\$ 289,129</u>

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

(14) On-Behalf Payments of Salaries

During the year ended October 31, 2022, the City received \$275,168 and \$298,550 of supplemental pay for firemen and police salaries, respectively, from the State of Louisiana. These monies are included in the accompanying financial statements as intergovernmental revenues and public safety expenditures in the government-wide and General Fund financial statements.

(15) Contingent Liabilities

The City participates in certain federal and state assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The City's management believes that any liability for reimbursement which may arise as the result of these audits would not be material to the financial statements.

At October 31, 2022, the City was involved in several lawsuits claiming damages. According to legal counsel for the City, there is adequate insurance on all cases where monetary damages are sought.

(16) Risk Management

The City 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. All of these risks are handled by purchasing commercial insurance coverage. There have been no significant reductions in the insurance coverage during the year, nor have settlements exceeded coverage for the last three years.

(17) Compensation of City Officials

A detail of compensation paid to the City Council for the year ended October 31, 2022 follows:

City Council:	
David Broussard	\$ 11,400
Ricky Gonsoulin	12,600
Deidra Ledbetter	11,400
Marlon Lewis	11,400
Brooke Scelfo-Marcotte	11,400
Deedy Johnson-Reid	11,400
Dustin Suire	11,400
Total	<u>\$ 81,000</u>

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

(18) Compensation, Benefits, and Other Payments to Agency Head

The schedule of compensation, benefits, and other payments to the City's Mayor from November 1, 2021 through October 31, 2022 follows:

Salary	\$ 90,533
Benefits - insurance	7,884
Benefits - retirement	26,707
Benefits - other	113
Car allowance	<u>12,000</u>
Total	<u>\$ 137,237</u>

(19) Interfund Transactions

Interfund transfers consisted of the following at October 31, 2022:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major governmental funds:		
General Fund	\$ 13,027,180	\$ 1,453,087
Sales Tax Special Revenue Fund	-	8,859,422
2018 Public Safety Sales Tax Special Revenue Fund	-	3,938,071
Nonmajor governmental funds:		
Special revenue funds	1,453,087	355,406
Debt service funds	<u>762,313</u>	<u>-</u>
Total governmental funds	<u>15,242,580</u>	<u>14,605,986</u>
Major proprietary funds:		
Sewerage Fund	-	1,000,000
Pepperplex Fund	<u>355,406</u>	<u>-</u>
Total proprietary funds	<u>355,406</u>	<u>1,000,000</u>
Fiduciary Fund	<u>8,000</u>	<u>-</u>
Total	<u>\$ 15,605,986</u>	<u>\$ 15,605,986</u>

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to (b) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

CITY OF NEW IBERIA, LOUISIANA

Notes to Basic Financial Statements (Continued)

Interfund receivables and payables consisted of the following at October 31, 2022:

	<u>Due From</u>	<u>Due To</u>
Major governmental funds:		
General Fund	\$ 3,955,677	\$ 6,278
Garbage Fund	-	853
2018 Public Safety Sales Tax Special Revenue Fund	-	337,536
Street Paving	-	3,033,109
Nonmajor governmental funds:		
<i>Special revenue funds</i>	59,052	293,224
Debt service funds	9,069	30,909
Total governmental funds	<u>4,023,798</u>	<u>3,701,909</u>
Major proprietary funds:		
Sewerage Fund	6,278	562,339
Pepperplex Fund	234,172	-
Total proprietary funds	<u>240,450</u>	<u>562,339</u>
Total	<u>\$ 4,264,248</u>	<u>\$ 4,264,248</u>

These balances resulted from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur and payments between funds are made.

**REQUIRED
SUPPLEMENTARY INFORMATION**

CITY OF NEW IBERIA, LOUISIANA
General Fund

Budgetary Comparison Schedule
For the Year Ended October 31, 2022

	Budget		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Taxes -				
Ad valorem	\$ 1,202,700	\$ 1,245,214	\$ 1,135,018	\$ (110,196)
Sales and use	1,901,894	1,901,894	1,976,325	74,431
Franchise	1,643,000	1,643,000	2,148,163	505,163
Licenses and permits	1,448,200	1,541,663	1,385,192	(156,471)
Intergovernmental -				
Federal	1,854,576	356,365	625,699	269,334
State	2,760,481	1,294,221	1,566,071	271,850
Local	287,416	197,031	187,956	(9,075)
Charges for services	74,560	94,861	118,873	24,012
Fines and forfeits	229,640	229,640	252,545	22,905
Investment income	11,000	11,000	56,976	45,976
Miscellaneous	-	120,000	192,996	72,996
Total revenues	<u>11,413,467</u>	<u>8,634,889</u>	<u>9,645,814</u>	<u>1,010,925</u>
Expenditures:				
Current -				
General government	5,665,493	4,020,311	3,658,326	361,985
Public safety	13,452,945	13,099,687	12,831,961	267,726
Culture and recreation	18,250	18,250	17,726	524
Debt service -				
Principal - capital lease	115,000	115,000	-	115,000
Interest - capital lease	24,446	24,446	-	24,446
Bond issuance costs	1,500	1,500	-	1,500
Capital outlay	6,556,895	3,434,170	2,875,391	558,779
Total expenditures	<u>25,834,529</u>	<u>20,713,364</u>	<u>19,383,404</u>	<u>1,329,960</u>
Deficiency of revenues over expenditures	<u>(14,421,062)</u>	<u>(12,078,475)</u>	<u>(9,737,590)</u>	<u>2,340,885</u>
Other financing sources (uses):				
Transfers in	15,585,568	14,985,568	13,027,180	(1,958,388)
Transfers out	<u>(1,558,703)</u>	<u>(1,460,587)</u>	<u>(1,453,087)</u>	<u>7,500</u>
Total other financing sources (uses)	<u>14,026,865</u>	<u>13,524,981</u>	<u>11,574,093</u>	<u>(1,950,888)</u>
Net change in fund balance	(394,197)	1,446,506	1,836,503	389,997
Fund balance, beginning	<u>10,952,077</u>	<u>10,952,077</u>	<u>10,952,077</u>	<u>-</u>
Fund balance, ending	<u>\$10,557,880</u>	<u>\$12,398,583</u>	<u>\$12,788,580</u>	<u>\$ 389,997</u>

CITY OF NEW IBERIA, LOUISIANA
Special Revenue Fund
Sales Tax Fund

Budgetary Comparison Schedule
For the Year Ended October 31, 2022

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes -				
Sales and use	\$ 9,416,000	\$ 9,416,000	\$ 9,881,600	\$ 465,600
Investment income	9,000	9,000	9,729	729
Total revenues	<u>9,425,000</u>	<u>9,425,000</u>	<u>9,891,329</u>	<u>466,329</u>
Expenditures:				
Current -				
General government	<u>83,000</u>	<u>83,000</u>	<u>87,385</u>	<u>(4,385)</u>
Excess of revenues over expenditures	9,342,000	9,342,000	9,803,944	461,944
Other financing uses:				
Transfers out	<u>(12,115,106)</u>	<u>(12,115,106)</u>	<u>(8,859,422)</u>	<u>3,255,684</u>
Net change in fund balance	(2,773,106)	(2,773,106)	944,522	3,717,628
Fund balance, beginning	<u>5,865,132</u>	<u>5,865,132</u>	<u>5,865,132</u>	<u>-</u>
Fund balance, ending	<u>\$ 3,092,026</u>	<u>\$ 3,092,026</u>	<u>\$ 6,809,654</u>	<u>\$ 3,717,628</u>

CITY OF NEW IBERIA, LOUISIANA
Special Revenue Fund
Garbage Fund

Budgetary Comparison Schedule
For the Year Ended October 31, 2022

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes -				
Sales and use	\$ 3,766,496	\$ 3,990,000	\$ 3,952,650	\$ (37,350)
Investment income	360	879	1,816	937
Miscellaneous	<u>701,581</u>	<u>424,763</u>	<u>546,085</u>	<u>121,322</u>
Total revenues	<u>4,468,437</u>	<u>4,415,642</u>	<u>4,500,551</u>	<u>84,909</u>
Expenditures:				
Current -				
General government	28,000	34,345	34,954	(609)
Public works	<u>4,440,437</u>	<u>4,440,436</u>	<u>4,448,567</u>	<u>(8,131)</u>
Total expenditures	<u>4,468,437</u>	<u>4,474,781</u>	<u>4,483,521</u>	<u>(8,740)</u>
Excess (deficiency) of revenues over expenditures	-	(59,139)	17,030	76,169
Fund balance, beginning	<u>60,705</u>	<u>60,705</u>	<u>60,705</u>	<u>-</u>
Fund balance, ending	<u>\$ 60,705</u>	<u>\$ 1,566</u>	<u>\$ 77,735</u>	<u>\$ 76,169</u>

CITY OF NEW IBERIA, LOUISIANA
Special Revenue Fund
2018 Public Safety Sales Tax Fund

Budgetary Comparison Schedule
For the Year Ended October 31, 2022

	Budget		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Taxes -				
Sales and use	\$ 3,758,000	\$ 3,908,000	\$ 3,951,716	\$ 43,716
Investment income	2,000	2,000	1,349	(651)
Total revenues	3,760,000	3,910,000	3,953,065	43,065
Expenditures:				
Current -				
Public safety	33,000	33,000	34,936	(1,936)
Excess of revenues over expenditures	3,727,000	3,877,000	3,918,129	41,129
Other financing uses:				
Transfers out	(3,727,000)	(3,877,000)	(3,938,071)	(61,071)
Net change in fund balance	-	-	(19,942)	(19,942)
Fund balance, beginning	-	19,942	19,942	-
Fund balance, ending	\$ -	\$ 19,942	\$ -	\$ (19,942)

CITY OF NEW IBERIA,

Schedule of Changes in Net OPEB Liability and Related Ratios
For the Year Ended October 31, 2022

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability					
Service cost	\$ 434,458	\$ 434,458	\$ 252,352	\$ 252,352	\$ 241,948
Interest	246,559	237,883	329,579	306,527	304,968
Changes in benefit terms	-	-	-	-	-
Differences between expected and actual experience	2,634,235	-	(615,362)	-	-
Changes of assumptions	(4,530,990)	-	2,505,545	-	-
Benefit payments and net transfers	<u>(330,860)</u>	<u>(281,607)</u>	<u>(281,607)</u>	<u>(268,704)</u>	<u>(268,704)</u>
Net changes	(1,546,598)	390,734	2,190,507	290,175	278,212
Total OPEB liability - beginning	<u>10,134,311</u>	<u>9,743,577</u>	<u>7,553,070</u>	<u>7,262,895</u>	<u>6,984,683</u>
Total OPEB liability - ending	<u>\$ 8,587,713</u>	<u>\$ 10,134,311</u>	<u>\$ 9,743,577</u>	<u>\$ 7,553,070</u>	<u>\$ 7,262,895</u>
Covered employee payroll	\$ 8,724,235	\$ 8,023,601	\$ 8,023,601	\$ 7,713,026	\$ 7,713,026
Total OPEB liability as a percentage of covered-employee payroll	98.44%	126.31%	121.44%	97.93%	94.16%

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

CITY OF NEW IBERIA, LOUISIANA

Schedule of Employers' Share of Net Pension Liability
For the Year Ended October 31, 2022*

Year Ended October 31,	Employer Proportion of the Net Pension Liability (Asset)	Employer Proportionate Share of the Net Pension Liability (Asset)	Employer's Covered Employee Payroll	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Employee Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
Municipal Employees' Retirement System					
2022	1.944124%	\$ 8,074,402	\$ 3,726,578	216.7%	67.87%
2021	1.762290%	4,901,815	3,489,623	140.5%	79.14%
2020	1.844297%	7,973,650	3,525,979	226.1%	66.26%
2019	1.966924%	8,219,110	3,626,761	226.6%	64.68%
2018	1.935636%	8,014,845	3,534,271	226.8%	63.94%
2017	1.858537%	7,775,045	3,375,232	230.4%	63.49%
2016	1.987684%	8,146,941	3,550,694	229.4%	63.34%
2015	1.972086%	7,044,600	3,381,856	208.3%	66.18%
Firefighters' Retirement System of Louisiana					
2022	1.028979%	\$ 7,255,631	\$ 3,224,107	225.0%	74.68%
2021	1.009353%	3,576,997	2,942,300	121.6%	86.78%
2020	0.986788%	6,839,970	2,455,934	278.5%	72.61%
2019	0.960270%	6,013,124	2,320,848	259.1%	73.96%
2018	0.996529%	5,732,113	2,374,238	241.4%	74.76%
2017	1.040425%	5,963,559	2,429,249	245.5%	73.55%
2016	1.137407%	7,439,670	2,395,441	310.6%	68.16%
2015	1.197499%	6,463,037	2,481,858	260.4%	72.45%
Louisiana State Employees' Retirement System					
2022	0.209000%	\$ 158,225	\$ 40,579	389.9%	63.70%
2021	0.205000%	112,977	40,657	277.9%	72.80%
2020	0.002070%	170,872	42,921	398.1%	58.00%
2019	0.002070%	149,825	40,008	374.5%	62.90%
2018	0.002120%	144,515	39,855	362.6%	64.30%
2017	0.002230%	157,177	39,853	394.4%	62.50%
2016	0.002170%	170,636	41,388	412.3%	57.70%
2015	0.002220%	150,857	42,738	353.0%	62.70%
Municipal Police Employees' Retirement System					
2022	0.861910%	\$ 8,810,250	\$ 2,744,961	321.0%	70.79%
2021	0.898148%	4,787,620	2,644,928	181.0%	84.08%
2020	0.801611%	7,408,754	2,666,747	277.8%	70.95%
2019	0.836990%	7,601,271	2,715,194	280.0%	71.01%
2018	0.081138%	685,946	178,779	383.7%	71.89%

* The amounts presented have a measurement date of June 30th of each year.

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

CITY OF NEW IBERIA, LOUISIANA

Schedule of Employer Contributions
For the Year Ended October 31, 2022

<u>Year Ended October 31,</u>	<u>Contractually Required Contribution</u>	<u>Contributions in Relation to Contractual Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Employer's Covered Employee Payroll</u>	<u>Contributions as a % of Covered Employee Payroll</u>
Municipal Employees' Retirement System					
2022	\$1,108,274	\$ 1,108,274	\$ -	\$3,756,860	29.50%
2021	1,053,757	1,053,757	-	3,718,674	28.34%
2020	1,021,118	1,021,118	-	3,679,703	27.75%
2019	920,597	920,597	-	3,540,757	26.00%
2018	933,075	933,075	-	3,770,001	24.75%
2017	796,857	796,857	-	3,328,522	23.94%
2016	704,708	704,708	-	3,410,598	20.66%
2015	673,246	673,246	-	3,408,841	19.75%
Firefighters' Retirement System of Louisiana					
2022	\$ 894,690	\$ 894,690	\$ -	\$3,224,107	27.75%
2021	845,279	845,279	-	3,046,050	27.75%
2020	748,423	748,423	-	2,697,021	27.75%
2019	606,833	606,833	-	2,289,937	26.50%
2018	649,192	649,192	-	2,449,780	26.50%
2017	607,873	607,873	-	2,371,725	25.63%
2016	666,715	666,715	-	2,328,692	28.63%
2015	723,823	723,823	-	2,366,673	30.58%
Louisiana State Employees' Retirement System					
2022	\$ 17,742	\$ 17,742	\$ -	\$ 40,996	43.28%
2021	17,293	17,293	-	40,657	42.53%
2020	17,604	17,604	-	45,137	39.00%
2019	15,373	15,373	-	39,418	39.00%
2018	16,307	16,307	-	41,388	39.40%
2017	14,982	14,982	-	39,855	37.59%
2016	15,344	15,344	-	39,855	38.50%
2015	15,280	15,280	-	41,029	37.24%
Municipal Police Employees' Retirement System					
2022	\$ 830,786	\$ 830,786	\$ -	\$2,744,961	30.27%
2021	869,150	869,150	-	2,644,928	32.86%
2020	928,708	928,708	-	2,857,564	32.50%
2019	842,226	842,226	-	2,611,553	32.25%
2018	339,811	339,811	-	1,105,075	30.75%

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

CITY OF NEW IBERIA, LOUISIANA

Notes to the Required Supplementary Information

(1) Budget and Budgetary Accounting

The City follows the procedures detailed below in adopting its budget.

1. At least 45 days prior to the beginning of each fiscal year, the Mayor is required to submit to the City Council a proposed budget in the form required by the Charter.
2. A public hearing is required to be conducted to obtain taxpayer comments and notice thereof is published in the official journal at least ten days prior to such hearing. The notification is to include the time and place of the public hearing in addition to a general summary of the proposed budget.
3. Final adoption of the budget is required to be not later than October 31 of the fiscal year for the ensuing fiscal year.
4. Formal budgetary integration is employed as a management control device during the year for all funds. No payment can be made or obligated against any appropriation unless the Mayor or his designee first certifies that sufficient unencumbered funds are or will be available to meet the obligation when it becomes due and payable. In practice, this has generally been interpreted (due to the flexibility for intra departmental transfer of line item appropriations) to mean control at the departmental/fund level. Intra departmental transfers are approved by the Mayor or his designee. Budget adjustments which involve changes to total revenues and/or expenditures/expenses require Council approval.
5. Those budgets which the City adopts are on a basis consistent with generally accepted accounting principles as applied to governmental units.
6. All appropriations, except for capital outlays, lapse at the close of the fiscal year to the extent that they have not been expended or encumbered. Appropriations for capital outlays lapse after completion of the project.

All budgeted amounts presented reflect the original budget and the final budget (which have been adjusted for legally authorized revisions during the year).

(2) Pension Plan

Changes of Assumptions – Changes of assumptions about future economic or demographic factors or of other inputs were recognized in pension expense using the straight-line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pensions through the pension plan.

CITY OF NEW IBERIA, LOUISIANA

Notes to the Required Supplementary Information (Continued)

(3) Other Postemployment Benefits

- a) Benefit changes – There were no changes of benefit terms.
- b) Changes of assumptions – There were no changes in assumptions.

(4) Excess of Expenditures over Appropriations

For the year ended October 31, 2022, the following funds had actual expenditures over appropriations, at the functional level, as follows:

<u>Fund and Function</u>	<u>Budget</u>	<u>Actual</u>	<u>Excess</u>
Sales Tax Fund:			
General government	\$ 83,000	\$ 87,385	\$ (4,385)
Garbage Fund:			
General government	34,345	34,954	(609)
Public works	4,440,436	4,448,567	(8,131)
2018 Public Safety Sales Tax Fund:			
Public safety	33,000	34,936	(1,936)

OTHER SUPPLEMENTARY INFORMATION

CITY OF NEW IBERIA, LOUISIANA

Statement of Net Position
 October 31, 2022
 With Comparative Totals for October 31, 2021

	2022			2021
	Governmental Activities	Business-Type Activities	Total	Total
ASSETS				
Cash and interest-bearing deposits	\$ 46,671,215	\$ 4,117,561	\$ 50,788,776	\$ 50,378,565
Accounts receivable	1,019,521	535,064	1,554,585	839,072
Internal balances	321,889	(321,889)	-	-
Due from other governmental units	4,082,199	110,110	4,192,309	4,398,999
Real estate held for resale	61,343	-	61,343	61,343
Deposits	702,825	-	702,825	74
Restricted assets	-	3,338,202	3,338,202	-
Capital assets:				
Non-depreciable	10,588,348	2,380,024	12,968,372	14,434,881
Depreciable, net	34,185,021	41,883,809	76,068,830	70,441,944
Total assets	<u>97,632,361</u>	<u>52,042,881</u>	<u>149,675,242</u>	<u>140,554,878</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred loss on refunding	862,298	-	862,298	934,574
Deferred outflows of resources - pension	7,108,511	632,461	7,740,972	4,800,505
Deferred outflows of resources - OPEB	3,944,985	-	3,944,985	1,913,219
Total deferred outflows of resources	<u>11,915,794</u>	<u>632,461</u>	<u>12,548,255</u>	<u>7,648,298</u>
LIABILITIES				
Overdraft	-	-	-	1,593,614
Accounts and other payables	2,315,535	500,661	2,816,196	2,256,311
Accrued interest	160,550	12,300	172,850	165,726
Unearned revenue	10,357,739	-	10,357,739	5,433,761
Long-term liabilities:				
Portion due or payable within one year	2,175,273	1,269,329	3,444,602	3,124,085
Portion due or payable after one year	24,489,228	10,354,662	34,843,890	34,905,303
Other post employment benefits payable	8,587,713	-	8,587,713	10,134,311
Net pension liability	21,845,504	2,453,004	24,298,508	13,379,409
Total liabilities	<u>69,931,542</u>	<u>14,589,956</u>	<u>84,521,498</u>	<u>70,992,520</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows of resources - pension	977,410	138,386	1,115,796	7,383,027
Deferred inflows of resources - OPEB	4,401,278	-	4,401,278	469,886
Total deferred outflows of resources	<u>5,378,688</u>	<u>138,386</u>	<u>5,517,074</u>	<u>7,852,913</u>
NET POSITION				
Net investment in capital assets	28,212,730	34,966,357	63,179,087	60,580,282
Restricted for:				
Capital projects	5,959,599	-	5,959,599	5,288,707
Debt service	952,472	949,681	1,902,153	915,948
Sales tax dedications	14,847,263	-	14,847,263	13,814,973
Other	104,629	-	104,629	104,908
Unrestricted	(15,838,768)	2,030,962	(13,807,806)	(11,347,075)
Total net position	<u>\$ 34,237,925</u>	<u>\$ 37,947,000</u>	<u>\$ 72,184,925</u>	<u>\$ 69,357,743</u>

CITY OF NEW IBERIA, LOUISIANA
General Fund

Budgetary Comparison Schedule - Revenues
For the Year Ended October 31, 2022
With Comparative Actual Amounts for the Year Ended October 31, 2021

	2022			Variance with Final Budget Positive (Negative)	2021 Actual
	Budget		Actual		
	Original	Final			
Revenues:					
Taxes -					
Ad valorem	\$ 1,202,700	\$ 1,245,214	\$ 1,135,018	\$ (110,196)	\$ 1,240,609
Sales and use	1,901,894	1,901,894	1,976,325	74,431	1,873,618
Franchise	1,643,000	1,643,000	2,148,163	505,163	1,765,452
Licenses and permits	1,448,200	1,541,663	1,385,192	(156,471)	1,573,904
Intergovernmental -					
Federal	1,854,576	356,365	625,699	269,334	312,619
State	2,760,481	1,294,221	1,566,071	271,850	1,393,462
Local	287,416	197,031	187,956	(9,075)	179,415
Charges for services	74,560	94,861	118,873	24,012	79,838
Fines and forfeits	229,640	229,640	252,545	22,905	246,915
Investment income	11,000	11,000	56,976	45,976	13,236
Miscellaneous	-	120,000	192,996	72,996	94,738
Total revenues	<u>\$ 11,413,467</u>	<u>\$ 8,634,889</u>	<u>\$ 9,645,814</u>	<u>\$ 1,010,925</u>	<u>\$ 8,773,806</u>

CITY OF NEW IBERIA, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures
For the Year Ended October 31, 2022
With Comparative Actual Amounts for the Year Ended October 31, 2021

	2022		Actual	Variance with Final Budget Positive (Negative)	2021 Actual
	Budget				
	Original	Final			
Current:					
General government -					
Salaries	\$ 1,425,706	\$ 1,490,563	\$ 1,413,214	\$ 77,349	\$ 1,323,699
Payroll taxes	27,962	27,281	23,282	3,999	22,823
Retirement	376,054	404,847	383,914	20,933	356,527
Workers' compensation	8,992	12,081	9,929	2,152	7,863
Group insurance	239,722	275,338	289,477	(14,139)	229,943
Contracted services	1,137,950	622,695	524,275	98,420	440,068
Dues and subscriptions	155,461	147,108	145,926	1,182	96,340
Insurance	291,900	295,083	208,821	86,262	243,443
Miscellaneous	90,650	119,543	84,161	35,382	79,666
Nonprofit allocations	17,000	17,000	16,752	248	15,168
Office expense	1,161,726	181,304	142,049	39,255	88,597
Repairs and maintenance	483,620	254,049	253,004	1,045	155,570
Travel and training	34,150	23,328	13,423	9,905	10,445
Utilities and telephone	214,600	150,091	150,099	(8)	134,703
Total general government	<u>5,665,493</u>	<u>4,020,311</u>	<u>3,658,326</u>	<u>361,985</u>	<u>3,204,855</u>
Public safety -					
Police:					
Salaries	3,778,765	3,563,522	3,519,466	44,056	3,409,805
Payroll taxes	48,791	49,381	48,530	851	47,017
Retirement	1,096,023	966,914	902,590	64,324	943,689
Workers' compensation	88,611	57,126	109,353	(52,227)	86,603
Group insurance	817,546	760,742	724,774	35,968	716,142
Contracted services	151,000	75,496	75,084	412	88,657
Dues and subscriptions	174,526	647,322	638,269	9,053	130,316
Insurance	345,250	412,750	558,351	(145,601)	283,838
Jail	540,550	169,349	175,438	(6,089)	165,222
Miscellaneous	31,000	123,826	50,474	73,352	18,243
Office expense	90,400	81,780	71,148	10,632	60,422
Repairs and maintenance	350,516	327,702	392,929	(65,227)	289,654
Travel and training	137,000	130,057	118,752	11,305	147,180
Utilities and telephone	129,500	95,561	82,166	13,395	84,933
Total police	<u>7,779,478</u>	<u>7,461,528</u>	<u>7,467,324</u>	<u>(5,796)</u>	<u>6,471,721</u>

CITY OF NEW IBERIA, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures
For the Year Ended October 31, 2022
With Comparative Actual Amounts for the Year Ended October 31, 2021

	2022				
	Budget		Actual	Variance with Final Budget Positive (Negative)	2021 Actual
	Original	Final			
Public safety -					
Fire:					
Salaries	2,905,391	2,905,391	2,923,401	(18,010)	2,802,941
Payroll taxes	40,010	40,010	39,777	233	38,020
Retirement	945,093	945,093	910,360	34,733	853,295
Workers' compensation	129,116	148,116	158,631	(10,515)	125,605
Group insurance	939,397	939,397	975,739	(36,342)	855,850
Contracted services	48,500	48,640	46,159	2,481	37,723
Dues and subscriptions	20,000	17,900	11,723	6,177	5,553
Insurance	110,000	90,390	82,934	7,456	70,100
Miscellaneous	1,000	1,000	937	63	427
Office expense	5,500	6,300	4,484	1,816	10,814
Repairs and maintenance	427,810	404,643	131,880	272,763	185,136
Travel and training	48,000	48,000	34,055	13,945	13,851
Utilities and telephone	53,650	43,279	44,557	(1,278)	37,294
Total fire	<u>5,673,467</u>	<u>5,638,159</u>	<u>5,364,637</u>	<u>273,522</u>	<u>5,036,609</u>
Total public safety	<u>13,452,945</u>	<u>13,099,687</u>	<u>12,831,961</u>	<u>267,726</u>	<u>11,508,330</u>
Culture and recreation -					
Contracted services	300	300	-	300	264
Repairs and maintenance	4,450	6,934	6,689	245	4,310
Utilities and telephone	13,500	11,016	10,612	404	7,188
Total culture and recreation	<u>18,250</u>	<u>18,250</u>	<u>17,726</u>	<u>524</u>	<u>11,762</u>
Debt service -					
Principal - capital lease	115,000	115,000	-	115,000	311,673
Interest - capital lease	24,446	24,446	-	24,446	13,870
Bond issuance costs	1,500	1,500	-	1,500	1,500
Total debt service	<u>140,946</u>	<u>140,946</u>	<u>-</u>	<u>140,946</u>	<u>327,043</u>
Capital outlay	6,556,895	5,034,170	2,875,391	2,158,779	2,235,650
Total expenditures	<u>\$ 25,834,529</u>	<u>\$ 22,313,364</u>	<u>\$ 19,383,404</u>	<u>\$ 2,929,960</u>	<u>\$ 17,287,640</u>

CITY OF NEW IBERIA, LOUISIANA
Nonmajor Governmental Funds

Combining Balance Sheet - By Fund Type
October 31, 2022

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total
ASSETS				
Cash and interest-bearing deposits	\$3,096,463	\$1,134,862	\$ 219,349	\$ 4,450,674
Receivables:				
Due from other funds	59,052	9,069	-	68,121
Due from other governmental units	543,754	-	-	543,754
Other	19,895	-	-	19,895
Total assets	\$3,719,164	\$1,143,931	\$ 219,349	\$ 5,082,444
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 108,293	\$ -	\$ -	\$ 108,293
Due to other funds	293,224	30,909	-	324,133
Retainage payable	20,537	-	-	20,537
Accrued liabilities	31,760	-	-	31,760
Unearned revenue	33,822	-	100,000	133,822
Total liabilities	487,636	30,909	100,000	618,545
Fund balances -				
Restricted:				
Construction of capital assets	-	-	119,349	119,349
Purpose of grantors, trustees and donors	104,629	-	-	104,629
Tax dedications	1,928,736	-	-	1,928,736
Debt service	-	1,113,022	-	1,113,022
Committed:				
Operations	481,627	-	-	481,627
Disaster relief	716,536	-	-	716,536
Total fund balances	3,231,528	1,113,022	119,349	4,463,899
Total liabilities and fund balances	\$3,719,164	\$1,143,931	\$ 219,349	\$ 5,082,444

CITY OF NEW IBERIA, LOUISIANA
Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended October 31, 2022

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total
Revenues:				
Taxes -				
Ad valorem	\$ 1,261,348	\$ 2,135,810	\$ -	\$ 3,397,158
Sales and use	901,832	-	-	901,832
Intergovernmental -				
Federal	1,531,914	-	-	1,531,914
State	2,500	-	120,000	122,500
Local	86,613	-	-	86,613
Charges for services	72,323	-	-	72,323
Investment income	11,218	1,178	-	12,396
Miscellaneous	75,818	-	-	75,818
Total revenues	<u>3,943,566</u>	<u>2,136,988</u>	<u>120,000</u>	<u>6,200,554</u>
Expenditures:				
Current -				
General government	10,003	1,350	-	11,353
Public works	2,352,577	-	-	2,352,577
Culture and recreation	1,040,722	-	-	1,040,722
Urban redevelopment and housing	1,493,847	-	-	1,493,847
Debt service -				
Principal	-	2,055,000	-	2,055,000
Interest	-	811,603	-	811,603
Capital outlay	395,897	-	120,000	515,897
Total expenditures	<u>5,293,046</u>	<u>2,867,953</u>	<u>120,000</u>	<u>8,280,999</u>
Deficiency of revenues over expenditures	<u>(1,349,480)</u>	<u>(730,965)</u>	<u>-</u>	<u>(2,080,445)</u>
Other financing sources (uses):				
Transfers in	1,453,087	762,313	-	2,215,400
Transfers out	(355,406)	-	-	(355,406)
Total other financing sources (uses)	<u>1,097,681</u>	<u>762,313</u>	<u>-</u>	<u>1,859,994</u>
Net changes in fund balances	(251,799)	31,348	-	(220,451)
Fund balances, beginning	<u>3,483,327</u>	<u>1,081,674</u>	<u>119,349</u>	<u>4,684,350</u>
Fund balances, ending	<u>\$ 3,231,528</u>	<u>\$ 1,113,022</u>	<u>\$ 119,349</u>	<u>\$ 4,463,899</u>

CITY OF NEW IBERIA, LOUISIANA

Combining Balance Sheet
 Nonmajor Special Revenue Funds
 October 31, 2022

	<u>Parks and Recreation</u>	<u>Section 8 Housing Voucher Program</u>	<u>Disaster Relief</u>	<u>Highway 14 EDD #1</u>	<u>Highway 182 EDD #1</u>	<u>Public Works</u>	<u>2022 Economic Development District</u>	<u>Total</u>
ASSETS								
Cash and interest-bearing deposits	\$ 555,203	\$ 87,710	\$ 320,583	\$ 1,262,136	\$ 75,095	\$ 509,478	\$ 286,258	\$ 3,096,463
Due from other governmental units	7,475	-	395,953	30,108	1,525	50,786	57,907	543,754
Due from other funds	-	-	-	-	-	-	59,052	59,052
Other	-	19,895	-	-	-	-	-	19,895
Total assets	\$ 562,678	\$ 107,605	\$ 716,536	\$ 1,292,244	\$ 76,620	\$ 560,264	\$ 403,217	\$ 3,719,164
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 35,755	\$ 541	\$ -	\$ -	\$ -	\$ 71,997	\$ -	\$ 108,293
Retainage payable	-	-	-	-	-	20,537	-	20,537
Accrued liabilities	11,474	2,435	-	-	-	17,851	-	31,760
Due to other funds	-	-	-	59,052	-	-	234,172	293,224
Unearned revenue	33,822	-	-	-	-	-	-	33,822
Total liabilities	81,051	2,976	-	59,052	-	110,385	234,172	487,636
Fund balances:								
Restricted -								
Purpose of grantors, trustees and donors	-	104,629	-	-	-	-	-	104,629
Tax dedications	-	-	-	1,233,192	76,620	449,879	169,045	1,928,736
Committed -								
Operations	481,627	-	-	-	-	-	-	481,627
Disaster relief	-	-	716,536	-	-	-	-	716,536
Total fund balances	481,627	104,629	716,536	1,233,192	76,620	449,879	169,045	3,231,528
Total liabilities and fund balances	\$ 562,678	\$ 107,605	\$ 716,536	\$ 1,292,244	\$ 76,620	\$ 560,264	\$ 403,217	\$ 3,719,164

CITY OF NEW IBERIA, LOUISIANA

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 For the Year Ended October 31, 2022

	Parks and Recreation	Section 8 Housing Voucher Program	Disaster Relief	Highway 14 EDD #1	Highway 182 EDD #1	Public Works	2022 Economic Development District	Total
Revenues:								
Taxes -								
Ad valorem	\$ 582,313	\$ -	\$ -	\$ -	\$ -	\$ 679,035	\$ -	\$ 1,261,348
Sales and use	-	-	-	348,187	22,809	-	530,836	901,832
Intergovernmental -								
Federal	35,657	1,493,535	-	-	-	2,722	-	1,531,914
State	2,500	-	-	-	-	-	-	2,500
Local	15,046	-	-	-	-	71,567	-	86,613
Charges for services	54,280	-	-	-	-	18,043	-	72,323
Investment income	2,735	33	4,581	112	9	3,522	226	11,218
Miscellaneous	66,901	-	-	-	-	8,917	-	75,818
Total revenues	<u>759,432</u>	<u>1,493,568</u>	<u>4,581</u>	<u>348,299</u>	<u>22,818</u>	<u>783,806</u>	<u>531,062</u>	<u>3,943,566</u>
Expenditures:								
Current -								
General government	-	-	-	3,185	207	-	6,611	10,003
Public works	-	-	-	-	-	2,352,577	-	2,352,577
Culture and recreation	1,040,722	-	-	-	-	-	-	1,040,722
Urban redevelopment housing	-	1,493,847	-	-	-	-	-	1,493,847
Capital outlay	62,978	-	-	-	-	332,919	-	395,897
Total expenditures	<u>1,103,700</u>	<u>1,493,847</u>	<u>-</u>	<u>3,185</u>	<u>207</u>	<u>2,685,496</u>	<u>6,611</u>	<u>5,293,046</u>
Excess (deficiency) of revenues over expenditures	<u>(344,268)</u>	<u>(279)</u>	<u>4,581</u>	<u>345,114</u>	<u>22,611</u>	<u>(1,901,690)</u>	<u>524,451</u>	<u>(1,349,480)</u>
Other financing sources (uses):								
Transfers in	333,985	-	-	-	-	1,119,102	-	1,453,087
Transfers out	-	-	-	-	-	-	(355,406)	(355,406)
Total other financing sources (uses)	<u>333,985</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,119,102</u>	<u>(355,406)</u>	<u>1,097,681</u>
Net changes in fund balances	(10,283)	(279)	4,581	345,114	22,611	(782,588)	169,045	(251,799)
Fund balances, beginning	491,910	104,908	711,955	888,078	54,009	1,232,467	-	3,483,327
Fund balances, ending	<u>\$ 481,627</u>	<u>\$ 104,629</u>	<u>\$ 716,536</u>	<u>\$ 1,233,192</u>	<u>\$ 76,620</u>	<u>\$ 449,879</u>	<u>\$ 169,045</u>	<u>\$ 3,231,528</u>

CITY OF NEW IBERIA, LOUISIANA

Combining Balance Sheet
 Nonmajor Debt Service Funds
 October 31, 2022

	General Obligation Debt Service	Debt Service	2018 Sinking Fund	Total
ASSETS				
Cash and interest-bearing deposits	\$ 224,938	\$ 678,460	\$ 231,464	\$ 1,134,862
Due from other funds	-	9,069	-	9,069
Total assets	<u>\$ 224,938</u>	<u>\$ 687,529</u>	<u>\$ 231,464</u>	<u>\$ 1,143,931</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Due to other funds	\$ -	\$ -	\$ 30,909	\$ 30,909
Fund balances:				
Restricted - debt service	<u>224,938</u>	<u>687,529</u>	<u>200,555</u>	<u>1,113,022</u>
Total liabilities and fund balances	<u>\$ 224,938</u>	<u>\$ 687,529</u>	<u>\$ 231,464</u>	<u>\$ 1,143,931</u>

CITY OF NEW IBERIA, LOUISIANA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended October 31, 2022

	General Obligation Debt Service	Debt Service	2018 Sinking Fund	Total
Revenues:				
Taxes -				
Ad valorem	\$ 1,348,204	\$ 787,606	\$ -	\$ 2,135,810
Investment income	1,059	-	119	1,178
Total revenues	<u>1,349,263</u>	<u>787,606</u>	<u>119</u>	<u>2,136,988</u>
Expenditures:				
Current -				
General government	1,350	-	-	1,350
Debt service -				
Principal	1,270,000	570,000	215,000	2,055,000
Interest	48,485	725,805	37,313	811,603
Total expenditures	<u>1,319,835</u>	<u>1,295,805</u>	<u>252,313</u>	<u>2,867,953</u>
Excess (deficiency) of revenues over expenditures	29,428	(508,199)	(252,194)	(730,965)
Other financing sources:				
Transfers in	-	510,000	252,313	762,313
Net changes in fund balances	29,428	1,801	119	31,348
Fund balances, beginning	<u>195,510</u>	<u>685,728</u>	<u>200,436</u>	<u>1,081,674</u>
Fund balances, ending	<u>\$ 224,938</u>	<u>\$ 687,529</u>	<u>\$ 200,555</u>	<u>\$ 1,113,022</u>

CITY OF NEW IBERIA, LOUISIANA

Combining Balance Sheet
 Nonmajor Capital Project Funds
 October 31, 2022

	<u>Construction</u>	<u>2010 Bonds Street Construction</u>	<u>Total</u>
ASSETS			
Cash and interest-bearing deposits	<u>\$ 147,638</u>	<u>\$ 71,711</u>	<u>\$ 219,349</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Unearned revenue	\$ 100,000	\$ -	\$ 100,000
Fund balances:			
Restricted -			
Construction of capital assets	<u>47,638</u>	<u>71,711</u>	<u>119,349</u>
Total liabilities and fund balances	<u>\$ 147,638</u>	<u>\$ 71,711</u>	<u>\$ 219,349</u>

CITY OF NEW IBERIA, LOUISIANA

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Nonmajor Capital Project Funds
 For the Year Ended October 31, 2022

	<u>Construction</u>	<u>2010 Bonds Street Construction</u>	<u>Total</u>
Revenues:			
Intergovernmental revenues - state	\$ 120,000	\$ -	\$ 120,000
Expenditures:			
Capital outlay	<u>120,000</u>	<u>-</u>	<u>120,000</u>
Net changes in fund balances	-	-	-
Fund balances, beginning	<u>47,638</u>	<u>71,711</u>	<u>119,349</u>
Fund balances, ending	<u>\$ 47,638</u>	<u>\$ 71,711</u>	<u>\$ 119,349</u>

CITY OF NEW IBERIA, LOUISIANA

Comparative Statement of Net Position

Sewerage Fund

October 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
ASSETS		
Current assets:		
Cash	\$ 4,117,561	\$ 4,993,411
Accounts receivable	535,064	530,770
Due from other funds	6,278	-
Due from other governmental units	<u>110,110</u>	<u>233,456</u>
Total current assets	<u>4,769,013</u>	<u>5,757,637</u>
Noncurrent assets:		
Restricted cash	743,158	693,758
Capital assets -		
Land and construction in progress	1,776,955	6,318,003
Other capital assets, net of accumulated depreciation	<u>41,849,890</u>	<u>38,037,404</u>
Total noncurrent assets	<u>44,370,003</u>	<u>45,049,165</u>
Total assets	<u>49,139,016</u>	<u>50,806,802</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows of resources - pension	<u>632,461</u>	<u>178,910</u>
LIABILITIES		
Current liabilities:		
Accounts payable	120,711	124,582
Due to other funds	562,339	19,002
Contracts payable	111,527	107,600
Retainage payable	9,032	222,056
Accrued liabilities	25,793	20,129
Accrued compensated absences	8,181	8,039
Payable from restricted assets -		
Bonds payable	<u>986,000</u>	<u>993,303</u>
Total current liabilities	<u>1,823,583</u>	<u>1,494,711</u>
Noncurrent liabilities:		
Accrued compensated absences	73,620	72,353
Bonds payable	7,554,707	8,092,385
Net pension liability	<u>2,453,004</u>	<u>1,597,992</u>
Total noncurrent liabilities	<u>10,081,331</u>	<u>9,762,730</u>
Total liabilities	<u>11,904,914</u>	<u>11,257,441</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows of resources - pension	<u>138,386</u>	<u>587,092</u>
NET POSITION		
Net investment in capital assets	34,965,579	35,269,719
Restricted for debt service	743,158	693,758
Unrestricted	<u>2,019,440</u>	<u>3,177,702</u>
Total net position	<u>\$ 37,728,177</u>	<u>\$ 39,141,179</u>

CITY OF NEW IBERIA, LOUISIANA

Statement of Revenues, Expenses, and Changes in Fund Net Position -
Sewerage Fund
For the Years Ended October 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Operating revenues:		
Charges for services -		
Customers	\$ 4,353,196	\$ 4,323,209
Parish government under cooperative agreement	<u>845,220</u>	<u>989,408</u>
Total operating revenues	<u>5,198,416</u>	<u>5,312,617</u>
Operating expenses:		
Cost of services rendered	3,800,508	3,234,243
Depreciation	<u>2,233,747</u>	<u>2,212,421</u>
Total operating expenses	<u>6,034,255</u>	<u>5,446,664</u>
Operating loss	<u>(835,839)</u>	<u>(134,047)</u>
Nonoperating revenues (expenses):		
Federal grant revenue	-	1,249
Investment income	38,185	94,411
Interest expense and fiscal charges	(131,183)	(226,371)
Non-employer pension contributions	37,312	42,869
Other, net	<u>76,070</u>	<u>15,657</u>
Total nonoperating revenues (expenses)	<u>20,384</u>	<u>(72,185)</u>
Loss before contributions and transfers	(815,455)	(206,232)
Capital contributions	402,453	452,610
Transfers	<u>(1,000,000)</u>	<u>-</u>
Change in net position	(1,413,002)	246,378
Net position, beginning	<u>39,141,179</u>	<u>38,894,801</u>
Net position, ending	<u>\$ 37,728,177</u>	<u>\$ 39,141,179</u>

CITY OF NEW IBERIA, LOUISIANA
Enterprise Fund
Sewer Fund

Schedule of Number of Utility Customers
(Unaudited)
For the Years Ended October 31, 2022 and 2021

Records maintained by the City indicated the following number of customers were being served during the months of October 31, 2022 and 2021:

<u>Department</u>	<u>2022</u>	<u>2021</u>
Sewerage	11,796	11,874

CITY OF NEW IBERIA, LOUISIANA

Justice System Funding Schedule - Receiving Entity
Year Ended October 31, 2022

Cash Basis Presentation	First Six Month Period Ended <u>4/30/2022</u>	Second Six Month Period Ended <u>10/31/2022</u>
Receipts from:		
City Court of New Iberia- Pre Trial Diversion Program Fees	\$ 27,995	\$ 38,890
City Court of New Iberia- Contempt	7,200	9,019
City Court of New Iberia- Civil Fees	476	537
City Court of New Iberia- Criminal Court Costs/ Fees	<u>86,054</u>	<u>148,252</u>
Total Receipts	<u>\$ 121,725</u>	<u>\$ 196,698</u>

**INTERNAL CONTROL,
COMPLIANCE, AND
OTHER MATTERS**

KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

Brad E. Kolder, CPA, JD*
Gerald A. Thibodeaux, Jr., CPA*
Robert S. Carter, CPA*
Arthur R. Mixon, CPA*
Stephen J. Anderson, CPA*
Matthew E. Margaglio, CPA*
Casey L. Ardoin, CPA, CFE*
Wanda F. Arcement, CPA
Bryan K. Joubert, CPA
Nicholas Fowlkes, CPA
Deidre L. Stock, CPA

C. Burton Kolder, CPA*
Of Counsel

Victor R. Slaven, CPA* - retired 2020
Christine C. Doucet, CPA - retired 2022

* A Professional Accounting Corporation

183 S. Beadle Rd. 11929 Bricksome Ave.
Lafayette, LA 70508 Baton Rouge, LA 70816
Phone (337) 232-4141 Phone (225) 293-8300

1428 Metro Dr. 450 E. Main St.
Alexandria, LA 71301 New Iberia, LA 70560
Phone (318) 442-4421 Phone (337) 367-9204

200 S. Main St. 1201 David Dr.
Abbeville, LA 70510 Morgan City, LA 70380
Phone (337) 893-7944 Phone (985) 384-2020

434 E. Main St. 332 W. Sixth Ave.
Ville Platte, LA 70586 Oberlin, LA 70655
Phone (337) 363-2792 Phone (337) 639-4737

WWW.KCSRPCAS.COM

INDEPENDENT AUDITOR'S 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

The Honorable Freddie DeCourt, Mayor
and Members of the City Council
City of New Iberia, 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, the business-type activities, and each major fund of the City of New Iberia, Louisiana (the City) as of and for the year ended October 31, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated April 26, 2023.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing 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 City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City'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 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2022-002 that we consider to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of 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 financial statements. 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 an instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as item 2022-001.

City's Response to the Findings

The City's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the City's response and, accordingly, we express no opinion on it.

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. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
April 26, 2023

KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

Brad E. Kolder, CPA, JD*
Gerald A. Thibodeaux, Jr., CPA*
Robert S. Carter, CPA*
Arthur R. Mixon, CPA*
Stephen J. Anderson, CPA*
Matthew E. Margaglio, CPA*
Casey L. Ardoin, CPA, CFE*
Wanda F. Arcement, CPA
Bryan K. Joubert, CPA
Nicholas Fowlkes, CPA
Deldre L. Stock, CPA

C. Burton Kolder, CPA*
Of Counsel

Victor R. Slaven, CPA* - retired 2020
Christine C. Doucet, CPA - retired 2022

* A Professional Accounting Corporation

183 S. Beadle Rd. 11929 Bricksome Ave.
Lafayette, LA 70508 Baton Rouge, LA 70816
Phone (337) 232-4141 Phone (225) 293-8300

1428 Metro Dr. 450 E. Main St.
Alexandria, LA 71301 New Iberia, LA 70560
Phone (318) 442-4421 Phone (337) 367-9204

200 S. Main St. 1201 David Dr.
Abbeville, LA 70510 Morgan City, LA 70380
Phone (337) 893-7944 Phone (885) 384-2020

434 E. Main St. 332 W. Sixth Ave.
Ville Platte, LA 70586 Oberlin, LA 70655
Phone (337) 363-2792 Phone (337) 639-4737

WWW.KCSRPCAS.COM

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY UNIFORM GUIDANCE

The Honorable Freddie DeCourt, Mayor
and Members of the City Council
City of New Iberia, Louisiana

Opinion on Each Major Federal Program

We have audited the City of New Iberia, Louisiana's (City) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended October 31, 2022. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended October 31, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we exercise professional judgment and maintain professional skepticism throughout the audit. We identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances. We obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Purpose of this Report

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose; however, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
April 26, 2023

CITY OF NEW IBERIA, LOUISIANA

Schedule of Expenditures of Federal Awards
For the Year Ended October 31, 2022

Federal Grantor/Pass-Through Grantor/ Program Title	Pass-through Identifying Number	Assistance Listing Number	Expenditures
Direct Programs:			
U. S. Department of Treasury COVID-19 Coronavirus State and Local Fiscal Recovery Funds	N/A	21.027	\$ <u>354,000</u>
U.S. Department of Housing and Urban Development: Section 8 Housing Choice Vouchers	N/A	14.871	1,451,151
Indirect Programs:			
Passed through Local Housing Authorities - Section 8 Housing Choice Vouchers	N/A	14.871	<u>42,695</u>
Total U.S. Department of Housing and Urban Development / Total Housing Voucher Cluster			<u>1,493,846</u>
U.S. Department of the Interior:			
Passed through Louisiana Department of Wildlife and Fisheries - Sport Fish Restoration / Total Fish and Wildlife Cluster	16-01-00-86-6	15.605	5,993
Passed through Louisiana Department of Wildlife and Fisheries - Sportfishing and Boating Safety Act	16-01-00-86-6	15.622	20,212
Passed through Louisiana Department of Wildlife and Fisheries - Clean Vessel Act	N/A	15.663	<u>2,654</u>
Total U.S. Department of the Interior			<u>28,859</u>
U.S. Department of Justice:			
Passed through Louisiana Commission on Law Enforcement - Edward Byrne Memorial Justice Assistance Grant Program	2019-DJ-01-6142	16.738	<u>12,843</u>
U.S. Department of Transportation:			
Passed through Louisiana Office of State Parks - Recreational Trails Program / Total Highway Planning & Construction Cluster	H.014328 & H.013910	20.219	<u>195,237</u>
U.S. Environmental Protection Agency:			
Passed through Louisiana Department of Environmental Quality - Capitalization Grants for Clean Water State Revolving Funds / Total Clean Water State Revolving Fund Cluster	N/A	66.458	<u>258,030</u>
U.S. Department of Homeland Security:			
Passed through Louisiana Department of Homeland Security - Disaster grant	FEMA-4458-PA-LA	97.036	<u>125,466</u>
TOTAL FEDERAL AWARDS			<u>\$ 2,468,281</u>

CITY OF NEW IBERIA, LOUISIANA

Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended October 31, 2022

(1) General

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal award activity of the City of New Iberia (City) under programs of the federal government for the year ended October 31, 2022. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the City.

(2) Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the City's basic financial statements for the year ended October 31, 2022. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

(3) Indirect Cost Rate

The City has elected not to use the 10 percent de minimis indirect cost rate allowed under Uniform Guidance.

CITY OF NEW IBERIA, LOUISIANA

Schedule of Findings and Questioned Costs
For the Year Ended October 31, 2022

Part I. Summary of Auditor's Results:

1. The auditor's report expresses an unmodified opinion on whether the financial statements of the City were prepared in accordance with GAAP.
2. One material weakness was disclosed during the audit of the financial statements.
3. One instance of noncompliance material to the financial statements of the City, which would be required to be reported in accordance with *Government Auditing Standards*, was disclosed during the audit.
4. No material weaknesses in internal control over the major federal program were disclosed during the audit.
5. The auditor's report on compliance for the major federal award program for the City expresses an unmodified opinion on the major federal program.
6. There are no audit findings that are required to be reported in accordance with 2 CFR section 200.516(a) are reported in this schedule.
7. The following program is considered to be a major program: Section 8 Housing Choice Vouchers (14.871).
8. The dollar threshold used to distinguish between Type A and Type B programs was \$750,000.
9. The auditee did not qualify as a low-risk auditee.

Part II. Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards:

A. Compliance Findings –

2022-001 Compliance with Bond Requirements

Fiscal year finding initially occurred: 2021

Criteria

The City has outstanding debt obligations that are governed by debt covenants.

Condition

The City did not comply with the bond requirements of various debt obligations.

CITY OF NEW IBERIA, LOUISIANA

Schedule of Findings and Questioned Costs (Continued)
For the Year Ended October 31, 2022

Cause

The City did not make the required monthly deposits and/or maintain the required amount of cash in the required accounts.

Effect

The City did not comply with the bond requirements of various debt obligations.

Recommendation

The City should review the requirements of the debt covenants to ensure compliance with all bond requirements on debt obligations.

Managements Corrective Action Plan

The City has reviewed the official documents for all outstanding debt obligations and will monitor the requirements to ensure compliance.

B. Internal Control Findings –

2022-002 Inadequate Controls Over Financial Statement Preparation

Fiscal year finding initially occurred: 2021

Criteria

The City does not have a staff person who has the qualifications and training necessary to apply generally accepted accounting principles (GAAP) in recording the City's financial transactions or preparing its financial statements, including the related notes.

Condition

The City should be able to record financial transactions and prepare financial statements in accordance with GAAP.

Cause

The City does not have the personnel with the qualifications needed to perform this function.

Effect

The City's financial transactions and financial statements may not be prepared in accordance with GAAP.

CITY OF NEW IBERIA, LOUISIANA

Schedule of Findings and Questioned Costs (Continued)
For the Year Ended October 31, 2022

Recommendation

The City should outsource this task to ensure the financial statements and transactions are in accordance with GAAP.

Managements Corrective Action Plan

The City has evaluated the cost vs. benefit of establishing internal controls over the preparation of the financial statements in accordance with GAAP and determined that is the best interest of the City to outsource this task to the independent auditors, and to carefully review the draft financial statements and notes prior to approving them and accepting responsibility for their contents and presentation.

Part III. Findings and questioned costs for Federal awards which include audit findings as defined in 2 CFR section 200 of the Uniform Guidance:

Compliance Findings –

There were no compliance findings noted for the year ended October 31, 2022.

Internal Control Findings –

There were no internal control findings noted for the year ended October 31, 2022.

**CITY OF NEW IBERIA
CORRECTIVE ACTION PLAN
OCTOBER 31, 2022**

U.S. Department of Housing & Urban Development

The City of New Iberia respectfully submits the following corrective action plan for the year ended 10/31/2022.

Audit conducted by:
Kolder, Slaven & Company, LLC
183 S. Beadle Road
Lafayette LA 70508

Audit Period: 11/1/2021-10/31/2022

The findings from the 10/31/2022 schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the number assigned in the schedule.

FINDINGS – FINANCIAL STATEMENT AUDIT:

Compliance:

2022-001 **Recommendation:** The City did not comply with the bond requirements of various debt obligations. The City should review the requirements of the debt covenants to ensure compliance with all bond requirements on debt obligations.

Corrective Action Plan: The City has reviewed the official documents for all outstanding debt obligations and will monitor the requirements to ensure compliance.

Material Weakness:

2022-002 **Recommendation:** The City should be able to record financial transactions and prepare financial statements in accordance with GAAP. The City should outsource this task to ensure the financial statements and transactions are in accordance with GAAP.

Corrective Action Plan: The City has evaluated the cost vs. benefit of establishing internal controls over the preparation of the financial statements in accordance with GAAP and determined that is the best interest of the City to outsource this task to the independent auditors, and to carefully review the draft financial statements and notes prior to approving them and accepting responsibility for their contents and presentation.

FINDINGS – FEDERAL AWARD PROGRAMS AUDIT:

There were no findings reported for federal award programs at October 31, 2022.

If the U.S. Department of Housing & Urban Development has questions regarding this plan, please call Mayor Freddie DeCourt at 337-369-2300.

Sincerely,

A handwritten signature in black ink, appearing to read "Freddie DeCourt", with a long horizontal flourish extending to the right.

Freddie DeCourt
Mayor

CITY OF NEW IBERIA, LOUISIANA

Summary Schedule of Prior Audit Findings
For the Year Ended October 31, 2022

Prior Year Findings

A. Compliance Findings –

2021-001 Compliance with Sinking Fund Requirements

Fiscal year finding initially occurred: 2021

Condition

The City did not comply with the sinking fund requirements of the Series 2018 Revenue Bonds.

Recommendation

The City should review the requirements of the debt covenants to ensure the sinking fund is properly maintained.

Current Status

The finding was not resolved and is repeated in the current year. The City has reviewed the official documents for all outstanding debt obligations and will monitor the sinking fund requirements on a monthly basis to ensure the required balances are maintained.

B. Internal Control Findings –

2021-002 Inadequate Controls Over Sales Tax Funds

Fiscal year finding initially occurred: 2021

Condition

The City improperly transferred more sales tax collections to funds than the funds had spent on the restricted purposes.

Recommendation

The City should monitor amounts transferred from sales tax funds to ensure that they are only transferred to reimburse funds for expenditures meeting sales tax restrictions.

Current Status

Corrective action was taken.

CITY OF NEW IBERIA, LOUISIANA

Summary Schedule of Prior Audit Findings (Continued)
For the Year Ended October 31, 2022

2021-003 Inadequate Controls Over Consolidated Cash

Fiscal year finding initially occurred: 2021

Condition

The City allowed multiple funds to spend money from consolidated cash without having the funds available.

Recommendation

The City should properly monitor available funds in the consolidated cash account.

Current Status

Corrective action was taken.

2021-004 Inadequate Controls Over Financial Statement Preparation

Fiscal year finding initially occurred: 2021

Condition

The City should be able to record financial transactions and prepare financial statements in accordance with GAAP.

Recommendation

The City should outsource this task to ensure the financial statements and transactions are in accordance with GAAP.

Current Status

The finding was not resolved and is repeated in the current year. The City has evaluated the cost vs. benefit of establishing internal controls over the preparation of the financial statements in accordance with GAAP and determined that is the best interest of the City to outsource this task to the independent auditors, and to carefully review the draft financial statements and notes prior to approving them and accepting responsibility for their contents and presentation.

CITY OF NEW IBERIA

New Iberia, Louisiana

Agreed-Upon Procedures Report

Year Ended October 31, 2022

KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

Brad E. Kolder, CPA, JD*
Gerald A. Thibodeaux, Jr., CPA*
Robert S. Carter, CPA*
Arthur R. Mixon, CPA*
Stephen J. Anderson, CPA*
Matthew E. Margaglio, CPA*
Casey L. Ardoin, CPA, CFE*
Wanda F. Arcement, CPA
Bryan K. Joubert, CPA
Nicholas Fowlkes, CPA
Deldre L. Stock, CPA

C. Burton Kolder, CPA*
Of Counsel

Victor R. Slaven, CPA* - retired 2020
Christine C. Doucet, CPA - retired 2022

* A Professional Accounting Corporation

183 S. Beadle Rd. 11929 Bricksome Ave.
Lafayette, LA 70508 Baton Rouge, LA 70816
Phone (337) 232-4141 Phone (225) 293-8300

1428 Metro Dr. 450 E. Main St.
Alexandria, LA 71301 New Iberia, LA 70560
Phone (318) 442-4421 Phone (337) 367-9204

200 S. Main St. 1201 David Dr.
Abbeville, LA 70510 Morgan City, LA 70380
Phone (337) 893-7944 Phone (985) 384-2020

434 E. Main St. 332 W. Sixth Ave.
Ville Platte, LA 70586 Oberlin, LA 70655
Phone (337) 363-2792 Phone (337) 639-4737

WWW.KCSRPCAS.COM

INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

The Honorable Freddie DeCourt, Mayor,
and Members of the City Council
City of New Iberia, Louisiana and the
Louisiana Legislative Auditor

We have performed the procedures enumerated below on the control and compliance (C/C) areas identified in the Louisiana Legislative Auditor's (LLA's) Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period November 1, 2021 through October 31, 2022. The City of New Iberia (The City) management is responsible for those C/C areas identified in the SAUPs.

The City 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 C/C areas identified in LLA's SAUPs for the fiscal period November 1, 2021 through October 31, 2022. Additionally, LLA 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:

Written Policies and Procedures

1. We obtained and inspected the City's written policies and procedures and observed that they address each of the following categories and subcategories if applicable to public funds and the City's operations:
 - a) **Budgeting**, including preparing, adopting, monitoring, and amending the budget.
 - b) **Purchasing**, including (1) how purchases are initiated; (2) how vendors are added to the vendor list; (3) the preparation and approval process of purchase requisitions and purchase orders; (4) controls to ensure compliance with the Public Bid Law; and (5) documentation required to be maintained for all bids and price quotes.
 - c) **Disbursements**, including processing, reviewing, and approving.

- d) **Receipts/Collections**, including receiving, recording, and preparing deposits. Also, policies and procedures should include management's actions to determine the completeness of all collections for each type of revenue or agency fund additions (e.g. periodic confirmation with outside parties, reconciliation to utility billing after cutoff procedures, reconciliation of traffic ticket number sequences, agency fund forfeiture monies confirmation).
- e) **Payroll/Personnel**, including (1) payroll processing, (2) reviewing and approving time and attendance records, including leave and overtime worked, and (3) approval process for employee(s) rate of pay or approval and maintenance of pay rate schedules.
- f) **Contracting**, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process.
- g) **Credit Cards (and debit cards, fuel cards, P-Cards, if applicable)**, including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers of statements, and (5) monitoring card usage (e.g., determining the reasonableness of fuel card purchases).
- h) **Travel and expense reimbursement**, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.
- i) **Ethics**, including (1) the prohibitions as defined in Louisiana Revised Statute 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) a requirement that documentation is maintained to demonstrate that all employees and officials were notified of any changes to the entity's ethics policy.
- j) **Debt Service**, including (1) debt issuance approval, (2) continuing disclosure/EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.
- k) **Information Technology Disaster Recovery/Business Continuity**, including (1) identification of critical data and frequency of data backups, (2) storage of backups in separate physical location isolated from the network, (3) periodic testing/verification that backups can be restored, (4) use of antivirus software on all systems, (5) timely application of all available system and software patches/updates, and (6) identification of personnel, processes, and tools needed to recover operations after a critical event.
- l) **Sexual Harassment**, including R.S. 42:342-344 requirements for (1) agency responsibilities and prohibitions, (2) annual employee training, and (3) annual reporting.

Board or Finance Committee

2. We obtained and inspected the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and:
 - a) Observed that the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, bylaws, or other equivalent document.
 - b) Observed that the minutes referenced or included monthly budget-to-actual comparisons on the General Fund, quarterly budget-to-actual, at a minimum, on proprietary funds, and semi-annual budget-to-actual, at a minimum, on all special revenue funds.
 - c) Obtained the prior year audit report and observed the unassigned fund balance in the General Fund. If the General Fund had a negative ending unassigned fund balance in the prior year audit report, observed that the minutes for at least one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unrestricted fund balance in the General Fund.

Bank Reconciliations

3. We obtained a listing of the City's bank accounts for the fiscal period from management and management's representation that the listing is complete. We asked management to identify the City's main operating account. We selected the City's main operating account and randomly selected 4 additional accounts (or all accounts if less than 5). We randomly selected one month from the fiscal period, obtained and inspected the corresponding bank statement and reconciliation for selected accounts, and observed that:
 - a) Bank reconciliations included evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated, electronically logged);
 - b) Bank reconciliations included evidence that a member of management/board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation (e.g., initialed and dated, electronically logged); and
 - c) Management has documentation reflecting that it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

Collections (excluding electronic fund transfers)

4. We obtained a listing of deposit sites for the fiscal period where deposits for cash/checks/money orders (cash) are prepared and management's representation that the listing is complete. We randomly selected 5 deposit sites (or all deposit sites if less than 5).
5. For each deposit site selected, we obtained a listing of collection locations and management's representation that the listing is complete. We randomly selected one collection location for each deposit site (i.e. 5 collection locations for 5 deposit sites), obtained and inspected written policies and procedures relating to employee job duties (if no written policies or procedures, inquired of employees about their job duties) at each collection location, and observed that job duties are properly segregated at each collection location such that:
 - a) Employees that are responsible for cash collections do not share cash drawers/registers.
 - b) Each employee responsible for collecting cash is not responsible for preparing/making bank deposits, unless another employee/official is responsible for reconciling collection documentation (e.g. pre-numbered receipts) to the deposit.
 - c) Each employee responsible for collecting cash is not responsible for posting collection entries to the general ledger or subsidiary ledgers, unless another employee/official is responsible for reconciling ledger postings to each other and to the deposit.
 - d) The employee(s) responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or agency fund additions are not responsible for collecting cash, unless another employee verifies the reconciliation.
6. We obtained from management a copy of the bond or insurance policy for theft covering all employees who have access to cash. We observed the bond or insurance policy for theft was enforced during the fiscal period.

7. We randomly selected two deposit dates for each of the 5 bank accounts selected for procedure #3 under "Bank Reconciliations" above (selected the next deposit date chronologically if no deposits were made on the dates randomly selected and randomly selected a deposit if multiple deposits are made on the same day). *Alternately, the practitioner may use a source document other than bank statements when selecting the deposit dates for testing, such as a cash collection log, daily revenue report, receipt book, etc.* We obtained supporting documentation for each of the 10 deposits and:
 - a) Observed that receipts are sequentially pre-numbered.
 - b) Traced sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.
 - c) Traced the deposit slip total to the actual deposit per the bank statement.
 - d) Observed that the deposit was made within one business day of receipt at the collection location (within one week if the depository is more than 10 miles from the collection location or the deposit is less than \$100 and the cash is stored securely in a locked safe or drawer).
 - e) Traced the actual deposit per the bank statement to the general ledger.

Non-Payroll Disbursements (excluding card purchases/payments, travel reimbursements, and petty cash purchases)

8. We obtained a listing of locations that process payments for the fiscal period and management's representation that the listing was complete. We randomly selected 5 locations (or all locations if less than 5).
9. For each location selected under #8 above, we obtained a listing of those employees involved with non-payroll purchasing and payment functions. We obtained written policies and procedures relating to employee job duties (if the agency has no written policies and procedures, inquire of employees about their job duties), and we observed that job duties are properly segregated such that:
 - a) At least two employees are involved in initiating a purchase request, approving a purchase, and placing an order/making the purchase.
 - b) At least two employees are involved in processing and approving payments to vendors.
 - c) The employee responsible for processing payments is prohibited from adding/modifying vendor files, unless another employee is responsible for periodically reviewing changes to vendor files.
 - d) Either the employee/official responsible for signing checks mails the payment or gives the signed checks to an employee to mail who is not responsible for processing payments.
10. For each location selected under #8 above, we obtained the City's non-payroll disbursement transaction population (excluding cards and travel reimbursements) and we obtained management's representation that the population is complete. We randomly selected 5 disbursements for each location, we obtained supporting documentation for each transaction and:
 - a) We observed whether the disbursement matched the related original itemized invoice and supporting documentation indicates deliverables included on the invoice were received by the entity.
 - b) We observed that the disbursement documentation includes evidence (e.g., initial/date, electronic logging) of segregation of duties tested under #9, as applicable.

Credit Cards/Debit Cards/Fuel Cards/P-Cards

11. We obtained from management a listing of all active credit cards, bank debit cards, fuel cards, and P-cards (cards) for the fiscal period, including the card numbers and the names of the persons who maintained possession of the cards. We obtained management's representation that the listing is complete.

12. Using the listing prepared by management, we randomly selected 5 cards (or all cards if less than 5) that were used during the fiscal period. We randomly selected one monthly statement or combined statement for each card (for a debit card, we randomly selected one monthly bank statement), we obtained supporting documentation, and:
 - a) We observed that there is evidence that the monthly statement or combined statement and supporting documentation (e.g., original receipts for credit/debit card purchases, exception reports for excessive fuel card usage) was reviewed and approved, in writing (or electronically approved), by someone other than the authorized card holder.
 - b) We observed that finance charges and late fees were not assessed on the selected statements.
13. Using the monthly statements or combined statements selected under #12 above, excluding fuel cards, we randomly selected 10 transactions (or all transactions if less than 10) from each statement, and obtained supporting documentation for the transactions (i.e. each card should have 10 transactions subject to testing). For each transaction, we observed that it is supported by (1) an original itemized receipt that identifies precisely what was purchased, (2) written documentation of the business/public purpose, and (3) documentation of the individuals participating in meals (for meal charges only). For missing receipts, we described the nature of the transaction and noted whether management had a compensating control to address missing receipts, such as a "missing receipt statement" that is subject to increased scrutiny.

Travel and Travel-Related Expense Reimbursements (excluding card transactions)

14. We obtained from management a listing of all travel and travel-related expense reimbursements during the fiscal period and management's representation that the listing or general ledger is complete. We randomly selected 5 reimbursements, we obtained the related expense reimbursement forms/prepaid expense documentation of each selected reimbursement, as well as the supporting documentation. For each of the 5 reimbursements selected:
 - a) If reimbursed using a per diem, we observed the approved reimbursement rate is no more than those rates established either by the State of Louisiana or the U.S. General Services Administration (www.gsa.gov).
 - b) If reimbursed using actual costs, we observed that the reimbursement is supported by an original itemized receipt that identifies precisely what was purchased.
 - c) We observed that each reimbursement is supported by documentation of the business/public purpose (for meal charges, we observed that the documentation includes the names of those individuals participating) and other documentation required by written policy (procedure #1h).
 - d) We observed that each reimbursement was reviewed and approved, in writing, by someone other than the person receiving reimbursement.

Contracts

15. We obtained from management a listing of all agreements/contracts for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period. *Alternately, the practitioner may use an equivalent selection source, such as an active vendor list.* We obtained management's representation that the listing is complete. We randomly selected 5 contracts (or all contracts if less than 5) from the listing, excluding the practitioner's contract, and:
 - a) We observed that the contract was bid in accordance with the Louisiana Public Bid Law (e.g., solicited quotes or bids, advertised), if required by law.
 - b) We observed that the contract was approved by the governing body/board, if required by policy or law (e.g., Lawrason Act, Home Rule Charter).

- c) If the contract was amended (e.g., change order), we observed that the original contract terms provided for such an amendment and that amendments were made in compliance with the contract terms (e.g., if approval is required for any amendment, was approval documented).
- d) We randomly selected one payment from the fiscal period for each of the 5 contracts, we obtained the supporting invoice, agreed the invoice to the contract terms, and observed that the invoice and related payment agreed to the terms and conditions of the contract.

Payroll and Personnel

- 16. We obtained a listing of employees/elected officials employed during the fiscal period and management's representation that the listing is complete. We randomly selected 5 employees/officials, we obtained related paid salaries and personnel files, and we agreed paid salaries to authorized salaries/pay rates in the personnel files.
- 17. We randomly selected one pay period during the fiscal period. For the 5 employees/officials selected under #16 above, we obtained attendance records and leave documentation for the pay period, and:
 - a) We observed that all selected employees/officials documented their daily attendance and leave (e.g., vacation, sick, compensatory). (Note: Generally, an elected official is not eligible to earn leave and does not document his/her attendance and leave. However, if the elected official is earning leave according to policy and/or contract, the official should document his/her daily attendance and leave.)
 - b) We observed that supervisors approved the attendance and leave of the selected employees/officials.
 - c) We observed that any leave accrued or taken during the pay period is reflected in the City's cumulative leave records.
 - d) We observed the rate paid to the employees or officials agree to the authorized salary/pay rate found within the personnel file.
- 18. We obtained a listing of those employees/officials that received termination payments during the fiscal period and management's representation that the list is complete. We randomly selected two employees/officials, we obtained related documentation of the hours and pay rates used in management's termination payment calculations and the City's policy on termination payments. We agreed the hours to the employee or officials' cumulate leave records, agreed the pay rates to the employee/officials' authorized pay rates in the employee or officials' personnel files, and agreed the termination payment to entity policy.
- 19. We obtained management's representation that employer and employee portions of third-party payroll related amounts (e.g., payroll taxes, retirement contributions, health insurance premiums, garnishments, workers' compensation premiums, etc.) have been paid, and any associated forms have been filed, by required deadlines.

Ethics

- 20. Using the 5 randomly selected employees/officials from procedure #16 under "Payroll and Personnel" above, we obtained ethics documentation from management, and:
 - a) We observed that the documentation demonstrates each employee/official completed one hour of ethics training during the fiscal period.
 - b) We observed whether the entity maintains documentation which demonstrates each employee and official were notified of any changes to the entity's ethics policy during the fiscal period, as applicable.

Debt Service

21. We obtained a listing of bonds/notes and other debt instruments issued during the fiscal period and management's representation that the listing is complete. We selected all debt instruments on the listing, obtained supporting documentation, and observed State Bond Commission approval was obtained for each debt instrument issued.
22. We obtained a listing of bonds/notes outstanding at the end of the fiscal period and management's representation that the listing is complete. We randomly selected one bond/note, inspected debt covenants, obtained supporting documentation for the reserve balance and payments, and agreed actual reserve balances and payments to those required by debt covenants (including contingency funds, short-lived asset funds, or other funds required by the debt covenants).

Fraud Notice

23. Obtain a listing of misappropriations of public funds and assets during the fiscal period and management's representation that the listing was complete. Select all misappropriations on the listing, obtain supporting documentation, and observe that the City reported the misappropriation(s) to the legislative auditor and the district attorney of the parish in which the City is domiciled.

The City represented that there were no misappropriations of public funds and assets during the fiscal year.

24. Observe that the City has posted on its premises and website, the notice required by R.S. 24:523.1 concerning the reporting of misappropriation, fraud, waste, or abuse of public funds.

Information Technology Disaster Recovery/Business Continuity

25. We performed the following procedures, **verbally discussed the results with management, and reported "We performed the procedure and discussed the results with management."**
 - a) We obtained and inspected the entity's most recent documentation that it has backed up its critical data (if no written documentation, inquire of personnel responsible for backing up critical data) and observed that such backup occurred within the past week. If backups are stored on a physical medium (e.g., tapes, CDs), we observed evidence that backups are encrypted before being transported.
 - b) We obtained and inspected the entity's most recent documentation that it has tested/verified that its backups can be restored (if no written documentation, inquire of personnel responsible for testing/verifying backup restoration) and observed evidence that the test/verification was successfully performed within the past 3 months.
 - c) We obtained a listing of the entity's computers currently in use and their related locations, and management's representation that the listing is complete. We randomly selected 5 computers and observed while management demonstrates that the selected computers have current and active antivirus software and that the operating system and accounting system software in use are currently supported by the vendor.

Sexual Harassment

26. Using the 5 randomly selected employees/officials from procedure #16 under "Payroll and Personnel" above, we obtained sexual harassment training documentation from management, and observed the documentation demonstrates each employee/official completed at least one hour of sexual harassment training during the calendar year.

27. We observed the City has posted its sexual harassment policy and complaint procedure on its website (or in a conspicuous location on the entity's premises if the entity does not have a website).
28. We obtained the City's annual sexual harassment report for the current fiscal period, observed that the report was dated on or before February 1, and observed it includes the applicable requirements of R.S. 42:344:
 - a) Number and percentage of public servants in the agency who have completed the training requirements;
 - b) Number of sexual harassment complaints received by the agency;
 - c) Number of complaints which resulted in a finding that sexual harassment occurred;
 - d) Number of complaints in which the finding of sexual harassment resulted in discipline or corrective action; and
 - e) Amount of time it took to resolve each complaint.

Exceptions:

No exceptions were found as a result of applying the procedures listed above except:

Written Policies and Procedures:

1. The City does not have adequate policies and procedures regarding debt service for continuing disclosure/EMMA reporting requirements.

Collections

2. The City does not have a bond or insurance policy for theft regarding employees collecting cash at City Park concessions.

Management's Response:

Management concurs with the exceptions noted and is working to address the deficiencies identified.

We were engaged by the City 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 applicable standards of *Government Auditing Standards*. 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 those C/C areas identified in the SAUPs. 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 from the City 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 those C/C areas identified in the SAUPs, 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 LLA as a public document.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
April 26, 2023