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**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**

**FINANCIAL STATEMENTS**

**JUNE 30, 2021**

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**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**

**FINANCIAL STATEMENTS**

**JUNE 30, 2021**

# IBERIA ECONOMIC DEVELOPMENT AUTHORITY

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## **INDEPENDENT ACCOUNTANTS' REVIEW REPORT**

Board of Commissioners  
Iberia Economic Development Authority  
New Iberia, Louisiana

We have reviewed the accompanying financial statements of the governmental activities, and the major fund of the Iberia Economic Development Authority (the Authority), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

### **Accountants' Responsibility**

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

### **Accountants' Conclusion**

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3 through 7 and page 21, respectively, 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. The information is the responsibility of management. The required supplementary information was subject to our review engagement. We have not audited, reviewed, or compiled the required supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any assurance on it.

### **Other Supplementary Information**

The Schedule of Compensation, Benefits, and Other Payments to Agency Head (the Schedule) on page 22 is presented for purposes of additional analysis and is not a required part of the basic financial statements, but is presented to comply with the provisions of Louisiana Revised Statute 24:513. The Schedule is the responsibility of management. We have reviewed the information, and based on our review, we are not aware of any material modifications that should be made to the information in order for it to be in accordance with accounting principles generally accepted in the United States of America. We have not audited the supplementary information and, accordingly, do not express an opinion on such information.

*Postlethwaite & Netterville*

Lafayette, Louisiana  
December 28, 2021

**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**JUNE 30, 2021**

This section of the Iberia Economic Development Authority's (the Authority) annual financial report presents our discussion and analysis of the Authority's financial performance during the fiscal year that ended on June 30, 2021. This document focuses on current year's activities, resulting changes, and currently known facts in comparison with the prior year's information. Please read it in conjunction with the Authority's financial statements, which follow this section.

**FINANCIAL HIGHLIGHTS**

- The Authority's total net position increased by \$132,952 during the course of this year's operations compared to only \$3,963 in the prior fiscal year.
- The governmental fund reported a fund balance of \$332,477 at year end, an increase of \$88,226 from the prior fiscal year.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This annual report consists of four parts - management's discussion and analysis (this section), the basic financial statements, required supplementary information, and supplementary information. The basic financial statements include two kinds of statements that present different views of the Authority:

- The first two statements are government-wide financial statements that provide both long-term and short-term information about the Authority's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the Authority government, reporting the Authority's operations in more detail than the government-wide statements.
  - The governmental funds statements tell how general government services like economic development were financed in the short term as well as what remains for future spending.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. The figure below shows how the required parts of this annual report are arranged and relate to one another.

	<b>Government-wide Financial Statements</b>	<b>Governmental Fund Statements</b>
Scope	Entire Authority government	The activities of the Authority that are not proprietary or fiduciary
Required financial statements	<ul style="list-style-type: none"> <li>• Statement of net position</li> <li>• Statement of activities</li> </ul>	<ul style="list-style-type: none"> <li>• Balance sheet</li> <li>• Statement of revenues, expenditures, and changes in fund balances</li> </ul>
Accounting basis and measurements focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term debt included

**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**JUNE 30, 2021**

	<b>Government-wide Financial Statements (continued)</b>	<b>Governmental Fund Statements (continued)</b>
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payments are due during the year or soon thereafter

The remainder of this overview section of management's discussion and analysis explains the structure of contents of each of the statements.

**Government-wide Statement**

The government-wide statements report information about the Authority as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the Authority's net position and how they have changed. Net position - the difference between the Authority's assets and liabilities - is one way to measure the Authority's financial health or position. Over time, increases or decreases in the Authority's net position are an indicator of whether its financial health is improving or deteriorating, respectively.

The government-wide financial statements of the Authority are considered to be governmental activities - the Authority's basic services and programs are included here.

**Fund Financial Statements**

The fund financial statements provide more detailed information about the Authority's current year activities. Funds are accounting devices that the Authority uses to keep track of specific sources of funding and spending for particular purposes. Some funds are required by State law, while others may be required by bond covenants, special taxes, etc. The Authority has one fund:

- General fund - The Authority's basic services are included in the general fund, a governmental fund, which focuses on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statement provides a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Authority's programs. Because this information does not encompass the additional long-term focus of the government-wide statement, we provide additional information on the subsequent page that explains the relationship (or differences) between them.

**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**JUNE 30, 2021**

**FINANCIAL ANALYSIS OF THE AUTHORITY AS A WHOLE**

**Table A-1**  
**Authority's Net Position**  
 Governmental Activities

	<b>June 30, 2021</b>	<b>June 30, 2020</b>
Cash	\$ 332,477	\$ 241,751
Accounts receivable	-	2,500
Capital assets, net	2,125,984	2,081,258
Total assets	<u>2,458,461</u>	<u>2,325,509</u>
Current liabilities	-	-
Total liabilities	<u>-</u>	<u>-</u>
Net position		
Net investment in capital assets	2,125,984	2,081,258
Unrestricted	<u>332,477</u>	<u>244,251</u>
Total net position	<u>\$ 2,458,461</u>	<u>\$ 2,325,509</u>

**Table A-2**  
**Changes in Authority's Net Position**  
 Governmental Activities  
 For the Year Ended June 30,

	<b>2021</b>	<b>2020</b>
Revenues		
Program revenues		
Operating grants and contributions	\$ 45,988	\$ 31,089
Capital grants and contributions	228,061	60,000
General revenues		
Interest income	448	422
Rent income	7,500	2,500
Total revenues	<u>281,997</u>	<u>94,011</u>
Expenses		
Economic development	<u>149,045</u>	<u>90,048</u>
Total expenses	<u>149,045</u>	<u>90,048</u>
Change in net position	<u>\$ 132,952</u>	<u>\$ 3,963</u>

**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**JUNE 30, 2021**

**Governmental Activities**

For the year ended June 30, 2021, approximately 16 percent of the Authority's revenue came from operating grants and contributions from the State of Louisiana, 81 percent from capital grants and contributions from regional entities, and 3 percent came from general revenues. Total revenues increased from 2020 to 2021 as a result of additional state appropriations received during 2021. Total expenses increased from 2020 to 2021 as a result of additional capital outlay expenses related to the Progress Point project in 2021. In 2019, the Authority (the Lessor) authorized a development project (the Project) for the construction and renovation of a retail shopping center on approximately 12 acres of land in Iberia Parish. The Authority began recognizing rent revenue from the lessee related to the Project in January 2020. See Note 7 for additional information related to this agreement.

**FINANCIAL ANALYSIS OF THE AUTHORITY'S FUNDS**

**General Fund Budgetary Highlights**

The main item in the Authority's original budget was anticipation of the receipt of approximately \$1,200,000 of state appropriated funds for the continued development of the industrial district. However, related costs in this amount were not incurred during the year and therefore the budget was amended for the reduction of these revenues and related budgeted expenditures. Over the course of the year, the Authority revised the its General Fund budget to adjust for other various revenues and expenses. With these adjustments, actual revenues were \$11 less than final budgeted revenues. Also, actual expenditures were \$128 less than final budgeted expenditures.

**CAPITAL ASSETS**

At June 30, 2021, the Authority has invested approximately \$2.1 million in land and equipment. (See Table A-3). There were approximately \$31,000 of construction in progress additions during the fiscal year ended June 30, 2021 related to costs associated with water line installation at the industrial district site as well as approximately \$14,000 in equipment purchases. There were no disposals of land or equipment during the fiscal year ended June 30, 2021.

**Table A-3**  
**Authority's Capital Assets**

	Governmental Activities	
	<b>2021</b>	<b>2020</b>
Land	\$ 1,822,367	\$ 1,822,367
Land improvements	199,617	199,617
Equipment	24,390	9,995
Accumulated depreciation	(10,715)	(9,995)
Construction in progress	90,325	59,274
Total	<u>\$ 2,125,984</u>	<u>\$ 2,081,258</u>

**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**JUNE 30, 2021**

**DEBT ADMINISTRATION**

In October 2019, the Authority signed a revenue anticipation note with a financial institution. The note was advanced to the Authority on a revolving line of credit basis up to the principal amount of \$30,000, carried a 5.75% rate of interest, and matured on July 23, 2020 without renewal. During fiscal year 2021, the Authority did not receive proceeds from the issuance of debt.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

The Authority's major source of revenue for the general fund is State of Louisiana visitor enterprise funds, reported as state appropriation revenue in the general fund financial statements and as operating grants and contributions in the government-wide financial statements. The Authority expects the visitor enterprise revenues for fiscal year 2022 to increase slightly from the amount received by the Authority in fiscal year 2021. Additionally, the Authority has plans to further develop the industrial district during 2022 (see Note 8). The Authority expects to receive approximately \$1,639,000 in state capital outlay revenue and approximately \$312,000 in regional support to assist in covering the costs of development.

**CONTACTING THE AUTHORITY'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens with a general overview of the Authority's finances and to demonstrate the Authority's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Michael Tarantino, 101 Burke Street, New Iberia, Louisiana 70560.

**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**

**STATEMENT OF NET POSITION**

**JUNE 30, 2021**

**ASSETS**

**ASSETS**

Cash	\$ 332,477
Capital assets - net	<u>2,125,984</u>
 TOTAL ASSETS	 <u><u>\$ 2,458,461</u></u>

**LIABILITIES AND NET POSITION**

**LIABILITIES**

Accounts payable	<u>\$ -</u>
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**NET POSITION**

Net investment in capital assets	2,125,984
Unrestricted	<u>332,477</u>
Total net position	<u>2,458,461</u>
 TOTAL LIABILITIES AND NET POSITION	 <u><u>\$ 2,458,461</u></u>

See accompanying notes and independent accountants' review report.

**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**

**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Expenses</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>
<b><u>Functions</u></b>				
Economic development	<u>\$ 149,045</u>	<u>\$ 45,988</u>	<u>\$ 228,061</u>	<u>\$ 125,004</u>
<b><u>General Revenues</u></b>				
Rent income				7,500
Interest income				<u>448</u>
Total general revenues				<u>7,948</u>
Change in net position				132,952
Net position - June 30, 2020				<u>2,325,509</u>
Net position - June 30, 2021				<u>\$ 2,458,461</u>

See accompanying notes and independent accountants' review report.

**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**

**GOVERNMENTAL FUND**

**BALANCE SHEET**

**JUNE 30, 2021**

	<u>General Fund</u>
<b><u>ASSETS</u></b>	
Cash	\$ 332,477
TOTAL ASSETS	<u>\$ 332,477</u>
<b><u>LIABILITIES</u></b>	
Accounts payable	<u>\$ -</u>
TOTAL LIABILITIES	<u>-</u>
<b><u>FUND BALANCE</u></b>	
Unassigned	<u>332,477</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 332,477</u>

See accompanying notes and independent accountants' review report.

**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**  
**RECONCILIATION OF THE GOVERNMENTAL FUND**  
**BALANCE SHEET TO THE STATEMENT OF NET POSITION**  
**JUNE 30, 2021**

Total Fund Balance at June 30, 2021 - Governmental Fund		\$ 332,477
Capital Assets:		
Cost of land and land improvements at June 30, 2021	\$ 2,021,984	
Cost of equipment at June 30, 2021	24,390	
Cost of construction in progress at June 30, 2021	90,325	
Less: Accumulated Depreciation as of June 30, 2021	<u>(10,715)</u>	<u>2,125,984</u>
Total Net Position at June 30, 2021 - Governmental Activities		<u>\$ 2,458,461</u>

**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**

**GOVERNMENTAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	<u>General Fund</u>
<b><u>REVENUES</u></b>	
State sources:	
State appropriation	\$ 245,521
State capital outlay	23,288
Rent income	7,500
Interest income	448
Regional support	<u>5,240</u>
 TOTAL REVENUES	 <u>281,997</u>
 <b><u>EXPENDITURES</u></b>	
Economic development	148,325
Capital outlay	<u>45,446</u>
TOTAL EXPENDITURES	<u>193,771</u>
 <b><u>NET CHANGE IN FUND BALANCE</u></b>	 88,226
 Fund balance, June 30, 2020	 <u>244,251</u>
 <b><u>FUND BALANCE, JUNE 30, 2021</u></b>	 <u>\$ 332,477</u>

See accompanying notes and independent accountants' review report.

**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**

**RECONCILIATION OF THE GOVERNMENTAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES, AND**

**CHANGES IN THE FUND BALANCE TO THE STATEMENT OF ACTIVITIES**

**FOR THE YEAR ENDED JUNE 30, 2021**

Net Change in Fund Balance - Governmental Fund		\$	88,226
Capital Assets:			
Equipment purchased during the year ended June 30, 2021	14,395		
Construction in progress during the year ended June 30, 2021	31,051		
Depreciation expense for the year ended June 30, 2021	(720)		44,726
Change in Net Position - Governmental Activities			\$ 132,952

**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2021**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accompanying financial statements of the Iberia Economic Development Authority (the "Authority") have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the Authority are described below.

The Authority was created in 2008 as a result of the passage of Act No. 918 of the State Legislature, and is a political subdivision of the State of Louisiana. The Authority was created for the purpose of promoting, encouraging, and participating in industrial development to stimulate the economy through commerce, industry, and research and for the utilization and development of human resources of the Iberia Parish area by providing job opportunities. The Authority does not have any component units, nor is it a component of any other government. The Authority is governed by a board of commissioners, consisting of five members appointed by the Iberia Parish Council.

The Authority uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities. The minimum number of funds maintained by the Authority is consistent with legal and managerial requirements.

A fund is an independent fiscal and accounting entity with a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the restrictions, if any, on the spending activities.

The basic financial statements include both government-wide (reporting on the government of the Authority as a whole) and fund financial statements (reporting the Authority's major funds). The Authority's activities include governmental activities only.

**Government-wide financial statements-**

The government-wide financial statements include a statement of net position and statement of activities. These statements report financial information about the Authority as a whole. The government-wide financial statements are reported using the economic resources measurement focus and the full accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows.

In the statement of net position, the governmental activities column is reported on the full accrual, economic resource basis, which recognizes all short-term and long-term assets and receivables as well as any applicable short-term and long-term debt and obligations. The Authority's net position is reported in three parts: (1) net investment in capital assets, (2) restricted net position, and (3) unrestricted net position. The Authority first utilizes restricted resources to finance qualifying activities.

**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2021**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A “function” is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses associated with a distinct functional activity. The Authority’s sole function is economic development. Program revenues includes: (1) charges for services which report fees, fines, and forfeits, and other charges to users of the Authority’s services, (2) operating grants and contributions which finance annual operating activities, and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets and include fees to developers. These revenues are subject to externally imposed restrictions to these program uses. Taxes and other revenue sources not properly included with program revenues are reported as general revenues. The Authority currently has no tax revenue or charges for services. The Authority reports all direct expenses by function in the statement of activities. Direct expenses are those that are clearly identifiable with a function. Depreciation expense is specifically identified by function and is included as a direct expense of the function.

This government-wide focus is more on the sustainability of the Authority as an entity and the change in the Authority’s net position resulting from the current year’s activities.

**Fund Financial Statements-**

The fund financial statements provide information about the Authority’s funds, which are governmental funds. The emphasis of fund financial statements is on the major individual governmental funds. The Authority reports the following major governmental fund:

**General Fund** - used to account for all financial resources traditionally associated with governments that are not required to be accounted for in another fund.

**Governmental fund financial statements-**

Basis of accounting refers to when revenues and expenditures/expenses are recognized in the accounts and reported in the financial statements; measurement focus refers to what is being measured. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The reported fund balance (net current assets) is considered a measure of “available spending resources.” Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets. Accordingly, the governmental fund financial statements are said to present a summary of sources and uses of “available spending resources” during a period. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e., when they become measurable and available. “Measurable” means the amount of the transaction can be determined and “available” means collection within the current period or soon enough thereafter to be used to pay liabilities of the current period (generally 60 days). Expenditure driven grant revenues are recorded when the qualifying expenditures have been incurred and all other grant requirements have been met. All other receivables collected within 60 days after year end are considered available and recognized as revenue of the current year. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, if measurable. General capital asset acquisitions are reported as expenditures in governmental funds.

**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**

**NOTES TO BASIC FINANCIAL STATEMENTS**

**JUNE 30, 2021**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

**Cash and cash equivalents:**

Cash includes amounts in demand deposits and on hand. The Authority considers all highly liquid investments purchased with an original maturity of three months or less to be cash equivalents. The Authority has no cash equivalents at June 30, 2021.

**Custodial Credit Risk:**

The Authority is subject to custodial credit risk as it relates to their deposits with its financial institution. The Authority's policy to ensure there is no exposure to this risk is to require each financial institution to pledge its own securities to cover any amount in excess of Federal Depository Insurance Coverage. These securities must be held in the Authority's name. The Authority's deposits were not exposed to custodial credit risk at June 30, 2021.

**Capital Assets:**

Capital assets, which include land and land improvements and equipment, are reported in the governmental activities column in the government-wide financial statements. Capital assets are valued at historical cost. Those with a cost of \$1,000 or more and a useful life of more than one year are capitalized. Depreciation of all exhaustible fixed 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 estimated useful life of the Authority's equipment is five years.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. In the fund financial statements, acquisition of capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

**Deferred Outflows of Resources and Deferred Inflows of Resources:**

Deferred outflows of resources represent the consumption of the government's net position that is applicable to a future reporting period. A deferred inflow of resources represents the acquisition of net position that is applicable to a future reporting period. The Authority has no deferred outflows of resources or deferred inflows of resources at June 30, 2021.

**Equity classifications:**

**Government-wide statements-**

**Net Position**

The statement of net position reports net position as the difference between all other elements in a statement of net position and should be displayed in three components—net investment in capital assets, restricted net position (distinguishing between major categories of restrictions), and unrestricted net position.

**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2021**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

**Equity classifications** (continued):

**Government-wide statements** (continued)-

**Net Position** (continued)

Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of borrowings for capital asset acquisition, construction, or improvement of those assets, increased by deferred outflows of resources attributable to capital asset acquisition, construction or improvement, and deferred inflows of resources attributable to either capital asset acquisition, construction, or improvement or to capital asset related debt. Capital-related debt or deferred inflows of resources equal to unspent capital asset related debt proceeds or deferred inflows of resources is included in calculating either restricted or unrestricted net position, depending upon whether the unspent amounts are restricted.

Restricted net position reflects net position when there are limitations imposed on a net position's use by external parties such as creditors, grantors, laws or regulations of other governments. Restricted net position consists of restricted assets less liabilities related to restricted assets less deferred inflows of resources related to restricted assets. Liabilities and deferred inflows of resources related to restricted assets include liabilities and deferred inflows of resources to be liquidated with restricted assets and arising from the same resource flow that results in restricted assets.

When both restricted and unrestricted resources are available for use, it is the Authority's policy to use restricted resources first, then unrestricted resources as they are needed. Unrestricted net position is the balance (deficit) of all other elements in a statement of net position remaining after net investment in capital assets and restricted net position. The Authority currently has no restricted net position.

**Fund Financial Statements-**

Accounting standards require governmental fund balances to be reported in as many as five classifications as listed below in accordance with Governmental Accounting Standards Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*:

- Nonspendable fund balance - amounts that are not in a spendable form (such as inventory) or are required to be maintained intact;
- Restricted fund balance - amounts constrained to specific purposes by their external providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation;
- Committed fund balance - amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;
- Assigned fund balance - amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;

**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2021**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

**Fund Financial Statements** (continued)-

- Unassigned fund balance - amounts that are available for any purpose; positive amounts are reported only in the general fund.

The Authority establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. This is typically done through adoption and amendment of the budget document as a designation or commitment of the fund (such as for special incentives). Assigned fund balance is established by the Authority through adoption or amendment of the budget as intended for specific purpose (such as the purchase of fixed assets, construction, or for other purposes).

When expenditures are incurred for purposes for which both restricted and unrestricted amounts are available, the Authority reduces restricted amounts first, followed by unrestricted amounts. When expenditures are incurred for purposes for which committed, assigned, and unassigned amounts are available, the Authority reduces committed amounts first, followed by assigned amounts and then unassigned amounts.

**Impairments:**

A capital asset is considered impaired when its service utility has declined significantly and unexpectedly. The Authority is required to evaluate prominent events or changes in circumstances affecting capital assets to determine whether impairment of a capital asset has occurred. A capital asset generally should be considered impaired if both (a) the decline in service utility of the capital asset is large in magnitude and (b) the event or change in circumstance is outside the normal life cycle of the capital asset. The Authority recorded no impairment losses during the year ended June 30, 2021.

**Use of Estimates:**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reporting period. Accordingly, actual results could differ from those estimates.

**Accounting Pronouncements Issued But Not Yet Adopted / Adopted:**

GASB issued Statement No. 87, *Leases*, in June 2017. This Statement establishes standards of accounting and financial reporting for leases by lessees and lessors. This Statement requires a lessee to recognize a lease liability and an intangible right-to-use lease asset, and a lessor to recognize a lease receivable and a deferred inflow of resources. The Authority adopted GASB Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*, issued in May 2020, which extended the effective date of this Statement. Thus, the requirements of Statement No. 87 are effective for periods beginning after June 15, 2021.

**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2021**

**2. CAPITAL ASSETS**

Capital assets activity for the year ended June 30, 2021 is as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets not being depreciated:				
Land improvements	\$ 199,617	\$ -	\$ -	\$ 199,617
Land	1,822,367	-	-	1,822,367
Construction in progress	59,274	31,051	-	90,325
Total capital assets not being depreciated, net	<u>2,081,258</u>	<u>31,051</u>	<u>-</u>	<u>2,112,309</u>
Capital assets being depreciated:				
Equipment	9,995	14,395	-	24,390
Less: accumulated depreciation	<u>(9,995)</u>	<u>(720)</u>	<u>-</u>	<u>(10,715)</u>
Total capital assets being depreciated, net	<u>-</u>	<u>13,675</u>	<u>-</u>	<u>13,675</u>
Total governmental activities capital assets, net	<u>\$ 2,081,258</u>	<u>\$44,726</u>	<u>\$ -</u>	<u>\$ 2,125,984</u>

Construction in progress during 2021 relates to utility installation at the industrial district development site. Depreciation expense for the year ended June 30, 2021 was \$720 and is reported as economic development expense in the statement of activities.

**3. REVENUE ANTICIPATION NOTE**

In October 2019, the Authority signed a revenue anticipation note with the financial institution. The note was advanced to the Authority on a revolving line of credit basis up to the principal amount of \$30,000, carried a 5.75% rate of interest, and matured on July 23, 2020 and was not renewed. During fiscal year 2021, the Authority did not receive proceeds from the issuance of debt.

**4. COOPERATIVE ENDEAVOR AGREEMENT**

Effective October 2013, the Authority has a standing cooperative endeavor agreement with the Iberia Industrial Development Foundation (IDF) whereby IDF furnishes office and meeting space, supplies, equipment, and additional administrative services for the Authority. The Authority pays IDF \$8,500 per month for these services. During the fiscal year ended June 30, 2021, payments to IDF related to this agreement totaled \$102,000.

**5. CONCENTRATION**

The Authority receives a majority of its revenue from the State of Louisiana visitor enterprise funds and capital outlay funds. The amounts are appropriated each year by state government. If significant budget cuts are made at the state level, the amount of funds received could be reduced significantly and have an adverse impact on the Authority's operations. Management is not aware of any actions that will significantly affect the amount of funds the Authority will receive in fiscal year 2022 relating to funding from the State of Louisiana.

**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**

**NOTES TO BASIC FINANCIAL STATEMENTS**

**JUNE 30, 2021**

**6. RELATED PARTY TRANSACTION**

The Authority's revenue anticipation note which expired in July 2020 (see Note 3) was with a local financial institution. One of the Commissioners of the Authority is President and CEO of that financial institution. However, the Commissioner recused himself on voting matters related to the selection and use of the financial institution.

**7. LEASE AGREEMENT AND AGREEMENT TO ISSUE BONDS**

In March 2019, the Authority entered into a Lease Agreement and an Agreement to Issue Bonds with Seritage SRC Finance LLC (Seritage or Lessee). The agreement was effective on January 2, 2020. The Authority (the Lessor) has authorized a development project (the Project) for the construction and renovation of a retail shopping center on approximately 12 acres of land in Iberia Parish. The Project will be funded from various sources including the possible issuance of bonds by the Authority on behalf of the Lessee. The Authority has the option to issue up to \$5,000,000 of taxable or tax-exempt Commercial Development Revenue Bonds to finance all or a portion of the Project. No bonds have been issued to date with respect to this project. In consideration of issuing the bonds the Lessee has conveyed the Project, including the land, to the Authority. The lessee will lease the Project from the Authority for a period of 10 years and the payments will cover the required annual debt service, if any, and other related expenses. Annual lease payments of \$5,000 per year are paid to the Authority beginning January 2020 and continue through the term of the lease. The lease contains an option to purchase the Project at any point during the lease term for \$2,000 with written notice of not less than 45 days. The Lessee is responsible for all costs associated with the maintenance and operations of the Project, including insurance coverage. Upon signing of the agreement, the Authority received \$50,000 to cover closing costs and other expenses associated with the transaction. The Authority determined the land to have no acquisition value and therefore no land cost associated with the Project has been capitalized. On December 31, 2020, Seritage transferred and assigned its interest in the lease to Richards Clearview City Center, LLC (RCCC).

The Authority began recognizing rent income related to this lease in January 2020. Future cash inflows for the next five fiscal years related to this lease are \$5,000 per year, and \$17,500 in total for the five years beyond 2026.

**8. COMMITMENT AND SUBSEQUENT EVENT**

The Authority plans to continue development of the industrial district site (Progress Point) in fiscal year 2022.

In February 2020, the Authority signed a contract with a utility company (the Company) to extend its distribution facilities and to furnish potable water services to the Progress Point site. The Authority agreed to pay the Company for construction costs plus an administrative, engineering, and supervision fee. Subsequent to the Authority's fiscal year end, in August 2021 this prior contract was canceled and a new agreement was signed with the Company. The new contract terms also include the Authority's agreement to pay the Company for construction costs plus an administrative, engineering, and supervision fee. A change order on the contract was also effective December 2, 2021 amending the construction estimate to \$768,866 with estimated completion of approximately thirty-six months. Since the original contract signing in February 2020, the District has paid \$59,274 to the Company related to this contract which is reported as construction in progress. No payments were made on this contract during the year ended June 30, 2021. The remaining commitment is expected to be paid to the Company in fiscal years 2023 and 2024. The Authority expects to receive state capital outlay revenue and regional support to assist in covering the costs of this development.

**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**

**GENERAL FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>				
State sources:				
State appropriation	\$ 64,750	\$ 245,521	\$ 245,521	\$ -
State capital outlay	1,238,000	23,288	23,288	-
Rent income	5,000	7,500	7,500	-
Interest income	475	459	448	(11)
Regional support	312,000	5,240	5,240	-
	<u>1,620,225</u>	<u>282,008</u>	<u>281,997</u>	<u>(11)</u>
<b><u>Expenditures:</u></b>				
Current -				
Economic development	150,300	144,025	148,325	(4,300)
Capital outlay	1,536,000	49,874	45,446	4,428
	<u>1,686,300</u>	<u>193,899</u>	<u>193,771</u>	<u>128</u>
Net change in fund balance	(66,075)	88,109	88,226	117
Fund balance, beginning	<u>373,075</u>	<u>(88,213)</u>	<u>244,251</u>	<u>332,464</u>
Fund balance, ending	<u>\$ 307,000</u>	<u>\$ (104)</u>	<u>\$ 332,477</u>	<u>\$ 332,581</u>

See independent accountants' review report.

**IBERIA ECONOMIC DEVELOPMENT AUTHORITY**

**SCHEDULE OF COMPENSATION, BENEFITS, AND  
OTHER PAYMENTS TO AGENCY HEAD  
FOR THE YEAR ENDED JUNE 30, 2021**

**Chairman - Cecil Hymel**

No payments made to agency head during the fiscal year ended June 30, 2021.

See independent accountants' review report.

**INDEPENDENT ACCOUNTANTS' REPORT**  
**ON APPLYING AGREED-UPON PROCEDURES**

Board of Commissioners  
Iberia Economic Development Authority  
New Iberia, Louisiana

We have performed the procedures enumerated below on the Iberia Economic Development Authority's (the Authority) compliance with certain laws and regulations contained in the accompanying Louisiana Attestation Questionnaire during the fiscal year ended June 30, 2021, as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*. The Authority's management is responsible for its financial records and compliance with applicable laws and regulations.

The Authority 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 Authority's compliance with the laws and regulations contained in the accompanying Louisiana Attestation Questionnaire during the fiscal year ended June 30, 2021. Additionally, the Louisiana Legislative Auditor has agreed to and acknowledged that the procedures performed are appropriate for its purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and associated findings are as follows:

**Public Bid Law**

1. Obtain documentation for all expenditures made during the year for material and supplies exceeding \$30,000, and public works exceeding \$250,000. Compare the documentation for these expenditures to Louisiana Revised Statute (R.S.) 39:1551-39:1755 (the state procurement code) or R.S. 38:2211-2296 (the public bid law), whichever is applicable; and report whether the expenditures were made in accordance with these laws.

*No expenditures were made during the year for material and supplies exceeding \$30,000 or public works exceeding \$250,000 that are subject to the Louisiana public bid law or state procurement code.*

**Code of Ethics for Public Officials and Public Employees**

2. Obtain a list of the immediate family members of each board member as defined by R.S. 42:1101-1124 (the ethics law).

*Management provided us with the required list including the noted information on board members.*

3. Obtain a list of all employees paid during the fiscal year.

*The Authority had no employees during the fiscal year.*

Code of Ethics for Public Officials and Public Employees (continued)

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

*Not applicable – the Authority had no employees during the fiscal year.*

5. Obtain a list of all disbursements made during the year; and a list of outside business interests of board members, employees, and board members' and employees' immediate families. Report whether any vendors appear on both lists.

*Management provided the requested information on board members. The Authority had no employees during the fiscal year. None of the business interests of board members nor board members' immediate families appeared as vendors on the list of disbursements during the fiscal year.*

Budgeting

6. Obtain a copy of the legally adopted budget and all amendments.

*Management provided us with a copy of the original budget and amendments made during the year.*

7. Trace documentation for the adoption of the budget and approval of any amendments to the minute book, and report whether there are any exceptions.

*We traced the adoption of the original budget to the minutes of a meeting held on May 28, 2020 which indicated that the budget had been adopted by the Board of Commissioners of the Authority. We also traced the adoption of the amended budget to the minutes of a meeting held on May 27, 2021.*

8. Compare the revenues and expenditures of the final budget to actual revenues and expenditures. Report whether actual revenues failed to meet budgeted revenues by 5% or more, and whether actual expenditures exceeded budgeted amounts by 5% or more. (For agencies that must comply with the Licensing Agency Budget Act only, compare the expenditures of the final budget to actual expenditures, and report whether actual expenditures exceeded budgeted amounts by 10% or more per category or 5% or more in total.)

*We compared the revenues and expenditures of the final budget to actual revenues and expenditures. Actual revenues and expenditures for the year did not vary unfavorably from budgeted amounts by more than 5%.*

### Accounting and Reporting

9. Obtain the list of all disbursements made during the fiscal year. Randomly select six disbursements, and obtain documentation from management for these disbursements. Compare the selected disbursements to the supporting documentation, and: (a) report whether the six disbursements agree to the amount and payee in the supporting documentation, (b) report whether the six disbursements are coded to the correct fund and general ledger account, and (c) Report whether the six disbursements were approved in accordance with management's policies and procedures.

*We examined supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee. All six of the selected payments were properly coded to the correct fund and general ledger account. Inspection of documentation supporting each of the six selected disbursements indicated approvals from proper authorities, in accordance with the Authority's internal control procedures.*

### Meetings

10. Obtain evidence from management to support that agendas for meetings recorded in the minute book were posted or advertised as required by R.S. 42:11 through 42:28 (the open meetings law); and report whether there are any exceptions.

*The Authority is only required to post a notice of each meeting and the accompanying agenda on the door of the Authority's office building. Although management has asserted that such documents were properly posted, we could find no evidence supporting such assertion other than an unmarked copy of the notices and agendas.*

### Debt

11. Obtain bank deposit slips for the fiscal year, and scan the deposit slips in order to identify and report whether there are any deposits that appear to be proceeds of bank loans, bonds, or like indebtedness. If any such proceeds are identified, obtain from management evidence of approval by the State Bond Commission, and report any exceptions.

*We inspected copies of all known bank statements for the period under examination and noted no deposits that appear to be proceeds of bank loans, bonds, or like indebtedness.*

### Advances and Bonuses

12. Obtain the list of payroll disbursements and meeting minutes of the governing board, if applicable. Scan these documents to identify and report whether there are any payments or approval of payments to employees that may constitute bonuses, advances, or gifts.

*Not applicable – the Authority had no employees during the fiscal year.*

### State Audit Law

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

*The Authority has provided for a timely report in accordance with R.S. 24:513.*

14. Inquire of management and report whether the agency entered into any contracts that utilized state funds as defined in R.S. 39:72.1 A. (2); and that were subject to the public bid law (R.S. 38:2211, et seq.), while the agency was not in compliance with R.S. 24:513 (the audit law).

*Management of the Authority has asserted that it has been in compliance with R.S. 24:513. Thus, management asserts that the Authority has not entered into any contracts that utilized state funds as defined in R.S. 39:72.1 A. (2) and that were subject to the public bid law while the agency was not in compliance with R.S. 24:513.*

### Prior Comments

15. Obtain and report management's representation as to whether any prior-year suggestions, recommendations, and/or comments have been resolved.

*Not applicable – our prior year report, dated December 31, 2020, included no suggestions, recommendations, or comments.*

We were engaged by the Authority to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants and the standards applicable to attestation engagements contained in *Government Auditing Standards*, issued by the United States Comptroller General. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on the Authority's compliance with the foregoing matters. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of Authority and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely to describe the scope of testing performed on the Authority's compliance with certain laws and regulations contained in the accompanying Louisiana Attestation Questionnaire, as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

*Postlethwaite & Netterville*

Lafayette, Louisiana  
December 28, 2021

**LOUISIANA ATTESTATION QUESTIONNAIRE**  
**(For Attestation Engagements of Governmental Agencies)**

December 23, 2021

Postlethwaite & Netterville  
400 East Kaliste Saloom Road, Suite 7100,  
Lafayette, LA 70508

In connection with your engagement to apply agreed-upon procedures to the control and compliance matters identified below, as of June 30, 2021 (date) and for the year then ended, and as required by Louisiana Revised Statute (R.S.) 24:513 and the *Louisiana Governmental Audit Guide*, we make the following representations to you.

**Public Bid Law**

It is true that we have complied with the state procurement code (R.S. 39:1551 – 39:1755); the public bid law (R.S. 38:2211-2296), and, where applicable, the regulations of the Division of Administration and the State Purchasing Office.

Yes [] No [ ] N/A [ ]

**Code of Ethics for Public Officials and Public Employees**

It is true that no employees or officials have accepted anything of value, whether in the form of a service, loan, or promise, from anyone that would constitute a violation of R.S. 42:1101-1124.

Yes [] No [ ] N/A [ ]

It is true that no member of the immediate family of any member of the governing authority, or the chief executive of the governmental entity, has been employed by the governmental entity after April 1, 1980, under circumstances that would constitute a violation of R.S. 42:1119.

Yes [] No [ ] N/A [ ]

**Budgeting**

We have complied with the state budgeting requirements of the Local Government Budget Act (R.S. 39:1301-15), R.S. 39:33, or the budget requirements of R.S. 39:1331-1342, as applicable.

Yes [] No [ ] N/A [ ]

**Accounting and Reporting**

All non-exempt governmental records are available as a public record and have been retained for at least three years, as required by R.S. 44:1, 44:7, 44:31, and 44:36.

Yes [] No [ ] N/A [ ]

We have filed our annual financial statements in accordance with R.S. 24:514, and 33:463 where applicable.

Yes [] No [ ] N/A [ ]

We have had our financial statements reviewed in accordance with R.S. 24:513.

Yes [] No [ ] N/A [ ]

We did not enter into any contracts that utilized state funds as defined in R.S. 39:72.1 A. (2); and that were subject to the public bid law (R.S. 38:2211, et seq.), while the agency was not in compliance with R.S. 24:513 (the audit law).

Yes [] No [ ] N/A [ ]

We have complied with R.S. 24:513 A. (3) regarding disclosure of compensation, reimbursements, benefits and other payments to the agency head, political subdivision head, or chief executive officer.

Yes  No [ ] N/A [ ]

We have complied with R.S. 24:515.2 regarding reporting of pre- and post- adjudication court costs, fines and fees assessed or imposed; the amounts collected; the amounts outstanding; the amounts retained; the amounts disbursed, and the amounts received from disbursements.

Yes [ ] No [ ] N/A

### Meetings

We have complied with the provisions of the Open Meetings Law, provided in R.S. 42:11 through 42:28.

Yes  No [ ] N/A [ ]

### Debt

It is true we have not incurred any indebtedness, other than credit for 90 days or less to make purchases in the ordinary course of administration, nor have we entered into any lease-purchase agreements, without the approval of the State Bond Commission, as provided by Article VII, Section 8 of the 1974 Louisiana Constitution, Article VI, Section 33 of the 1974 Louisiana Constitution, and R.S. 39:1410.60-1410.65.

Yes  No [ ] N/A [ ]

### Advances and Bonuses

It is true we have not advanced wages or salaries to employees or paid bonuses in violation of Article VII, Section 14 of the 1974 Louisiana Constitution, R.S. 14:138, and AG opinion 79-729.

Yes  No [ ] N/A [ ]

### Prior-Year Comments

We have resolved all prior-year recommendations and/of comments.

Yes  No [ ] N/A [ ]

### General

We acknowledge that we are responsible for the Agency's compliance with the foregoing laws and regulations and the internal controls over compliance with such laws and regulations.

Yes  No [ ] N/A [ ]

We acknowledge that we are responsible for determining that that the procedures performed are appropriate for the purposes of this engagement.

Yes  No [ ] N/A [ ]

We have evaluated our compliance with these laws and regulations prior to making these representations.

Yes  No [ ] N/A [ ]

We have provided you with all relevant information and access under the terms of our agreement.

Yes  No [ ] N/A [ ]

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations.

Yes  No [ ] N/A [ ]

We are not aware of any material misstatements in the information we have provided to you.

Yes  No [ ] N/A [ ]

We have disclosed to you any communications from regulatory agencies, internal auditors, other independent practitioners or consultants, and others concerning noncompliance with the foregoing laws

and regulations, including communications received during the period under examination; and will disclose to you any such communication received between the end of the period under examination and the date of your report.

Yes [] No [ ] N/A [ ]

We will disclose to you, the Legislative Auditor, and the applicable state grantor agency/agencies all known noncompliance and other events subsequent to the date of this representation and the date of your report that could have a material effect on our compliance with laws and regulations and the internal controls with such laws and regulations, or would require adjustment or modification to the results of the agreed-upon procedures.

Yes [] No [ ] N/A [ ]

The previous responses have been made to the best of our belief and knowledge.

<u><i>David Komur</i></u>	Secretary	<u>12-23-21</u>	Date
<u><i>Juan R. Henderson</i></u>	Treasurer	<u>12-23-21</u>	Date
<u><i>Leah [Signature]</i></u>	President	<u>12-23-21</u>	Date