

ANNUAL FINANCIAL REPORT
SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
AS OF AND FOR THE YEAR ENDED
JUNE 30, 2025



ERICKSEN KRENTEL LLP
CERTIFIED PUBLIC ACCOUNTANTS • CONSULTANTS

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INDEPENDENT AUDITORS' REPORT

To the Board of Commissioners
Southeast Louisiana Flood Protection Authority - East

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying combined financial statements of the governmental activities, the business type activities, each major fund and the aggregate remaining fund information of the Southeast Louisiana Flood Protection Authority - East (the Authority), as of and for the year ended June 30, 2025, and the related notes to the combined financial statements, which collectively comprise the Authority's basic combined financial statements as listed in the table of contents.

In our opinion, the combined financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business type activities, each major fund and the aggregate remaining fund information of the Southeast Louisiana Flood Protection Authority - East as of June 30, 2025, 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, the *Louisiana Governmental Audit Guide*, 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 Authority, 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.

Responsibilities of Management for the Financial Statements

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

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



To the Board of Commissioners
Southeast Louisiana Flood Protection Authority - East
October 13, 2025

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the combined 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 combined financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the combined 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 combined financial statements.
- 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 Authority's internal control. Accordingly, no such opinion is expressed.
- 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 combined financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Authority'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.

To the Board of Commissioners
Southeast Louisiana Flood Protection Authority - East
October 13, 2025

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedule of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds Budget and Actual (Budgetary Basis), and schedules of Proportionate Share of the Collective Net Pension Liability, Contributions – Retirement Plan, Proportionate Share of the Collective Net OPEB Liability and the related Notes to Required Supplemental Information (together "required supplementary information") on pages 5 through 11 and 59 through 65 are presented to supplement the basic combined financial statements. Such information is the responsibility of management and, although not a part of the basic combined 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 combined 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 combined financial statements, and other knowledge we obtained during our audit of the basic combined 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the combined financial statements that collectively comprise the Authority's basic combined financial statements. The Schedule of Compensation, Benefits, and Other Payments to Agency Head is presented to comply with the Act 706 of the 2014 Louisiana Legislative Session, and the Schedule of Board Members' Compensation and the Annual Fiscal Report to the Office of the Governor, as required by the State of Louisiana, Division of Administration, Office of Statewide Reporting and Accounting Policy, are presented for purposes of additional analysis and are not required parts of the basic combined financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic combined financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic combined 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 combined financial statements or to the basic combined financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Compensation, Benefits, and Other Payments to Agency Head, Schedule of Board Members' Compensation, and Annual Fiscal Report to the Office of the Governor are fairly stated, in all material respects, in relation to the basic combined financial statements as a whole.



To the Board of Commissioners
Southeast Louisiana Flood Protection Authority - East
October 13, 2025

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 13, 2025 on our consideration of the Authority'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 solely 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 the effectiveness of the Authority's 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 the Authority's internal control over financial reporting and compliance.

October 13, 2025
New Orleans, Louisiana

Erickson Krentel, LLP
Certified Public Accountants

REQUIRED SUPPLEMENTARY INFORMATION – PART I

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025

The Management's Discussion and Analysis of the Southeast Louisiana Flood Protection Authority – East (the Authority) presents a narrative overview and analysis of the Authority's financial results for the year ended June 30, 2025. This document focuses on the current year's activities, resulting changes, and currently known facts relating to the following five (5) organizations:

- The administrative arm of the Authority
- The Orleans Levee District (Flood Division)
- The East Jefferson Levee District
- The Lake Borgne Basin Levee District
- The Orleans Levee District (Non-Flood Division) - Lakefront Management Authority

Management and control of the Authority's administrative arm, the East Jefferson Levee District (EJLD), the Orleans Levee District (OLD), and the Lake Borgne Basin Levee District (LBBLD) rests with the Southeast Louisiana Flood Protection Authority – East. The powers and duties of the Southeast Louisiana Flood Protection Authority – East Board of Commissioners are designated in LA R.S. 38:330.2.

The ownership management and control of the OLD's non-flood protection functions and activities are specified in LA R.S. 38:330.12. While the OLD maintains ownership of the assets assigned to the Non-Flood Division, the Southeast Louisiana Flood Protection Authority – East is prohibited from managing or operating them. Accordingly, they are managed and controlled by the Lakefront Management Authority (formerly Non-Flood Protection Asset Management Authority). The powers and duties of the Lakefront Management Authority are designated in LA R.S. 38:330.12 and LA R.S. 38:330.12.1.

OVERVIEW OF THE COMBINED FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the Authority's basic combined financial statements. The Authority's basic combined financial statements are comprised of three components. 1) government-wide combined financial statements, 2) fund combined financial statements, and 3) notes to the combined financial statements. This report also contains other supplementary information in addition to the basic combined financial statements themselves.

GOVERNMENT-WIDE COMBINED FINANCIAL STATEMENTS

The government-wide financial statements are designed to provide readers with a broad overview of the Authority's finances, in a manner similar to a private-sector business. The Combined Statement of Net Position presents information on all of the Authority's assets, deferred outflow of resources, liabilities, and deferred inflow of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Authority is improving or deteriorating.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2025

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave). Both of the government-wide combined financial statements distinguish functions of the Authority that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The Authority only has governmental activities and business-type activities.

The governmental activities include most of the Authority's basic services such as infrastructure, public works, and general government. Property taxes and operating grants finance most of this activity. The vast majority of governmental activities are related to flood protection and are controlled and managed by the Authority. Governmental activities unrelated to flood control are controlled and managed by the Lakefront Management Authority.

The business-type activities reflect operations that are financed and operated in a manner similar to private businesses where the entity charges a fee for services it provides. The Orleans Levee District's marinas, airport, and business park are included here. The Authority created two proprietary funds for administering the police details of OLD and EJLD.

The State of Louisiana (the primary government) issues financial statements that include the activity contained in these combined financial statements. The State's financial statements are issued by the Louisiana Division of Administration - Office of Statewide Reporting and Accounting Policy and are audited by the Louisiana Legislative Auditor. The Authority is a component unit of the State of Louisiana.

FUND COMBINED FINANCIAL STATEMENTS

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Authority, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The Authority's funds are classified as governmental funds and proprietary funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide combined financial statements. However, unlike the government-wide combined financial statements, governmental fund combined financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2025

The proprietary funds for which the Lakefront Management Authority, OLD police, or EJLD police charge customers a fee are generally reported in proprietary funds. Proprietary funds, like the combined government-wide statements, provide both long and short-term financial information.

The Combined Statement of Cash Flows presents information showing how the proprietary funds' cash changed as a result of current year operations. The statement is prepared using the direct method and includes the reconciliation of operating income (loss) to net cash provided (used) by operating activities (indirect method) as required by GASB Codification 2200.

The Authority and the Lakefront Management Authority maintain various funds that are grouped for management purposes into various fund types. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Statement of Revenues, Expenditures, and Changes in Fund Balances for the following funds: Authority General Fund, Orleans Levee District General Fund, East Jefferson Levee District General Fund, Orleans Levee District Special Levee Improvement Fund, Lake Borgne Basin Levee District General Fund, all of which are under the management and control of the Authority, and the Orleans Levee District Real Estate Fund and Orleans Levee District General Improvement Fund, both of which are under the management and control of the Lakefront Management Authority. All of these funds are considered to be major funds.

The Authority's Board of Commissioners and the Lakefront Management Authority Board adopt annual budgets for all of the General Funds and Improvement Funds.

NOTES TO THE COMBINED FINANCIAL STATEMENTS

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund combined financial statements.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2025

FINANCIAL HIGHLIGHTS

Condensed Combined Statement of Net Position

The following table describes the net position of the Authority at the end of the current and prior fiscal years:

Table 1
Net Position
(In Thousands)

	Governmental Activities		Business-Type Activities		Total Activities	
	2025	2024	2025	2024	2025	2024
Current and other assets	\$ 222,309	\$ 208,942	\$ 2,254	\$ 3,074	\$ 224,563	\$ 212,016
Capital and intangible assets	6,411,494	6,561,245	36,155	34,459	6,447,649	6,595,701
Total assets	6,633,803	6,770,184	38,409	37,533	6,672,213	6,807,718
Total deferred outflows of resources	11,730	9,621	1,399	1,161	13,129	10,782
Current liabilities	11,621	8,400	1,057	1,034	12,658	9,433
Long-term liabilities	48,798	47,210	5,092	4,866	53,890	52,076
Total liabilities	60,419	55,609	6,129	5,900	66,548	61,509
Total deferred inflows of resources	6,112	5,286	36,367	34,704	42,478	39,991
Net investment in capital assets	6,410,884	6,560,220	95	465	6,410,979	6,560,685
Restricted for PCCP	500	500	-	-	500	500
Unrestricted	167,618	158,190	(2,782)	(2,375)	164,836	155,815
Total net position	\$ 6,579,002	\$ 6,718,910	\$ (2,687)	\$ (1,910)	\$ 6,576,316	\$ 6,717,000

The Authority's total net position at the close of fiscal year 2025 was \$6.6 billion.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2025

Condensed Combined Statement of Activities and Changes in Net Position

The following table describes the changes in net position of the Authority during the current and prior fiscal years:

Table 2
Changes in Net Position
(In Thousands)

	Governmental Activities		Business-Type Activities		Total Activities	
	2025	2024	2025	2024	2025	2024
Program revenues	\$ 416	\$ 422	\$ 11,203	\$ 13,191	\$ 11,619	\$ 13,613
Program expenses	(219,953)	(216,226)	(6,382)	(6,997)	(226,335)	(223,223)
Program gain (loss)	(219,537)	(215,804)	2,821	6,194	(216,716)	(209,610)
General revenues and transfers	83,632	96,704	(3,369)	(8,228)	80,263	88,476
Changes in net position	\$ (135,905)	\$ (119,100)	\$ (548)	\$ (2,034)	\$ (136,453)	\$ (121,135)

Net program loss increased by \$7.1 million. This is primarily due to the completion of improvement assets from construction in progress. Depreciation expense was \$176 million in 2025.

The following table describes the changes in capital assets of the Authority at the end of the current and prior fiscal years:

Table 3
Capital Assets at Year-end
(Net of Depreciation, In Thousands)

	Governmental Activities		Business-Type Activities		Total Activities	
	2025	2024	2025	2024	2025	2024
Land	\$ 36,947	\$ 36,947	\$ -	\$ -	\$ 36,947	\$ 36,947
Buildings	58,494	60,389	-	-	58,494	60,389
Improvements	159,323	131,495	-	-	159,323	131,495
Equipment	12,404	11,945	355	465	12,759	12,411
Infrastructure	6,128,459	6,294,732	-	-	6,128,459	6,294,732
Construction-in-progress	15,558	25,510	-	-	15,558	25,510
Total capital assets, net	\$ 6,411,185	\$ 6,561,018	\$ 355	\$ 465	\$ 6,411,540	\$ 6,561,484

Governmental total capital assets decreased by \$150 million primarily due to depreciation charges of \$176 million.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2025

LONG-TERM OBLIGATIONS

The following table describes long-term obligations at the end of the current and prior fiscal years:

Table 4
Long-Term Obligations, at Year-end
(In Thousands)

	Governmental Activities		Business-Type Activities		Total Activities	
	2025	2024	2025	2024	2025	2024
Compensated absences	\$ 5,617	\$ 1,243	\$ 357	\$ 149	\$ 5,974	\$ 1,392
Subscription obligations	301	111	-	-	301	111
OPEB liability	15,744	13,181	1,060	857	16,804	14,038
Pension liability	28,894	32,675	3,728	3,860	32,622	36,534
Total long-term liabilities	<u>\$ 50,556</u>	<u>\$ 47,210</u>	<u>\$ 5,145</u>	<u>\$ 4,866</u>	<u>\$ 55,701</u>	<u>\$ 52,076</u>

Total compensated absences increased by approximately \$4.6 million primarily due to the implementation of GASB 101, *Compensated Absences*.

VARIATIONS BETWEEN EXPECTED AND ACTUAL AMOUNTS

Revenue

The various governmental funds of the Authority budgeted \$79 million in revenues for the fiscal year ended June 30, 2025. The Authority's actual governmental revenues were \$7 million more than budgeted primarily due to higher than expected tax revenues and earnings from investments.

Expenditures

The various governmental funds of the Authority budgeted \$120 million in expenses for the fiscal year ended June 30, 2025. Actual governmental expenditures were \$47 million less than budgeted primarily due to decreases in amounts expended through capital outlays.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET, RATES, AND FEES

The Authority's appointed officials considered the following factors and indicators when setting next year's budget, rates, and fees:

- Changes in organization processes
- Necessary major maintenance and project expenditures
- Increased maintenance of completed U.S. Army Corps of Engineers projects
- Need for additional personnel and higher operating costs due to the additional responsibilities vested in the Authority

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2025

Management of the Authority recently completed a comprehensive 50-year projection for the Authority's flood protection services, assets, and liabilities. Management believes that using a long-term approach to review the Authority's short-term goals will increase its ability to be agile and fulfill the Authority's purpose.

CONTACTING THE AUTHORITY'S MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the Authority's finances and to show the Authority's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Authority at 6920 Franklin Avenue, New Orleans, Louisiana 70122, or the Lakefront Management Authority at New Orleans Lakefront Airport, Terminal Building, Suite 219, 6001 Stars & Stripes Blvd., New Orleans, Louisiana 70122.

BASIC COMBINED FINANCIAL STATEMENTS

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
COMBINED STATEMENT OF NET POSITION
AS OF JUNE 30, 2025

	Governmental Activities	Business-Type Activities	Total
<u>CURRENT ASSETS:</u>			
Cash and cash equivalents	\$ 3,017,756	\$ 152,138	\$ 3,169,894
Investments - LAMP	127,076,356	-	127,076,356
Investments	81,082,152	-	81,082,152
Receivables, net	2,933,448	791,330	3,724,778
Internal balances	1,235,778	(1,235,778)	-
Due from other governments	1,169,854	653,920	1,823,774
Accrued interest	555,604	-	555,604
Inventory	412,966	-	412,966
Lease receivable - current portion	-	1,888,912	1,888,912
Other assets	4,825,120	3,734	4,828,854
Total current assets	222,309,034	2,254,256	224,563,290
<u>NONCURRENT ASSETS:</u>			
Lease receivables - noncurrent portion	-	35,799,917	35,799,917
Intangible right to use subscriptions	309,459	-	309,459
Capital assets			
Land	36,946,736	-	36,946,736
Construction in progress	15,558,351	-	15,558,351
Other capital assets, net of depreciation	6,358,679,716	355,316	6,359,035,032
Total noncurrent assets	6,411,494,262	36,155,233	6,447,649,495
Total assets	6,633,803,296	38,409,489	6,672,212,785
<u>DEFERRED OUTFLOWS OF RESOURCES:</u>			
OPEB deferrals	4,714,591	494,299	5,208,890
Pension deferrals	7,015,203	905,127	7,920,330
Total deferred outflows of resources	11,729,794	1,399,426	13,129,220
<u>CURRENT LIABILITIES:</u>			
Accounts payable	8,795,168	44	8,795,232
Contracts payable	309,294	458,730	768,024
Deferred revenues	86,731	212,245	298,976
Accrued payroll liabilities	671,931	312,781	984,712
Accrued compensated absences - current portion	1,553,591	53,495	1,607,086
Right to use subscription obligations - current portion	204,254	-	204,254
Total current liabilities	11,620,989	1,017,295	12,638,284
<u>NONCURRENT LIABILITIES:</u>			
Accrued compensated absences - noncurrent portion	4,063,497	303,600	4,367,097
Right to use subscription obligations - noncurrent portion	96,396	-	96,396
Post-employment benefit liability	15,744,208	1,060,243	16,804,451
Net pension liability	26,893,775	3,727,986	32,621,761
Total noncurrent liabilities	46,797,876	5,091,829	53,889,705
Total liabilities	60,418,865	6,129,124	66,547,989
<u>DEFERRED INFLOWS OF RESOURCES:</u>			
OPEB deferrals	2,402,159	123,435	2,525,594
Pension deferrals	3,709,603	478,629	4,188,232
Lease deferrals	-	35,764,653	35,764,653
Total deferred inflows of resources	6,111,762	36,366,717	42,478,479
<u>NET POSITION:</u>			
Net investment in capital assets	6,410,884,318	94,730	6,410,979,048
Restricted for			
Permanent pump station maintenance	500,000	-	500,000
Unrestricted	167,618,145	(2,781,656)	164,836,489
Total net position	\$ 6,579,002,463	\$ (2,686,926)	\$ 6,576,315,537

The accompanying notes are an integral part of these combined financial statements

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
COMBINED STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:						
Flood and drainage protection	\$ 217,627,532	\$ -	\$ 298,228	\$ (217,329,304)	\$ -	\$ (217,329,304)
Property management	2,325,650	-	118,078	(2,207,572)	-	(2,207,572)
Total governmental activities	219,953,182	-	416,306	(219,536,876)	-	(219,536,876)
Business-Type Activities:						
South Shore Harbor Marina	1,460,923	366,710	1,623,282	-	529,069	529,069
Lakefront Airport	5,308,018	2,880,536	2,826,230	-	398,748	398,748
Orleans Marina	1,008,405	1,485,092	33,478	-	510,165	510,165
New Basin Canal	274,572	1,677,834	542	-	1,403,804	1,403,804
Non-major funds	330,129	308,534	544	-	(21,051)	(21,051)
Total business-type activities	8,382,047	6,718,706	4,484,076	-	2,820,735	2,820,735
Total functions/programs	\$ 228,335,229	\$ 6,718,706	\$ 4,900,382	(219,536,876)	2,820,735	(216,716,141)
General revenues, special items, and transfers:						
Taxes				71,027,876	-	71,027,876
Unrestricted intergovernmental revenues				1,685,063	-	1,685,063
Investment income				9,353,467	-	9,353,467
Miscellaneous income				4,119,318	105,111	4,224,429
Gain (loss) on disposals of assets				(383,169)	-	(383,169)
Litigation payments				(5,830,194)	(40,497)	(5,870,691)
Transfers (to)/from other agencies				226,415	-	226,415
Internal transfers				3,433,318	(3,433,318)	-
Total general revenues, special items, and transfers				83,632,094	(3,368,704)	80,263,390
Change in net position				(135,904,782)	(547,969)	(136,452,751)
Net position - beginning of year				6,719,125,750	(1,909,581)	6,717,216,169
Restatement of net position				(4,218,505)	(229,376)	(4,447,881)
Net position, as restated - beginning of year				6,714,907,245	(2,138,957)	6,712,768,288
Net position - end of year				\$ 6,579,002,463	\$ (2,686,926)	\$ 6,576,315,537

The accompanying notes are an integral part of these combined financial statements

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
COMBINED BALANCE SHEET
GOVERNMENTAL FUNDS
AS OF JUNE 30, 2025

ASSETS

	Authority General Fund	OLD General Fund	EJLD General Fund	LBBLD General Fund	LMA OLD Real Estate Fund	LMA General Improvement Fund	OLD SLIP Fund	Total Governmental Funds
<u>CURRENT ASSETS:</u>								
Cash and cash equivalents	\$ 1,264,107	\$ -	\$ -	\$ -	\$ 1,753,649	\$ -	\$ -	\$ 3,017,756
Investments - LAMP	904,609	36,997,320	20,632,883	2,843,847	1,165,557	-	64,532,140	127,076,356
Investments	-	29,929,735	26,014,062	-	-	-	25,138,355	81,082,152
Receivables	137	1,294,128	93,531	10,958	358,357	-	1,176,337	2,933,448
Accrued interest	-	193,746	79,107	-	-	-	282,751	555,604
Due from other funds	9,513,623	635,106	70,245	3,909	36,089,929	-	10,000,000	56,312,812
Due from other governments	568,878	411,546	29,904	45,812	-	113,714	-	1,169,854
Inventory	-	412,966	-	-	-	-	-	412,966
Other assets	1,387,468	1,752,171	237,207	30,182	4,630	-	1,413,462	4,825,120
 Total assets	 \$ 13,638,822	 \$ 71,626,718	 \$ 47,156,939	 \$ 2,934,708	 \$ 39,372,122	 \$ 113,714	 \$ 102,543,045	 \$ 277,386,068

LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES (DEFICITS)

LIABILITIES:

Accounts payable	\$ 7,851,863	\$ -	\$ -	\$ -	\$ 943,325	\$ -	\$ -	\$ 8,795,188
Contracts payable	-	-	11,063	103,803	-	-	194,428	309,294
Other accrued	143,976	308,234	97,825	14,995	99,126	-	-	664,156
Due to other funds	147,900	14,336,789	798,179	454,807	33,098,916	2,166,849	4,073,594	55,077,034
 Total liabilities	 8,143,739	 14,645,023	 907,067	 573,605	 34,141,367	 2,166,849	 4,268,022	 64,845,672

DEFERRED INFLOWS OF RESOURCES

	-	981,036	-	-	86,731	-	869,637	1,937,404
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FUND BALANCES (DEFICITS):

Nonspendable:								
Prepaid and other assets	1,387,468	1,752,171	237,207	30,182	4,630	-	1,413,462	4,825,120
Inventory	-	412,966	-	-	-	-	-	412,966
Restricted for:								
Permanent pump station maintenance	-	500,000	-	-	-	-	-	500,000
Committed to:								
OPEB liability	-	12,961,198	-	-	-	-	-	12,961,198
Long-term maintenance	-	-	-	-	-	-	30,363,000	30,363,000
HSDRRS maintenance, inspection, & improvement	-	16,554,000	-	-	-	-	-	16,554,000
Unassigned	4,107,615	23,820,324	46,012,665	2,330,921	5,139,394	(2,053,135)	65,628,924	144,986,708
 Total fund balances (deficits)	 5,495,083	 56,000,659	 46,249,872	 2,361,103	 5,144,024	 (2,053,135)	 97,405,386	 210,602,992
 Total liabilities, deferred inflows of resources, and fund balances (deficits)	 \$ 13,638,822	 \$ 71,626,718	 \$ 47,156,939	 \$ 2,934,708	 \$ 39,372,122	 \$ 113,714	 \$ 102,543,045	 \$ 277,386,068

The accompanying notes are an integral part of these combined financial statements.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
RECONCILIATION OF THE COMBINED BALANCE SHEET
TO THE COMBINED STATEMENT OF NET POSITION
AS OF JUNE 30, 2025

Fund balances - total governmental funds	\$ 210,602,992
Amounts reported for governmental activities in the Combined Statement of Net Position are different because:	
Capital assets in governmental activities are not financial resources and, therefore, are not reported in the funds, net of accumulated depreciation of \$849,877,851	6,411,184,803
Right of use assets and liabilities are not financial resources and therefore are not reported in the funds.	1,034
Revenues that are not available within 60 days of year-end are reported as deferred inflows of resources in the governmental funds.	1,850,673
Deferred outflows of resources related to pensions and OPEB are not reported in the governmental funds:	
Pensions	7,015,203
OPEB	4,714,591
Pension and OPEB related deferrals are deferred inflows of resources on the statement of net position	
Pensions	(3,709,603)
OPEB	(2,402,159)
Liabilities that are not due and payable within 60 days of year-end and, therefore are not reported in the funds:	
Accrued compensated absences	(5,617,088)
Post-employment benefit liability	(15,744,208)
Net pension liability	(28,893,775)
Net position of governmental activities	<u>\$ 6,579,002,463</u>

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2025

	Authority General Fund	OLD General Fund	EJLD General Fund	LBBLD General Fund	LMA OLD Res Estate Fund	LMA General Improvement Fund	OLD SLIP Fund	Total Governmental Funds
<u>REVENUES:</u>								
Taxes	\$ -	\$ 27,950,609	\$ 12,002,465	\$ 3,661,161	\$ 1,898,614	\$ -	\$ 24,908,672	\$ 70,421,521
Intergovernmental	-	1,040,882	383,609	163,000	-	-	-	1,587,491
Royalties, leases, and permits	-	63,279	-	-	106,377	-	-	169,656
Operating grants	37,403	227,684	29,904	3,237	118,078	-	-	416,306
Payments from other funds	11,901,463	453,999	-	-	-	-	-	12,355,462
Other	367,815	3,252,194	100,109	6,293	194,764	30,742	28,487	3,980,404
Investment earnings (loss)	42,598	3,032,173	2,194,869	163,746	96,149	-	3,823,932	9,353,467
Total revenues	12,349,279	36,020,820	14,710,956	3,997,437	2,413,982	30,742	28,761,091	98,284,307
<u>EXPENDITURES:</u>								
Flood and drain protection	11,405,641	31,195,690	9,676,571	2,722,701	-	-	1,488,754	56,489,357
Property management	-	-	-	-	2,333,030	30,742	-	2,363,772
Capital outlay	417,457	5,654,497	723,327	2,630,481	99,816	-	16,784,751	26,310,329
Total expenditures	11,823,098	36,850,187	10,399,898	5,353,182	2,432,846	30,742	18,273,505	85,163,458
Excess (deficiency) of revenues over expenditures	526,181	(829,367)	4,311,058	(1,355,745)	(18,864)	-	10,487,586	13,120,849
<u>OTHER FINANCING SOURCES (USES):</u>								
Sale of capital assets	-	24,927	-	-	-	-	-	24,927
Transfers in/(out)	-	3,785,112	-	-	(125,379)	-	-	3,659,733
Litigation payments	(47,500)	(2,490,000)	87,306	-	-	-	(3,380,000)	(5,830,194)
Total other financing sources (uses)	(47,500)	1,320,039	87,306	-	(125,379)	-	(3,380,000)	(2,145,534)
Net change in fund balances	478,681	490,672	4,398,364	(1,355,745)	(144,243)	-	7,107,586	10,975,315
Fund balances (deficits) - beginning of year	5,016,402	55,509,987	41,851,503	3,716,848	5,288,267	(2,053,135)	90,297,800	199,627,677
Fund balances (deficits) - end of year	\$ 5,495,083	\$ 56,000,659	\$ 46,249,872	\$ 2,361,103	\$ 5,144,024	\$ (2,053,135)	\$ 97,405,386	\$ 210,602,992

The accompanying notes are an integral part of these combined financial statements.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
RECONCILIATION OF THE COMBINED STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND BALANCES TO THE COMBINED STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

Change in fund balances - total governmental funds	\$ 10,975,315
Amounts reported for governmental activities in the Combined Statement of Activities and Changes in Net Position are different because:	
Governmental funds report capital outlay as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:	
Capital asset additions	22,674,544
Depreciation expense	(175,735,811)
Assets disposed during the year	(408,096)
Revenues that do not provide current financial resources are not reported as revenues in the governmental funds	606,355
Transfers of capital assets between proprietary funds and governmental funds do not affect current financial resources and are not reported as other sources of funds in the governmental funds	3,635,785
Right to use assets and liabilities are not uses or sources of current financial resources and are not reported as other sources of funds in the governmental funds	
Right of use assets additions	189,533
Amortization expense	(188,070)
Some items do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds	
Compensated absences	(155,668)
Post-employment benefit obligation	45,189
Pension liability	2,456,142
Change in net position	<u>\$ (135,904,782)</u>

The accompanying notes are an integral part of these combined financial statements.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
COMBINED STATEMENT OF NET POSITION - PROPRIETARY FUNDS
AS OF JUNE 30, 2025

	Major Funds				Non-Major	Total Proprietary Funds
	South Shore Harbor Marina	Lakefront Airport	Orleans Marina	New Basin Canal	Other Proprietary Funds	
<u>CURRENT ASSETS</u>						
Cash and cash equivalents	\$ -	\$ 4,525	\$ 2,725	\$ 165	\$ 144,723	\$ 152,138
Receivables, net of allowance for uncollectible accounts	73,938	520,160	59,763	125,896	11,573	791,330
Due from other funds	1,276,877	6,088,506	8,442,132	16,480,925	543,825	32,812,265
Due from other governments	315,817	319,328	18,758	-	2,017	653,920
Lease receivable - current portion	-	781,718	278,416	579,764	249,074	1,888,912
Other assets	365	1,003	2,285	-	61	3,744
Total current assets	1,666,997	7,715,240	8,802,079	17,186,690	951,293	36,322,299
<u>NONCURRENT ASSETS:</u>						
Lease receivables - noncurrent portion	-	8,830,545	4,836,981	21,833,584	269,107	35,700,217
Other capital assets, net of accumulated depreciation	89,403	249,636	-	-	16,277	355,316
Total noncurrent assets	89,403	9,080,181	4,836,981	21,833,584	315,384	36,155,263
Total assets	1,756,400	16,795,421	13,638,760	39,020,274	1,266,677	72,477,532
<u>DEFERRED OUTFLOWS OF RESOURCES</u>						
OPEB deferrals	111,802	282,457	76,498	11,770	11,772	494,299
Pension deferrals	206,029	506,897	144,608	23,774	23,828	905,127
Total deferred outflows of resources	317,822	789,354	221,106	35,544	35,600	1,399,426
<u>CURRENT LIABILITIES:</u>						
Contracts payable	9,986	447,824	-	-	964	458,774
Due to other funds	5,728,544	26,922,475	902,044	246,008	268,972	34,068,043
Deferred revenues	176,123	-	36,122	-	-	212,245
Compensated absences - current portion	13,784	36,258	3,453	-	-	53,495
Other accruals	17,901	275,597	16,762	2,521	-	312,781
Total current liabilities	5,946,338	27,682,154	958,381	248,529	269,936	35,105,338
<u>NONCURRENT LIABILITIES:</u>						
Compensated absences - noncurrent portion	78,112	295,922	19,566	-	-	393,600
Post-employment benefit liability	239,818	695,853	164,085	25,244	25,243	1,060,243
Net pension liability	848,542	2,987,776	595,602	97,926	98,149	3,727,986
Total noncurrent liabilities	1,166,472	2,989,551	779,253	123,170	123,383	5,091,829
Total liabilities	7,112,810	30,581,705	1,737,634	371,699	393,319	40,197,167
<u>DEFERRED INFLOWS OF RESOURCES:</u>						
OPEB deferrals	27,929	70,533	19,104	2,939	2,939	123,435
Pension deferrals	198,943	268,045	76,468	12,572	12,601	478,629
Lease deferrals	-	9,187,946	4,816,228	21,226,759	533,720	35,764,653
Total deferred inflows of resources	126,863	9,526,524	4,911,800	21,242,270	549,260	36,366,717
<u>NET POSITION:</u>						
Net investment in capital assets	79,417	-	-	-	15,313	94,730
Unrestricted	(5,254,868)	(22,523,454)	(7,210,432)	(17,441,849)	(344,385)	(2,781,656)
Total net position	\$ (5,175,451)	\$ (22,523,454)	\$ (7,210,432)	\$ (17,441,849)	\$ (359,698)	\$ (2,686,926)

The accompanying notes are an integral part of these combined financial statements

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Major Funds				Non-Major	Total Proprietary Funds
	South Shore Harbor Marina	Lakefront Airport	Orleans Marina	New Basin Canal	Other Proprietary Funds	
<u>OPERATING REVENUES:</u>						
Charges for services:						
Rentals	\$ 366,710	\$ 2,105,982	\$ 1,485,092	\$ 1,677,834	\$ 308,534	\$ 5,944,152
Detail revenue	-	-	-	-	93,062	93,062
Fuel flowage fees	-	774,554	-	-	-	774,554
Total charges for services	366,710	2,880,536	1,485,092	1,677,834	401,596	6,811,728
Miscellaneous income	-	9,540	2,250	-	250	12,049
Total operating revenues	366,710	2,890,085	1,487,342	1,677,834	401,846	6,823,817
<u>OPERATING EXPENSES:</u>						
Personnel services	833,832	2,048,935	506,082	103,565	188,669	3,681,083
Travel	74	6,150	18	-	-	6,242
Contractual services	452,162	1,665,087	291,018	14,499	114,621	2,537,387
Materials and supplies	27,446	139,150	55,384	-	6,879	219,859
Professional services	101,780	371,766	105,948	153,758	7,027	740,279
Other charges	5,506	17,776	49,955	2,450	8,280	84,057
Depreciation	19,106	85,955	-	-	4,653	109,804
Major maintenance	20,897	982,199	-	-	-	1,003,096
Total operating expenses	1,460,923	5,398,618	1,008,405	274,572	330,129	8,362,047
Operating income (loss)	(1,094,213)	(2,417,933)	478,937	1,403,262	71,717	(1,558,230)
<u>NONOPERATING REVENUES (EXPENSES):</u>						
Grant income	1,623,282	2,826,230	33,478	542	544	4,484,076
Litigation payments	-	(40,497)	-	-	-	(40,497)
Transfers to governmental activities	(29,270)	(3,374,679)	(17,812)	-	(11,557)	(3,433,318)
Total nonoperating revenues	1,594,012	(568,946)	15,666	542	(11,013)	1,010,261
Change in net position	499,799	(2,006,879)	494,603	1,403,804	60,704	(547,969)
Total net position - beginning of year	(5,604,658)	(19,405,441)	6,763,479	16,038,045	298,994	(1,900,581)
Restatement of net position	(70,592)	(111,134)	(47,650)	-	-	(229,376)
Total net position - beginning of year, restated	(5,675,250)	(19,516,575)	6,715,829	16,038,045	298,994	(2,138,957)
Total net position - end of year	\$ (5,175,451)	\$ (22,523,454)	\$ 7,210,432	\$ 17,441,849	\$ 359,698	\$ (2,686,926)

The accompanying notes are an integral part of these combined financial statements.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
COMBINED STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Major Funds				Non-Major	Total
	South Shore Harbor Marina	Lakefront Airport	Orleans Marina	New Basin Canal	Other Proprietary Funds	Proprietary Funds
<u>CASH FLOWS FROM (USED IN)</u>						
<u>OPERATING ACTIVITIES:</u>						
Receipts from customers	\$ 358,078	\$ 2,607,576	\$ 1,366,317	\$ 1,524,642	\$ 408,637	\$ 6,066,150
Other operating cash receipts	-	9,549	2,250	-	250	12,049
Payments to suppliers	(904,580)	(45,928)	(789,899)	(1,225,051)	(344,736)	(3,213,194)
Payments to employees	(732,503)	(2,025,761)	(574,851)	(96,968)	(139,261)	(3,619,434)
Net cash from (used in) operating activities	(1,278,195)	545,436	3,817	(377)	(25,110)	(754,429)
<u>CASH FLOWS FROM (USED IN)</u>						
<u>CAPITAL AND RELATED FINANCING ACTIVITIES:</u>						
Proceeds from federal and state grants	1,307,465	2,874,265	16,720	542	544	4,199,536
Purchase of capital assets	(29,270)	(3,374,679)	(17,812)	-	(11,557)	(3,433,318)
Litigation payments	-	(40,497)	-	-	-	(40,497)
Net cash from (used in) capital and related financing activities	1,278,195	(540,911)	(1,092)	542	(11,013)	725,721
Net change in cash	-	4,525	2,725	165	(36,127)	(28,796)
Cash and cash equivalents - beginning of year	-	-	-	-	150,846	150,846
Cash and cash equivalents - end of year	\$ -	\$ 4,525	\$ 2,725	\$ 165	\$ 114,719	\$ 152,138
<u>RECONCILIATION OF OPERATING INCOME (LOSS) TO CASH FROM (USED IN) OPERATING ACTIVITIES:</u>						
Operating income (loss)	\$ (1,094,213)	\$ (2,417,933)	\$ 478,937	\$ 1,403,262	\$ 71,717	\$ (1,558,230)
Adjustment to reconcile operating income (loss) to net cash from (used in) operating activities						
Depreciation expense	19,196	85,955	-	-	4,653	109,804
Change in assets and liabilities:						
Receivables, net	(7,732)	(180,311)	(42,853)	(82,065)	9,407	(393,554)
Due to/from other funds, net	(223,265)	2,054,109	(180,006)	(1,059,865)	(108,812)	1,472,161
Lease receivables	-	(2,410,651)	(181,439)	597,178	96,029	(1,898,883)
Other assets	2,205	(483)	(1,806)	-	(81)	(150)
Deferred outflows of resources on pensions	(47,213)	(78,699)	(17,688)	(5,448)	(5,500)	(154,548)
Deferred outflows of resources on OPEB	(33,545)	(42,784)	(8,020)	(1,986)	2,905	(83,430)
Accounts payable	(55,310)	129,548	(32,797)	-	964	42,495
Deferred revenue	-	(10,412)	4,826	-	-	(5,586)
Compensated absences	10,653	10,490	(42,639)	-	-	(21,496)
Other accruals	(3,414)	(20,155)	(65,628)	2,521	-	(86,676)
Net pension liability	31,945	(114,051)	(57,030)	3,685	3,899	(131,552)
Post-employment benefit liability	76,522	105,764	21,202	4,532	(5,374)	202,946
Deferred inflows of resources on leases	-	2,328,414	100,691	(868,305)	(98,395)	1,462,405
Deferred inflows of resources on pensions	65,862	151,885	42,038	7,601	7,628	275,014
Deferred inflows of resources on OPEB	(9,886)	(45,247)	(13,977)	(1,787)	(4,150)	(75,047)
Net cash from (used in) operating activities	\$ (1,278,195)	\$ 545,436	\$ 3,817	\$ (377)	\$ (25,110)	\$ (754,429)

The accompanying notes are an integral part of these combined financial statements

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS
JUNE 30, 2025

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Southeast Louisiana Flood Protection Authority – East (the “Authority”) was created as a political subdivision of the State of Louisiana by the Louisiana State Legislature under the provisions of LA R.S. 38:330.1. The Authority's primary purpose is regional coordination of flood protection of the following levee districts:

- East Jefferson Levee District
- Lake Borgne Basin Levee District
- Orleans Levee District

Effective on January 1, 2007 as a result of LA R.S. 38:291 (Paragraphs D, G and K), the Authority was created to combine the financial activity of the Orleans Levee District, the East Jefferson Levee District, and the Lake Borgne Basin Levee District (collectively, the “Levee Districts”) with that of the administration arm of the Authority. The Authority's Board of Commissioners administers the operations and responsibilities of the flood protection related assets and activities of the Levee Districts in accordance with the provisions of Louisiana statutes.

LA R.S. 38:330.12 placed the non-flood related assets and activities of the Orleans Levee District under the management and control of the Lakefront Management Authority, formerly known as Non-Flood Protection Asset Management Authority (“LMA”). The statute also states that those assets will continue to be owned by the Orleans Levee District. The creation, powers, duties and functions of the LMA are specified in LA R.S. 38:330.12 1.

- *The Orleans Levee District* (the “OLD”) was established by the 1890 General Assembly of the State of Louisiana. The OLD has primary responsibility for the operation and maintenance of levees, embankments, seawalls, jetties, breakwaters, water basins, and other hurricane and flood protection improvements surrounding the City of New Orleans, including the southern shores of Lake Pontchartrain and along the Mississippi River. The OLD also has responsibility for operating and maintaining several complex marine structures impacting navigable waterways that are part of the flood protection system. The OLD is responsible for the maintenance of approximately 109 miles of levees and floodwalls and over 200 floodgates. Louisiana State Legislature authorized the OLD to dedicate, construct, operate, and maintain public parks, beaches, marinas, aviation fields, and other like facilities. The OLD owns a general aviation airport, the New Orleans Lakefront Airport, as well as the Orleans Marina, the South Shore Harbor Marina, and various other real estate properties. The Orleans Marina has 354 boat slips. The South Shore Harbor Marina, which was officially dedicated September 19, 1987, has a 43-acre calm water basin, 450 open boat slips, and 26 covered boat slips. The OLD has approximately 127 full-time employees.
- *The East Jefferson Levee District* (the “EJLD”) was created by Louisiana State Legislature on January 1, 1979 from the territory removed from the Pontchartrain Levee District. The EJLD includes all or portions of the following parishes: Jefferson Parish East of Mississippi River, South of Lake Pontchartrain, bordered by St. Charles Parish. The EJLD primarily provides flood protection for those areas contained in the District which is approximately 28 miles of levees and floodwalls and 12 floodgates, and has approximately 35 full-time employees, including 25 police officers.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Reporting Entity (Continued)

- *The Lake Borgne Basin Levee District* (the “LBBLD”) was created by Louisiana State Legislature in 1892 and is comprised of all the territory contained within the parish of St. Bernard. The LBBLD primarily provides flood protection for those areas. The LBBLD is responsible for approximately 57 miles of levees and floodwalls, 32 floodgates, 8 pumping stations, and 56 miles of drainage canals. The LBBLD’s office is located in Violet, Louisiana, and employs approximately 12 full-time employees. The LBBLD’s operations are funded primarily through ad valorem taxes, state revenue sharing and interest earnings. As of June 29, 2021, the LBBLD transferred responsibility for the pumping stations and internal drainage of St. Bernard Parish to the St. Bernard Parish Government.

The Authority is governed by a Board of Commissioners (the “Board”), consisting of nine members, of whom there shall be exactly one member from each parish within the territorial jurisdiction of the Authority. The members shall be appointed by the Governor of Louisiana from nominations submitted by the nominating committee as follows:

- Five members who shall either be an engineer or a professional in a related field such as geotechnical, hydrological, or environmental science. Of the five members, one member shall be a civil engineer.
- Two members who shall be a professional in a discipline other than that occurring in item 1. with at least ten years of professional experience in that discipline.
- Two members who shall be at-large

Regular monthly meetings of the Board shall be convened on a rotating basis at a place determined by the Board in a levee district under the jurisdiction of the Authority, which is located in New Orleans, Louisiana.

Until December 31, 2006, the Levee Districts were governed by Boards of Commissioners appointed by the governor and local governing authorities. Effective January 1, 2007, the flood control activities of the Levee Districts were governed by the Authority, a newly constituted governing body and the Authority’s Board of Commissioners, in accordance with changes in state law approved by the citizenry on September 30, 2006. Significant non-flood facilities and improvements owned by the Orleans Levee District are managed and controlled by the Lakefront Management Authority Board (Non-Flood Division or LMA).

The LMA is governed by a Board of Commissioners (the Board), consisting of 17 members. The members shall be composed of the following members who shall be subject to Senate confirmation, provided that no elected official shall be appointed to serve as a member:

- One member appointed by the Southeast Louisiana Flood Protection Authority East.
- One member appointed by the state senator representing Senate District No. 3 and Senate District No. 4, and by the state representative representing House District No. 97, House District No. 94, House District No. 99, and by the Congressional Representative representing Congressional District No. 1 and Congressional District No. 2. At least one member appointed shall be a lawyer, at least one member shall be a certified public accountant and at least one member shall be a realtor.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Reporting Entity (Continued)

- One member appointed by the mayor of the city of New Orleans.
- One member appointed by each New Orleans city council member in whose district a non-flood asset is located.
- Two members appointed jointly by the presidents of the Lakeshore, Lake Vista, Lake Terrace, and Lake Oaks property owners associations.
- One member appointed by the secretary of the Department of Transportation and Development.
- One member appointed by the Lake Pontchartrain Basin Foundation.
- One member appointed by the board for the New Orleans City Park.

Regular monthly meetings of the Board shall be convened at a place determined by the Board.

The combined financial statements of the Authority include all of the Levee Districts subjected to the Authority's governance, as well as the aggregate results of the enterprise fund assets of the OLD and the results for the OLD Real Estate's general fund and the general improvement fund that are managed and controlled by LMA.

The OLD Real Estate fund is organizationally a non-flood control fund and is the administrative fund for the Non-Flood Division which is governed by the LMA, however, it has responsibility not only for the proprietary funds, but also roadways, and public recreation areas along Lake Pontchartrain, all government-type activities. The Real Estate administrative fund is reported with the governmental funds. The General Improvement fund is also managed by the LMA.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements (i.e., the combined statement of net position and the combined statement of activities) report information about the Authority as a whole. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely primarily on fees and charges for support.

The combined statement of activities demonstrates the degree to which the direct expenses of the given functions are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function (allocated to functions based on actual revenues and expenditures) and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other revenues not properly included among program revenues are reported instead as general revenues.

Net position is displayed in three components:

- Net investment in capital assets – consists of capital assets, net of related debt.
- Restricted – when constraints placed on net position use is either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation.
- Unrestricted – all other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Basis of Accounting

In April 1984, the Financial Accounting Foundation established the GASB to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The accompanying combined financial statements have been prepared in accordance with such principles. The accompanying combined financial statements present information only as to the transactions of the Authority as authorized by Louisiana statutes. Basis of accounting refers to when revenues and expenses are recognized and reported in the combined financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts of the Authority are maintained in accordance with applicable statutory provisions and the regulations of the State of Louisiana, Division of Administration, Office of Statewide Reporting and Accounting Policy.

Fund Financial Statements

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (i.e. both measurable and available). Measurable means the amount of the transaction can be determined; and available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Authority considers most revenues available if they are collected within 60 days after year end. For certain grants for which collectability is assured, but do not meet the availability criteria, the revenue is recorded as unearned revenue. Expenditures generally are recorded when a liability is incurred under the accrual basis of accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded when paid.

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.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Fund Balance

In 2012, the Authority adopted the provisions of GASB Codification 1300 *Fund Accounting* and 1800 *Classification and Terminology*, which changed the reporting of fund balance in the balance sheet of governmental fund types. In fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy primarily on the extent to which the Authority is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components – nonspendable, restricted, committed, assigned and unassigned.

- *Nonspendable* – This component consists of amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact
- *Restricted* – This component consists of amounts that have constraints placed on them either externally by third parties (creditors, grantors, contributors, or laws or regulations of other governments) or by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the Authority to assess, levy, change or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement (compelled by external parties) that those resources be used only for the specific purposes stipulated in the legislation.
- *Committed* – This component consists of amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Authority. Those committed amounts cannot be used for any other purpose unless the Authority removes or changes the specified use by taking the same type of action (ordinance or resolution) it employed previously to commit those amounts.
- *Assigned* – This component consists of amounts that are constrained by the Authority's intent to be used for specific purposes but are neither restricted nor committed. The authorization for assigning fund balance is expressed by the Authority or the designee as established in the Authority's Fund Balance Policy.
- *Unassigned* – This component consists of amounts that have not been restricted, committed or assigned to specific purposes within the general fund. When both restricted and unrestricted resources are available for use, it is the Authority's policy to use restricted resources first, then unrestricted resources in the following order: committed resources first, then assigned, and then unassigned as they are needed.

Net Position

In 2013, the Authority adopted GASB standards which provided financial reporting guidance for deferred outflows of resources, deferred inflows of resources, and net position. State and local governments enter into transactions that result in the consumption or acquisition of assets in one period that are applicable to future periods. GASB Statement No. 63 requires that deferred outflows of resources should be reported in a statement of net position in a separate section following assets and deferred inflows of resources should be reported in a separate section following liabilities. During 2013, the Authority adopted the statement and restated balances previously referred to as net assets to net position.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Net Position (Continued)

Net position represents the difference between assets, deferred outflows, liabilities, and deferred inflows. Net position should be displayed in three components – *net investment in capital assets* consisting of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any debt proceeds used for the acquisition, construction, or improvements of those assets; *restricted* distinguishing between major categories of restrictions and consisting of restricted assets reduced by liabilities and deferred inflows of resources related to those assets; and *unrestricted* consisting of the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

Major Funds

The Authority General Fund is used to account for all financial activity associated with the primary purpose for which the Authority was created.

The OLD General Fund is the primary operating fund of the OLD as relates to the flood protection purpose of the organization. The fund accounts for all financial resources related to flood control functions, except those required to be accounted for in other funds.

The EJLD General Fund is the primary operating fund of the EJLD as relates to the flood protection purpose of the organization.

The LBBLD General Fund is the primary operating fund of the LBBLD as relates to the flood protection purpose of the organization. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.

The OLD Real Estate Fund is a companion fund to the OLD General Fund, used to provide management and administration of non-flood control operations, including the OLD's proprietary funds as well as parks, roadways, and bridges. This fund is controlled and managed by the LMA.

The OLD Special Levee Improvement Project (SLIP) Fund is used to account for financial resources received and used for the acquisition, construction, or improvement of capital facilities as well as maintenance of the flood control system.

The OLD General Improvement Fund is used to account for financial resources received and used for the acquisition, construction, or improvement of non-flood protection related capital facilities. This fund is controlled and managed by the LMA.

The South Shore Harbor Marina (SSH), Orleans Marina (OM), Lakefront Airport (KNEW), Lake Vista (LVCC), and New Basin Canal (NBC) Funds are proprietary funds used for financial resources received and used for the acquisition, construction, or improvement of capital facilities. These funds are controlled and managed by the LMA.

The OLD Police and the EJLD Police Detail Funds are proprietary funds used for financial resources received and used for police details. These funds are controlled and managed by the Authority.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Estimates

The preparation of combined financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources and disclosure of contingent assets, deferred outflows, liabilities, and deferred inflows at the date of the combined financial statements. They may also affect the reported amounts of revenues and expenses of government-wide and fund combined financial statements during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

For the purpose of the combined statement of cash flows, cash and cash equivalents include all demand accounts and certificates of deposit with an original maturity of three months or less.

Under state law, the Authority may deposit funds in demand deposits, interest bearing demand deposits, money market accounts or time deposits with state banks organized under Louisiana law and national banks having principal offices in Louisiana. State statutes authorize the Authority to invest in United States bonds, treasury notes or certificates. These are classified as investments if the original maturities exceed 90 days. Investments are stated at fair value using published market rates.

Cash and cash equivalents are stated at cost, which approximates market value. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance, or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of commercial paper held by the state treasurer. The Authority was fully covered by the Federal Deposit Insurance Corporation ("FDIC") and pledged securities at June 30, 2025.

Investments

The Louisiana Asset Management Pool, ("LAMP") is administered by LAMP, Inc., a non-profit Corporation, organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets.

The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high-quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LA-R.S. 33.2955. LAMP is rated AAA by Standard & Poor's.

The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days. LAMP is designed to be highly liquid to give its participants immediate access to the account balances.

The investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the value of the pool shares. LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the U.S. Securities and Exchange Commission (SEC) as an investment company. If you have any questions, please feel free to contact the LAMP administrative office at (800) 249-5267.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments (Continued)

The Authority also maintains investment accounts as authorized by LA R.S. 33:2955. Nearly all investments held by general purpose governments are required to be reported at fair value in their basic financial statements by GASB Codification I50 *Investments*.

Receivables

All receivables are shown net of allowance for doubtful accounts.

Interfund Receivables or Payables

The amounts are referred to as either due to or due from other funds, which result from a pooled cash management process. Interfund receivables or payables reflect a cumulative excess of costs (due from) or revenue (due to) generally between the general funds and all other funds. As a general rule, all interfund balances are eliminated in the government-wide financial statements.

Inventory

Inventory is valued at average cost and is expensed at the time of withdrawal from inventory on a perpetual basis. The year-end balance contains supplies and fuel that could be needed at any time. The OLD is the only district that maintains inventory.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure, such as bridges, seawalls, roads, and levees, are reported in the combined financial statements. In accordance with accounting principles generally accepted in the United States of America and the GASB Codification 2200, governments are required to identify infrastructure assets, including flood control systems. The Authority has recorded the costs of construction for projects identified in its bond documents and will continue to recognize its portion of the cost of infrastructure. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. The Authority and its related districts have implemented a \$10,000 minimum capitalization threshold. The Authority's capitalization threshold for infrastructure assets is \$250,000.

The following are the major classes of capital assets and the related asset lives:

Buildings	40 years
Improvements other than buildings	20 - 40 years
Equipment	5 - 15 years
Infrastructure	40 years

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences

Employees earn and accumulate annual and sick leave of various rates, depending on the years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, employees or the employee's estate are compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is used to compute retirement benefits. In addition, it is the Authority's policy to pay any accumulated compensatory leave at the employee's hourly rate of pay at the time of termination. In accordance with GASB Statement No. 101, a liability for compensated absences is recognized when the leave is earned and accumulated by employees. The liability is measured using the pay or salary rates in effect as of the financial reporting date.

Deferred Outflows and Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, Deferred Outflows of Resources, represents a consumption of net position that applies to a future period and so will not be recognized as an expense or expenditure until then. The Authority has two items that meet this criterion – OPEB-related deferrals and pension-related deferrals. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, Deferred Inflows of Resources, represents an acquisition of net position that applies to a future period and so will not be recognized as revenue until then. The Authority has three items that meet the criteria for this category – lease-related deferrals, OPEB-related deferrals, and pension-related deferrals.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Louisiana State Employees' Retirement System and additions to deductions from this retirement system's fiduciary net positions have been determined on the same basis as they are reported by the retirement system. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Post-Employment Benefits

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Office of Group Benefits plan and additions to deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the OGB. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Long-Term Obligations

In the government-wide combined financial statements, long-term obligations are recognized as liabilities in the applicable governmental activities combined statement of net position.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Reconciliations to Fund Combined Financial Statements

Governmental funds include a reconciliation of the government-wide combined statements to the combined governmental fund financial statements. This reconciliation is necessary to bring the financial statements from the current financial resources measurement focus and modified accrual basis of accounting to the economic resources measurement focus and full accrual basis of accounting. Major items included in the reconciliation are capital assets, long-term debt, accrued compensated absences, net pension liability, post-employment benefits payable, legal settlement payable, and deferred revenue, which are shown on the government-wide but not the governmental combined fund statements. The combined statement of revenues, expenditures, and changes in fund balances – governmental funds include reconciliation between net changes in fund balances – total governmental funds and change in net position of governmental activities. Governmental funds report capital outlays as expenditures; however, in the combined statement of activities and changes in net position, the cost of those assets is allocated over the estimated useful lives and reported as depreciation expense. Other differences in recognition include number of months allowed in estimating revenue collections, contributions to the pension plan in the current fiscal year, classification of changes in long-term obligations, pension expense, and post-employment benefit and pension expense.

Budgetary Accounting

Formal budgetary accounting is employed as a management control device during the year for the Authority's General Fund, the OLD General Fund, the LBBLD General Fund, the EJLD General Fund, and the OLD Real Estate Fund.

Expenditures are controlled at a major cost category level. Executive Directors may reallocate resources among cost categories and departments so long as aggregate cost does not change. Changes to the budgets that will change total revenue or expense must be approved by the Board.

By April 1 of each year, the Board submits the annual budgets to the Joint Legislative Committee on the Budget and to the Legislative Auditor of the State of Louisiana for the succeeding fiscal year. The operating and capital budgets include proposed expenditures and the means of financing.

Original budgets for the 2025 fiscal year were adopted on March 21, 2024 and March 28, 2024. The budgeted amounts are included, respectively, as the original and final budgets in the accompanying Schedule of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds Budget and Actual.

Adoption of New Accounting Pronouncements

The GASB has issued Statement No. 100, *Accounting Changes and Error Corrections—an amendment of GASB Statement No. 62*. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The requirements of this Statement are effective for reporting periods beginning after June 15, 2023. The adoption of this Statement did not have a material impact to the combined financial statements.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Adoption of New Accounting Pronouncements (Continued)

The GASB has released Statement No. 101, *Compensated Absences* (Statement 101), which replaces GASB Statement No. 16, *Accounting for Compensated Absences*. Statement 101 requires liabilities for compensated absences to be recognized for: Leave that has not been used and leave that has been used but not yet paid in cash or settled through noncash means. Under Statement 101, a liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered; (b) the leave has accumulated; and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. Leave that is more likely than not to be settled through conversion to defined benefit postemployment benefits is not included in the compensated absences liability. Statement 101 also addresses the timing of the recognition of a liability for certain types of compensated absences, such as sabbatical leave, parental leave, military leave, jury duty leave and other specific types of compensated balances. Statement 101 is effective for fiscal years beginning after December 15, 2023. See Note 4 for the description of the impact of the implementation of this Statement to the combined financial statements.

The GASB has released Statement No. 102, *Certain Risk Disclosures*. This Statement establishes financial reporting requirements for risks related to vulnerabilities due to certain concentrations or constraints. The requirements of this Statement are effective for periods beginning after June 15, 2024. The adoption of this Statement did not have a material impact to the combined financial statements.

Date of Management's Review

Subsequent events have been evaluated through October 13, 2025, the date the financial statements were available to be issued.

(2) CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and Cash Equivalents

Cash includes petty cash and demand deposits. Cash equivalents may include amounts in time deposits, money market mutual funds, commercial paper, and United States Treasury bills.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(2) CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

Cash and Cash Equivalents (Continued)

Aggregate cash and cash equivalents by fund as of June 30, 2025 were as follows:

Governmental Funds:	<u>Unrestricted</u>
Authority	\$ 1,264,107
OLD	-
LMA	<u>1,753,649</u>
Total governmental funds	<u>3,017,756</u>
 Proprietary Funds:	
KNEW	4,525
OM	2,725
NBC	165
Nonmajor	<u>144,723</u>
Total proprietary funds	<u>152,138</u>
 Total cash and cash equivalents	<u><u>\$ 3,169,894</u></u>

Amounts deposited in banks and investment accounts were as follows:

		U.S.		
		Government		
		Obligations &		
	<u>Cash</u>	<u>Securities</u>	<u>LAMP</u>	<u>Total</u>
Balance per agency books	\$ 3,169,894	\$ 81,082,152	\$ 127,076,356	\$ 211,328,402
Deposits in bank and investment				
accounts per banks	\$ 3,479,965	\$ 81,082,152	\$ 127,076,356	\$ 211,638,473

The total bank balances will not necessarily equal the amounts reported in cash accounts per the combined statement of net position. Deposits in bank accounts are stated at cost, which approximates market value. Under state law, these deposits are secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. All balances are covered by sufficient collateral and FDIC coverage.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(2) CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

Investments

The Authority categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

The Authority has the following recurring fair value measurements as of June 30, 2025:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
LAMP	\$ 127,076,356	\$ -	\$ 127,076,356	\$ -
U.S. government obligations	<u>81,082,152</u>	<u>81,082,152</u>	<u>-</u>	<u>-</u>
	<u>\$ 208,158,508</u>	<u>\$ 81,082,152</u>	<u>\$ 127,076,356</u>	<u>\$ -</u>

(3) CAPITAL ASSETS

The historical costs of infrastructure assets as of June 30, 2025 is as follows:

	<u>Governmental</u>
Bridges and roadways	\$ 87,016,385
Parks and recreation	<u>3,998,826</u>
Subtotal – other infrastructure assets	<u>91,015,211</u>
Flood protection systems	<u>6,721,245,531</u>
Total infrastructure assets	<u>\$ 6,812,260,742</u>

Accumulated depreciation on governmental infrastructure assets amounted to \$683,945,423 at June 30, 2025. Certain incomplete infrastructure projects remain classified in construction-in-progress at June 30, 2025.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(3) CAPITAL ASSETS (CONTINUED)

A summary of changes in governmental activities capital assets for the year ended June 30, 2025 is as follows:

	Balance 6/30/2024	Additions	Reductions	Balance 6/30/2025
<u>Governmental Activities:</u>				
Capital assets not being depreciated:				
Land	\$ 36,946,736	\$ -	\$ -	\$ 36,946,736
Construction-in-progress	<u>25,510,461</u>	<u>23,037,956</u>	<u>(32,990,066)</u>	<u>15,558,351</u>
Total capital assets not being depreciated	<u>62,457,197</u>	<u>23,037,956</u>	<u>(32,990,066)</u>	<u>52,505,087</u>
Capital assets being depreciated:				
Buildings	97,449,692	345,786	-	97,795,478
Improvements other than buildings	235,138,404	32,414,544	-	267,552,948
Equipment	27,825,186	3,548,699	(569,526)	30,804,359
Infrastructure	<u>6,812,609,229</u>	<u>27,270</u>	<u>(375,757)</u>	<u>6,812,260,742</u>
Total capital assets being depreciated	<u>7,173,022,511</u>	<u>36,336,299</u>	<u>(945,283)</u>	<u>7,208,413,527</u>
Less accumulated depreciation for:				
Buildings	37,061,170	2,240,359	-	39,301,529
Improvements other than buildings	103,643,108	4,587,066	-	108,230,176
Equipment	15,879,749	2,915,411	(394,437)	18,400,723
Infrastructure	<u>517,877,299</u>	<u>166,068,124</u>	<u>(144,040)</u>	<u>683,801,383</u>
Total accumulated depreciation	<u>674,461,326</u>	<u>175,810,962</u>	<u>(538,477)</u>	<u>849,733,811</u>
Total capital assets being depreciated, net	<u>6,498,561,185</u>	<u>(139,474,663)</u>	<u>(406,806)</u>	<u>6,358,679,716</u>
Governmental activities capital assets, net	<u>\$ 6,561,018,382</u>	<u>\$ (116,436,707)</u>	<u>\$ (33,396,872)</u>	<u>\$ 6,411,184,803</u>

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(3) CAPITAL ASSETS (CONTINUED)

A summary of changes in business-type activities capital assets for the year ended June 30, 2025 is as follows:

	Balance 6/30/2024	Additions	Reductions	Balance 6/30/2025
<u>Business-Type Activities:</u>				
Capital assets being depreciated:				
Equipment	\$ 1,433,299	\$ 73,861	\$ (73,861)	\$ 1,433,299
Total capital assets being depreciated	1,433,299	73,861	(73,861)	1,433,299
Less accumulated depreciation for:				
Equipment	968,180	109,803	-	1,077,983
Total accumulated depreciation	968,180	109,803	-	1,077,983
Total capital assets being depreciated, net	465,119	(35,942)	(73,861)	355,316
Business-type activities capital assets, net	<u>\$ 465,119</u>	<u>\$ (35,942)</u>	<u>\$ (73,861)</u>	<u>\$ 355,316</u>

Depreciation expense for the year ended June 30, 2025 was \$175,735,811 and \$109,804 for governmental and business-type activities, respectively.

(4) COMPENSATED ABSENCES

In accordance with GASB Statement No. 101, *Compensated Absences*, the Authority recognizes a liability for compensated absences when the leave is attributable to services already rendered and it is probable that the leave will be used or paid. Compensated absences include vacation leave, sick leave, and other paid time off (PTO), which are earned by employees based on services already performed.

Under the provisions of GASB 101:

- Vacation leave is accrued as earned and reported as a liability
- Sick leave and other forms of leave are accrued only to the extent that it is more likely than not the leave will result in a termination payment or will be used in a future reporting period.
- The liability is calculated using the pay rates in effect at the end of the reporting period and includes applicable salary-related payments

A restatement of compensated absences was required due to the implementation of GASB Statement No. 101, which changed the recognition and measurement of these liabilities in accordance with updated accounting guidance. The governmental activities and business-type activities net position were restated in the amount of \$4,218,505 and \$229,375, respectively, due to the implementation.

The combined statement of net position presents the cost of accumulated annual and compensatory leave as a liability. The combined value of accrued annual leave and compensatory leave at June 30, 2025 was \$5,974,183.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(5) RETIREMENT BENEFITS

Plan Description

Employees of the Authority are provided with pensions through a cost-sharing multiple-employer defined benefit plan administered by the Louisiana State Employees' Retirement System (LASERS). Section 401 of Title 11 of the Louisiana Revised Statutes (LA R.S. 11:401) grants to LASERS Board of Trustees and the Louisiana Legislature the authority to review administration, benefit terms, investments, and funding of the plan. LASERS issues a publicly available financial report that can be obtained at www.lasersonline.org.

The following is a description of the plan and its benefits and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

Retirement Benefits

The age and years of creditable service required in order for a member to retire with full benefits are established by statute, and vary depending on the member's hire date, employer, and job classification. A rank and file member hired prior to July 1, 2006, may either retire with full benefits at any age upon completing 30 years of creditable service and at age 60 upon completing ten years of creditable service depending on their plan. Those members hired between July 1, 2006 and June 30, 2015, may retire at age 60 upon completing five years of creditable service and those hired on or after July 1, 2015, may retire at age 62 upon completing five years of creditable service. The basic annual retirement benefit for members is equal to 2.5% to 3.5% of average compensation multiplied by the number of years of creditable service. Additionally, members may choose to retire with 20 year of service at any age, with an actuarially reduced benefit.

Average compensation is defined as the member's average annual earned compensation for the highest 36 consecutive months of employment for members employed prior to July 1, 2006. For members hired July 1, 2006 or later, average compensation is based on the member's average annual earned compensation for the highest 60 consecutive months of employment. The maximum annual retirement benefit cannot exceed the lesser of 100% of average compensation, or a certain specified dollar amount of actuarially determined monetary limits, which vary depending upon the member's age at retirement. As an alternative to the basic retirement benefits, a member may elect to receive their retirement throughout their life, with certain benefits being paid to their designated beneficiary after their death.

Act 992 of the 2010 Louisiana Regular Legislative Session changed the benefit structure for LASERS members hired on or after January 1, 2011. This resulted in three new plans: regular, hazardous duty, and judges. The new regular plan includes regular members and those members who were formerly eligible to participate in specialty plans, excluding hazardous duty and judges. Regular members and judges are eligible to retire at age 60 after five years of creditable service and, may also retire at any age, with a reduced benefit, after 20 years of creditable service. Hazardous duty members are eligible to retire with twelve years of creditable service at age 55, 25 years of creditable service or at any age or with a reduced benefit after 20 years of creditable service. Average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment for all three new plans. Members in the regular plan will receive a 2.5% accrual rate, hazardous duty plan a 3.33% accrual rate, and judges a 3.5% accrual rate. The extra 1.0% accrual rate for each year of service for court officers, the governor, lieutenant governor, legislators, House clerk, sergeants at arms, or Senate secretary, employed after January 1, 2011, was eliminated by Act 992. Specialty plan and regular member, hired prior to January 1, 2011, who are hazardous duty employees have the option to transition to the new hazardous duty plan.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(5) RETIREMENT BENEFITS (CONTINUED)

Retirement Benefits (Continued)

Act 226 for the 2014 Louisiana Regular Legislative Session established new retirement eligibility for members of LASERS hired on or after July 1, 2015, excluding hazardous duty plan members. Regular members and judges under the new plan are eligible to retire at age 62 after five years of creditable service and, may also retire at any age, with a reduced benefit, after 20 years of creditable service. Average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment. Members in the regular plan will receive 2.5% accrual rate, and judges a 3.5% accrual rate, with the extra 1.0% accrual rate based on all years of service a judge.

A member leaving employment before attaining minimum retirement age, but after completing certain minimum service requirements, becomes eligible for a benefit provided the member lives to the minimum service retirement age, and does not withdraw their accumulated contributions. The minimum service requirement for benefits varies depending upon the member's employer and service classification.

Deferred Retirement Benefits

The State Legislature authorized LASERS to establish a Deferred Retirement Option Plan (DROP). When a member enters DROP, their status changes from active member to retiree even though they continue to work and draw their salary for a period of up to three years. The election is irrevocable once participation begins. During DROP participation, accumulated retirement benefits that would have been paid to each retiree are separately tracked. For members who entered DROP prior to January 1, 2004, interest at a rate of one-half percent less than the System's realized return on its portfolio (not to be less than zero) will be credited to the retiree after participation ends. At that time, the member must choose among available alternatives for the distribution of benefits that have accumulated in the DROP account. Members who enter DROP on or after January 1, 2004, are required to participate in LASERS Self-Directed Plan (SDP) which is administered by a third-party provider. The SDP allows DROP participants to choose from a menu of investment options for the allocation of their DROP balances. Participants may diversify their investments by choosing from an approved list of mutual funds with different holdings, management styles, and risk factors.

Members eligible to retire and who do not choose to participate in DROP may elect to receive at the time of retirement an initial benefit option (IBO) in an amount up to 36 months of benefits, with an actuarial reduction of their future benefits. For members who selected the IBO option prior to January 1, 2004, such amount may be withdrawn or remain in the IBO account earning interest at a rate of one-half percent less than the System's realized return on its portfolio (not to be less than zero). Those members who select the IBO on or after January 1, 2004, are required to enter the SDP as described above.

Disability Benefits

Generally, active members with ten or more years of credited service who become disabled may receive a maximum disability retirement benefit equivalent to the regular retirement formula without reduction by reason of age. Upon reaching retirement age, the disability retiree may receive a regular retirement benefit by making application to the Board of Trustees. For injuries sustained in the line of duty, hazardous duty personnel in the Hazardous Duty Services Plan will receive a disability benefit equal to 75% of final average compensation or 100% of the final average compensation if the injury was the result of an intentional act of violence.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(5) RETIREMENT BENEFITS (CONTINUED)

Survivor's Benefits

Certain eligible surviving dependents receive benefits based on the deceased member's compensation and their relationship to the deceased. The deceased regular member hired before January 1, 2011, who was in state service at the time of death, must have a minimum of five years of service credit, at least two of which were earned immediately prior to death, or who had a minimum of twenty years of service credit, regardless of when earned, in order for a benefit to be paid to a minor or handicapped child. Benefits are payable to an unmarried child until age 18, or age 23 if the child remains a full-time student. The aforementioned minimum service credit requirement is ten years for a surviving spouse with no minor children and benefits are to be paid for life to the spouse or qualified handicapped child.

The deceased regular member hired on or after January 1, 2011, must have a minimum of five years of service credit regardless of when earned in order for a benefit to be paid to a minor child. The aforementioned minimum service credit requirements for a surviving spouse are 10 years, 2 years being earned immediately prior to death, and active state service at the time of death, or a minimum of 20 years of service credit regardless of when earned. A deceased member's spouse must have been married for at least one year before death.

A Hazardous Duty Services Plan member's surviving spouse and minor or handicapped or mentally incapacitated child or children are entitled to survivor benefits of 80% of the member's final average compensation if the member was killed in the line of duty. If the member dies in the line of duty as a result of an intentional act of violence, survivor benefits may be increased to 100% of the member's final average compensation.

Permanent Benefit Increases/Cost-of-Living Adjustments

As fully described in Title 11 of the Louisiana Revised Statutes, LASERS allows for the payment of permanent benefit increases, also known as cost-of-living adjustments (COLAs), that are funded through investment earnings when recommended by the Board of Trustees and approved by the State Legislature.

Contributions

Contribution requirements of active employees are governed by Title 11 of the Louisiana Revised Statutes and may be amended by the Louisiana Legislature. Employee contributions are deducted from a member's salary and remitted to LASERS by participating employers along with employer portion of the contribution.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(5) RETIREMENT BENEFITS (CONTINUED)

Contributions (Continued)

The employer contribution rates in effect as of June 30, 2024 for the various plans follow.

<u>Plan</u>	<u>Employer Rate</u>
Appellate Law Clerks	41.30%
Appellate Law Clerks hired on or after 7/1/06	41.30%
Alcohol Tobacco Control	42.60%
Bridge Police	40.30%
Bridge Police hired on or after 7/1/06	40.30%
Corrections Primary	39.90%
Corrections Secondary	44.60%
Harbor Police	47.30%
Hazardous Duty	47.00%
Judges hired before 1/1/11	45.80%
Judges hired after 12/31/10	44.70%
Judges hired on or after 7/1/15	44.70%
Legislators	37.00%
Optional Retirement Plan (ORP) before 7/1/06	38.80%
Optional Retirement Plan (ORP) on or after 7/1/06	38.80%
Peace Officers	43.00%
Regular Employees hired before 7/1/06	41.30%
Regular Employees hired on or after 7/1/06	41.30%
Regular Employees hired on or after 1/1/11	41.30%
Regular Employees hired on or after 7/1/15	41.30%
Special Legislative Employees	39.00%
Wildlife Agents	53.10%
Aggregate Rate	41.90%

The Authority's contractually required composite contribution rate for the year ended June 30, 2025 was 41.30% of annual payroll (47% for hazardous duty), actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any Unfunded Actuarial Accrued Liability. Contributions to the pension plan from the Authority were \$5,933,097 for the year ended June 30, 2025.

Refunds of Contributions

If a member leaves covered employment or dies before any benefits become payable on their behalf, the accumulated contributions may be refunded to the member or their designated beneficiary. Similarly, accumulated contributions in excess of any benefits paid to members or their survivors are refunded to the member's beneficiaries or their estates upon cessation of any survivor's benefits.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(5) RETIREMENT BENEFITS (CONTINUED)

Actuarial Methods and Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2024 are as follows.

Valuation Date	June 30, 2024																					
Actuarial Cost Method	Entry Age Normal																					
Actuarial Assumptions:																						
Expected Remaining Service Lives	2 years																					
Investment Rate of Return	7.25% per annum.																					
Inflation Rate	2.40% per annum.																					
Mortality	Non-disabled members – The PubG-2010 Healthy Retiree on a fully generational basis by Mortality Improvement Scale MP-2021.																					
	Disabled members – Mortality rates based on the RP-2000 Disabled Retiree Mortality Table, with no projection for mortality improvement																					
Termination, Disability, and Retirement	Termination, disability, and retirement assumptions were projected based on a five-year (2019-2023) experience study of the System's members.																					
Salary Increases	Salary increases were projected based on a 2019-2023 experience study of the System's members. The salary increase ranges for specific types of members are:																					
	<table><tr><td></td><td>Lower Range</td><td>Upper Range</td></tr><tr><td>Member Type</td><td></td><td></td></tr><tr><td>Regular</td><td>3.3%</td><td>14.0%</td></tr><tr><td>Judges</td><td>2.4%</td><td>4.8%</td></tr><tr><td>Corrections</td><td>4.4%</td><td>15.3%</td></tr><tr><td>Hazardous Duty</td><td>4.4%</td><td>15.3%</td></tr><tr><td>Wildlife</td><td>4.4%</td><td>15.3%</td></tr></table>		Lower Range	Upper Range	Member Type			Regular	3.3%	14.0%	Judges	2.4%	4.8%	Corrections	4.4%	15.3%	Hazardous Duty	4.4%	15.3%	Wildlife	4.4%	15.3%
	Lower Range	Upper Range																				
Member Type																						
Regular	3.3%	14.0%																				
Judges	2.4%	4.8%																				
Corrections	4.4%	15.3%																				
Hazardous Duty	4.4%	15.3%																				
Wildlife	4.4%	15.3%																				
Cost of Living Adjustments	The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The projected benefit payments do not include provisions for potential future increases not yet authorized by the Board of Trustees as they were deemed not to be substantively automatic.																					

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(5) RETIREMENT BENEFITS (CONTINUED)

Actuarial Methods and Assumptions (Continued)

The long-term expected rate of return on pension plan investments 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 expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.4% and an adjustment for the effect of rebalancing diversification. The resulting expected long-term rate of return is 8.15% for 2024. Best estimates of geometric real rates of return for each major asset class included in the System's target asset allocation as of June 30, 2024 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	0%	0.76%
Domestic equity	34%	4.29%
International equity	17%	5.22%
Domestic fixed income	3%	2.04%
International fixed income	19%	5.24%
Alternative investments	27%	8.19%
Total fund	100%	5.61%

Discount Rate

The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that employer contributions from participating employers will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Authority's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the Authority's proportionate share of the net pension liability using the discount rate of 7.25%, as well as what the Authority's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage-point lower (6.25%) or one percentage-point higher (8.25%) than the current rate.

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Authority's proportionate share of the net pension liability	\$ 45,049,781	\$ 32,621,761	\$ 22,060,787

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(5) RETIREMENT BENEFITS (CONTINUED)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2025, the Authority reported a liability of \$32,621,761 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Authority's proportion of the net pension liability was based on a projection of the Authority's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2024, the Authority's proportion was 0.599861%, which was an increase of .054043% from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the Authority recognized pension expense of \$3,646,556 plus the Authority's amortization of change in proportionate share and difference between employer contributions and proportionate share of contributions of \$2,576,981.

At June 30, 2025, the Authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ (144,277)
Change in assumptions	228,036	-
Net difference between projected and actual earnings on pension plan investments	-	(3,889,464)
Changes in proportion and differences between employer contributions and proportionate share of contributions	1,759,200	(154,491)
Employer contributions subsequent to the measurement date	<u>5,933,094</u>	<u>-</u>
Total	<u>\$ 7,920,330</u>	<u>\$ (4,188,232)</u>

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(5) RETIREMENT BENEFITS (CONTINUED)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Deferred outflows of resources of \$5,933,094 related to pensions resulting from the Authority's contributions subsequent to the measurement date will be recognized as a reduction of net pension liability in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows for the year ending June 30:

<u>Year ending June 30:</u>	
2026	\$ (734,219)
2027	1,004,937
2028	(1,499,049)
2029	<u>(972,665)</u>
Total	<u>\$ (2,200,996)</u>

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued LASERS 2024 Annual Comprehensive Financial Report at www.lasersonline.org.

(6) OTHER POST-EMPLOYMENT BENEFITS

Plan Description

The Office of Group Benefits (OGB) administers the State of Louisiana Post-Retirement Benefits Plan (OGB Plan)— a defined-benefit, multi-employer other postemployment benefit plan (OPEB). The plan provides medical, prescription drug, and life insurance benefits to retirees, disabled retirees, and their eligible beneficiaries through premium subsidies. Current employees, who participate in an OGB health plan while active, are eligible for plan benefits if they are enrolled in the OGB health plan immediately before the date of retirement and retire under one of the state sponsored retirement systems (Louisiana State Employees' Retirement System, Teachers' Retirement System of Louisiana, Louisiana School Employees' Retirement System, or Louisiana State Police Retirement System) or they retire from a participating employer that meets the qualifications in the Louisiana Administrative Code 32:3:303. Benefit provisions are established under LA R.S. 42:851 for health insurance benefits and LA R.S. 42:821 for life insurance benefits. The obligations of the plan members, employer(s), and other contributing entities to contribute to the plan are established or may be amended under the authority of LA R.S. 42:802. The Plan does not issue a stand-alone report.

There are no assets accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement 75. Effective July 1, 2008, and OPEB trust fund was statutorily established; however, this plan is not administered as a trust and no plan assets have been accumulated. The plan is funded on a "pay-as-you-go basis" under which the contributions to the plan are generally made at about the same time and in about the same amount as benefit payments become due.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(6) OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Contributions

Employer contributions are based on plan premiums and the employer contribution percentage. Premium amounts vary depending on the health plan selected and if the retired member has Medicare coverage. OGB offers retirees four self-insured healthcare plans and one fully insured plan. Retired employees who have Medicare Part A and Part B coverage also have access to four fully insured Medicare Advantage plans. The employer contribution percentage is based on the date of participation in an OGB plan and employee years of service at retirement. Employees who begin participation or rejoin the plan before January 1, 2002, pay approximately 25% of the cost of coverage (except single retirees under age 65, who pay approximately 25% of the active employee cost). For those beginning participation or rejoining on or after January 1, 2002, the percentage of premiums contributed by the employer and retiree is based on the following schedule:

<u>OGB Participation</u>	<u>Employer Share</u>	<u>Retiree Share</u>
Under 10 years	19%	81%
10-14 years	38%	62%
15-19 years	56%	44%
20+ years	75%	25%

In addition to healthcare benefits, retirees may elect to receive life insurance benefits. Basic and supplemental life insurance is available for the individual retirees and spouses of retirees subject to maximum values. Employers pay approximately 50% of monthly premiums for individual retirees. The retiree is responsible for 100% of the premium for dependents. The total monthly premium for retirees varies according to age group.

Total OPEB Liability

At June 30, 2025, the Authority reported a liability of \$16,804,451 for its proportionate share of the total collective OPEB liability. The net OPEB liability was measured as of July 1, 2024 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The Authority's proportionate share of the total collective OPEB liability at June 30, 2025 was based on a projection of the Authority's total OPEB liability relative to the projected total OPEB liability of all participating employers, actuarially determined. At July 1, 2024, the Authority's proportion was .215120%, an increase of .018739% from its proportion at July 1, 2023.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(6) OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

For the year ended June 30, 2025, the Authority recognized OPEB expense of \$1,236,174. At June 30, 2025, the employer reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 287,998	\$ -
Change in assumptions	1,249,973	(1,929,620)
Changes in proportion and differences between employer contributions and proportionate share of contributions	2,434,030	(595,974)
Employer contributions subsequent to the measurement date	<u>1,236,889</u>	<u>-</u>
Total	<u>\$ 5,208,890</u>	<u>\$ (2,525,594)</u>

The \$1,236,889 reported as deferred outflows of resources related to OPEB resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2026.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEBs will be recognized in OPEB expense (benefit) as follows:

<u>Year ending June 30:</u>	
2026	\$ (85,845)
2027	343,053
2028	834,208
2029	<u>354,991</u>
Total	<u>\$ 1,446,407</u>

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(6) OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Actuarial Assumptions and Other Inputs

The total collective OPEB liability in the July 1, 2024 actuarial valuation was determined using the following actuarial methods, assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified.

Valuation Date	July 1, 2024
Actuarial Cost Method	Entry Age Normal, level percentage of pay
Expected Remaining Service Lives	4.50 years
Inflation Rate	Consumer Price Index (CPI) 2.40%
Salary Increase Rate	Consistent with state's June 30 2024 pension actuarial valuation
Discount Rate	3.93% based on the Bond Buyer 20 Index rate as of June 30, 2024
Mortality Rates	For general active lives: the PubG-2010 Employee Table, adjusted by 1.055 for males and 1.034 for females, projected from 2020 on a fully generational basis by Mortality Improvement Scale MP-2021. For general healthy retiree lives: the PubG-2010 Retiree Table, adjusted by 1.215 for males and 1.277 for females, projected from 2020 on a fully generational basis by Mortality Improvement Scale MP-2021. For general disabled retiree lives: the RP-2000 Disabled Retiree Mortality Table, adjusted by 0.936 for males and 1.065 for females, not projected with mortality improvement.
Healthcare Cost Trend Rates	8.5% for pre-Medicare eligible employees grading down by .25% each year, beginning in 2024, to an ultimate rate of 4.5% in 2035; 7.50% for post-Medicare eligible employees grading down by .25% each year, beginning in 2023-2024, to an ultimate rate of 4.5% in 2035 and thereafter; the initial trend was developed using the National Health Care Trend Survey; the ultimate trend was developed using a building block approach which considers Consumer Price Index, Gross Domestic Product, and technology growth.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(6) OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the primary government of the OGB Plan, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (2.93%) or one percentage point higher (4.93%) than the current discount rate.

	1% Decrease 2.93%	Current Discount Rate 3.93%	1% Increase 4.93%
Authority's proportionate share of the collective total OPEB liability	\$ 19,753,624	\$ 16,804,451	\$ 14,453,284

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability of the primary government of the OGB Plan, as well as what the total OPEB liability would be if it were calculated using health care cost trend rates that are one percentage point lower or one percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Current Trend Rate	1% Increase
Authority's proportionate share of the collective total OPEB liability	\$ 14,447,930	\$ 16,804,451	\$ 19,826,569

(7) SUBSCRIPTION BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITAS)

The Authority has entered into various SBITAs for the use of software applications and related services. These arrangements have been recorded as subscription assets and corresponding subscription liabilities on the combined statement of net position. The Authority recognizes the subscription liability at the commencement of the subscription term, measured as the present value of subscription payments expected to be made during the previously agreed-upon subscription term. The subscription asset is recognized at the same amount as the subscription liability, adjusted for any payments made to the provider at or before the commencement of the subscription term.

The weighted average remaining term on SBITAs was 2.1 years and the weighted average discount rate used to calculate present value of the subscription payments was 2.00% as of June 30, 2025.

The details of the Authority's SBITA right to use assets as of June 30, 2025, are as follows:

	Balance 6/30/2024	Additions	Reductions	Balance 6/30/2025
<u>Governmental Activities:</u>				
Subscription assets	\$ 439,453	\$ 192,869	\$ -	\$ 632,322
Amortization	(215,242)	(107,621)	-	(322,863)
SBITA right to use assets, net	\$ 224,211	\$ 85,248	\$ -	\$ 309,459

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(7) SUBSCRIPTION BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITAS)
(CONTINUED)

Subscription assets are amortized on a straight-line basis over the shorter of the asset's useful life or the term of the subscription. Amortization expense for the year ended June 30, 2025 was \$107,621.

Future minimum subscription payments to be paid under these SBITAs are as follows for the years ending June 30:

	<u>Present Value of Payments</u>	<u>Total Interest</u>	<u>Future Minimum Payments</u>
2026	\$ 204,254	\$ 8,856	\$ 213,110
2027	<u>96,396</u>	<u>3,374</u>	<u>99,770</u>
Total	<u>\$ 300,650</u>	<u>\$ 12,230</u>	<u>\$ 312,880</u>

(8) LEASES

The LMA manages and leases boat slips, land, and building space to certain parties. At June 30, 2025, the leased assets consisted of the land, buildings and improvements with a cost of \$202.7 million, \$98.4 million of related accumulated depreciation, and current depreciation expense of approximately \$5 million. Current year lease revenue amounts to \$5.8 million, which includes \$1.3 million of interest revenue on long-term leases. At June 30, 2025, the balance of deferred inflows of resources is \$35,764,653.

The LMA's proprietary funds report lease receivables on leases that convey control to the use of OLD's nonfinancial assets and exist for a maximum term of greater than 12 months. Generally, boat slips are leased on a yearly basis and do not qualify for recognition

The lease receivable for long-term leases is recognized at the commencement of the lease term at the present value of lease payments expected to be received during the lease period. Lease payments are subject to CPI and fair market value adjustments, depending on the term of the lease and tenant renewal options.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(8) LEASES (CONTINUED)

Future minimum rental payments to be received under these leases are as follows for the years ending June 30:

	Present Value of Payments				Total	Future Minimum
	Lakefront Airport	Orleans Marina	New Basin Canal	NonMajor	Interest	Payments
2026	\$ 1,328,273	\$ 308,426	\$ 600,903	\$ 228,263	\$ 1,284,869	\$ 3,750,734
2027	1,352,838	319,357	622,236	142,082	1,196,986	3,633,499
2028	1,134,268	330,690	644,323	57,908	1,114,921	3,282,110
2029	1,048,408	325,222	667,196	17,582	1,041,081	3,099,489
2030	682,819	336,752	690,878	15,603	970,927	2,696,979
2031 - 2035	1,442,463	1,696,277	3,379,141	86,743	4,141,268	10,745,892
2036 - 2040	1,350,473	852,167	2,468,679	-	3,115,092	7,786,411
2041 - 2045	462,495	97,365	2,843,502	-	2,431,807	5,835,169
2046 - 2050	427,037	115,897	2,986,240	-	1,837,202	5,366,376
2051 - 2055	363,531	137,957	2,112,183	-	1,252,032	3,865,703
2056 - 2060	19,658	164,215	1,617,527	-	900,402	2,701,802
2061 - 2065	-	195,471	690,455	-	644,653	1,530,579
2066 - 2070	-	191,494	448,201	-	527,640	1,167,335
2071 - 2075	-	43,807	533,512	-	422,451	999,770
2076 - 2080	-	-	576,887	-	318,028	894,915
2081 - 2085	-	-	114,904	-	258,739	373,643
2086 - 2090	-	-	136,774	-	236,868	373,642
2091 - 2095	-	-	162,808	-	210,835	373,643
2096 - 2100	-	-	193,797	-	179,846	373,643
2101 - 2105	-	-	230,684	-	142,959	373,643
2106 - 2110	-	-	274,592	-	99,050	373,642
2111 - 2115	-	-	326,858	-	46,785	373,643
2116 - 2120	-	-	91,008	-	2,403	93,411
	<u>\$ 9,612,263</u>	<u>\$ 5,115,097</u>	<u>\$ 22,413,288</u>	<u>\$ 548,181</u>	<u>\$ 22,376,844</u>	<u>\$ 60,065,673</u>

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(9) LONG-TERM OBLIGATIONS

The following table summarizes the changes in long-term obligations during the year ended June 30, 2025:

	Restated Balance 6/30/2024	Additions	Reductions	Balance 6/30/2025	Due Within One Year
<u>Governmental Activities:</u>					
Compensated absences	\$ 1,242,915	\$ 2,820,582	\$ -	\$ 4,063,497	\$ 1,553,591
SBITA liability	220,057	80,593	-	300,650	204,254
Net pension liability	32,674,946	-	(3,781,171)	28,893,775	-
Net OPEB liability	<u>13,180,594</u>	<u>2,563,614</u>	<u>-</u>	<u>15,744,208</u>	<u>-</u>
Total governmental activities	<u>47,318,512</u>	<u>5,464,789</u>	<u>(3,781,171)</u>	<u>49,002,130</u>	<u>1,757,845</u>
<u>Business-Type Activities:</u>					
Compensated absences	119,257	184,343	-	303,600	53,495
Net pension liabilities	3,859,538	-	(131,552)	3,727,986	-
Net OPEB liability	<u>857,297</u>	<u>202,946</u>	<u>-</u>	<u>1,060,243</u>	<u>-</u>
Total business-type activities	<u>4,836,092</u>	<u>387,289</u>	<u>(131,552)</u>	<u>5,093,829</u>	<u>53,495</u>
Total governmental and business-type activities	<u>\$ 52,154,604</u>	<u>\$ 5,852,078</u>	<u>\$ (3,912,723)</u>	<u>\$ 54,093,959</u>	<u>\$ 1,811,340</u>

(10) CONTINGENT LIABILITIES

A variety of claims have been made against the Authority and its districts in a number of pending lawsuits. Management has regular litigation reviews, including updates from outside counsel, to assess the need for accounting recognition or disclosure of these contingencies. The Authority accrues an undiscounted liability for those contingencies when the incurrence of a loss is probable and the amount can be reasonably estimated. If a range of amounts can be reasonably estimated and no amount within the range is a better estimate than any other amount, then the minimum of the range is accrued. The Authority does not record liabilities when the likelihood that the liability has been incurred is probable, but the amount cannot be reasonably estimated or when the liability is believed to be only reasonably possible or remote. For contingencies where an unfavorable outcome is reasonably possible and which are significant, the Authority discloses the nature of the contingency and, where feasible, an estimate of the possible loss. For purposes of our contingency disclosures, "significant" includes material matters as well as other matters which management believes should be disclosed. The Authority and its districts will continue to defend itself vigorously in these matters. Based on a consideration of all relevant facts and circumstances, the Authority does not believe the ultimate outcome of any currently pending lawsuit against the Authority will have a material, or adverse effect upon the Authority's operations, financial condition, or combined financial statements taken as a whole.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(10) CONTINGENT LIABILITIES (CONTINUED)

A former tenant obtained a \$2,103 million trial court judgment against the Lakefront Management Authority in a lease dispute, which the Lakefront Management Authority has appealed. The case involves claims of breach of contract, fraud, and inverse condemnation related to a disputed lease extension. As of June 30, 2025, the judgment is under appeal in the Fourth Circuit Court of Appeal, and further appeals to the Louisiana Supreme Court are possible. The judgment awards approximately \$2,103,845 in damages, plus legal interest from October 8, 2020 until paid, and court costs, as well as reasonable attorney fees under LA R.S. 13:5111(A). The Authority has not recorded a liability for this matter as of June 30, 2025. Management, after consultation with legal counsel, does not consider an unfavorable outcome to be probable at this stage of the appeals process.

It is the opinion of the Authority, after conferring with legal counsel for the Authority, that several of the other potential claims against the Authority, while not classified as “probable,” do not have the reasonable possibility of an unfavorable outcome, so no liability has been recorded.

Federally Assisted Grant Programs

The Authority participates in a number of federally-assisted grant programs. The programs are subject to compliance audits under the Office of Management and Budget Uniform Grant Guidance. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under terms of the grants. The Authority believes that the amount of disallowances, if any, which may arise from future audits, will not be material.

(11) DISAGGREGATION OF RECEIVABLE BALANCES

The following table displays the June 30, 2025 balances in receivables by each governmental activity:

	<u>Authority</u>	<u>OLD</u>	<u>EJLD</u>	<u>LBBLD</u>	<u>LMA</u>	<u>OLD SLIP</u>	<u>Total Governmental</u>
Ad valorem taxes	\$ -	\$ 1,294,128	\$ 52,205	\$ 10,932	\$ 86,731	\$ 1,176,337	\$ 2,620,333
Customers and other, net	<u>137</u>	<u>-</u>	<u>41,326</u>	<u>26</u>	<u>129,521</u>	<u>-</u>	<u>171,010</u>
Total governmental activities	<u>\$ 137</u>	<u>\$ 1,294,128</u>	<u>\$ 93,531</u>	<u>\$ 10,958</u>	<u>\$ 216,252</u>	<u>\$ 1,176,337</u>	<u>\$ 2,791,343</u>

The following table displays the June 30, 2025 balances in receivables by each business-type activity:

	<u>Southshore Harbor</u>	<u>Lakefront Airport</u>	<u>Orleans Marina</u>	<u>New Basin Canal</u>	<u>NonMajor</u>	<u>Total Business-Type</u>
Customers and other, net	\$ 73,938	\$ 1,199,562	\$ 59,763	\$ 200,877	\$ 11,573	\$ 1,545,713
Total business-type activities	<u>\$ 73,938</u>	<u>\$ 1,199,562</u>	<u>\$ 59,763</u>	<u>\$ 200,877</u>	<u>\$ 11,573</u>	<u>\$ 1,545,713</u>

All amounts are due or expected to be collected within one year.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(11) DISAGGREGATION OF RECEIVABLE BALANCES (CONTINUED)

Ad Valorem Taxes

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied by each district in November and billed to the taxpayers in December. Billed taxes become delinquent on January 1 of the following year.

The Louisiana Constitution provides that the OLD may levy an annual tax not to exceed 2.5 mills to construct and maintain levees, levee drainage, flood protection, hurricane flood protection, and all other incidental purposes. If the OLD needs to raise additional funds in excess of the amount authorized by the constitution, the taxes in excess of 2.5 mills must be approved by a majority vote of the electors of Orleans Parish. By 1983, the 2.5 mill constitutional tax was reestablished at 5.46 mills and the special levee improvement tax was reestablished at 6.07 mills.

By general election held in the City of New Orleans in 1983, the voters of Orleans Parish elected to continue the 6.07 mill ad valorem tax on assessed property for 30 years (1985-2015) to finance hurricane and flood protection projects and fund the retirement of levee improvement bonds. The electorate also approved an ongoing maintenance tax of 0.75 mills for maintaining the flood protection system.

On November 6, 2012, the citizens of the City of New Orleans voted to approve a renewal and rededication of the 6.07 mill tax for an additional 30 years. This included 5.46 mills dedicated to constructing and maintaining levees, levee drainage, flood protection, hurricane flood protection, and all other purposes incidental thereto including debt service payments, as well as 0.61 mills for operation and maintenance of non-revenue producing assets not directly related to drainage, flood control, or water resources development pertaining to tidewater flooding, hurricane control, or saltwater intrusion.

The OLD collects three ad valorem taxes: constitutional, maintenance, and special levee improvement tax. All tax other than provided in constitution must have approval of the voters of Orleans Parish. The citizens of New Orleans approved the special levee improvement and maintenance tax.

The following table shows the maximum rates as well as the rates billed during the year ended June 30, 2025:

	<u>Authorized</u>	<u>Levied 2025</u>
Parish-wide taxes:		
Constitutional	5.46	4.8
Maintenance	0.75	0.66
Levee improvement	<u>6.07</u>	<u>5.33</u>
	<u>12.28</u>	<u>10.79</u>

The Louisiana Constitution provides that the EJLD for the purpose of constructing and maintaining levees, levee drainage, flood protection, hurricane flood protection, and all other purposes incidental thereto, the levee districts may levy annually a tax not to exceed 5.0 mills. If the EJLD needs to raise additional funds in excess of the amount collected constitutionally, the taxes in excess of 5.0 mills must be approved by a majority vote of the electors.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(11) DISAGGREGATION OF RECEIVABLE BALANCES (CONTINUED)

Ad Valorem Taxes (Continued)

The following table shows the maximum rates as well as the rates billed during the year ended June 30, 2025:

	<u>Authorized</u>	<u>Levied 2025</u>
Parish-wide taxes:		
Constitutional	<u>3.82</u>	<u>3.82</u>
	<u>3.82</u>	<u>3.82</u>

The Louisiana Constitution provides that the LBBLD for the purpose of constructing and maintaining levees, levee drainage, flood protection, hurricane flood protection, and all other purposes incidental thereto, the levee districts may levy annually a tax not to exceed 5.0 mills. If the LBBLD needs to raise additional funds in excess of the amount collected constitutionally, the taxes in excess of 5.0 mills must be approved by a majority vote of the electors.

The following table shows the maximum rates as well as the rates billed during the year ended June 30, 2025:

	<u>Authorized</u>	<u>Levied 2025</u>	<u>Effective Years</u>
Parish-wide taxes:			
Constitutional	3.99	3.99	
Maintenance	<u>3.13</u>	<u>3.13</u>	2015 - 2044
	<u>7.12</u>	<u>7.12</u>	

(12) DISAGGREGATION OF PAYABLE BALANCES

The following table displays the June 30, 2025 balances in payables by each governmental activity:

	<u>Authority</u>	<u>OLD</u>	<u>EJLD</u>	<u>LBBLD</u>	<u>LMA</u>	<u>OLD SLIP</u>	<u>Total Governmental</u>
Vendors and employees	\$ 7,851,863	\$ -	\$ -	\$ -	\$ 943,325	\$ -	\$ 8,795,188
Contractor payables	<u>-</u>	<u>-</u>	<u>11,063</u>	<u>103,803</u>	<u>-</u>	<u>194,428</u>	<u>309,294</u>
Total governmental activities	<u>\$ 7,851,863</u>	<u>\$ -</u>	<u>\$ 11,063</u>	<u>\$ 103,803</u>	<u>\$ 943,325</u>	<u>\$ 194,428</u>	<u>\$ 9,104,482</u>

The following table displays the June 30, 2025 balances in payables by each business-type activity:

	<u>Southshore Harbor</u>	<u>Lakefront Airport</u>	<u>Orleans Marina</u>	<u>New Basin Canal</u>	<u>NonMajor</u>	<u>Total Business-Type</u>
Contractor payables	\$ 9,986	\$ 447,824	\$ -	\$ 964	\$ -	\$ 458,774
Total business-type activities	<u>\$ 9,986</u>	<u>\$ 447,824</u>	<u>\$ -</u>	<u>\$ 964</u>	<u>\$ -</u>	<u>\$ 458,774</u>

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(12) DISAGGREGATION OF PAYABLE BALANCES (CONTINUED)

All amounts are payable within one year. Due from other governments represents amounts to be received from Federal Emergency Management Agency and other grantors. As of June 30, 2025, the Authority had a balance of \$1,823,774 due from other governments

(13) INTERFUND BALANCES AND TRANSFERS

Due to and due from other funds are netted in the governmental funds and statement of activities to arrive at one balance for each fund. The disaggregation of due to and due from accounts at June 30, 2025 is as follows:

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
Governmental Funds:		
Authority	\$ 9,513,623	\$ 112,160
OLD	256,901	14,336,789
EJLD	70,245	798,179
LBBLD	3,909	454,807
LMA OLD Real Estate	36,025,993	32,811,480
LMA General Improvement	-	2,166,849
OLD SLIP	<u>10,000,000</u>	<u>4,045,398</u>
 Total governmental funds	 <u>55,870,671</u>	 <u>54,725,662</u>
Proprietary Funds:		
SSH	1,276,877	5,728,544
KNEW	6,088,506	26,831,706
OM	8,442,132	902,044
NBC	523,040	150,842
Nonmajor	<u>16,501,710</u>	<u>364,138</u>
 Total proprietary funds	 <u>32,832,265</u>	 <u>33,977,274</u>
 Total	 <u>\$ 88,702,936</u>	 <u>\$ 88,702,936</u>

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(13) INTERFUND BALANCES AND TRANSFERS (CONTINUED)

Transfers between funds during the year ended June 30, 2025 are as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
Governmental Funds:		
OLD	\$ 3,558,697	\$ -
LMA	<u>-</u>	<u>125,379</u>
Total governmental funds	<u>3,558,697</u>	<u>125,379</u>
Proprietary Funds:		
SSH	-	29,270
KNEW	-	3,374,679
OM	-	17,812
Other	<u>-</u>	<u>11,557</u>
Total proprietary funds	<u>-</u>	<u>3,433,318</u>
Total	<u><u>\$ 3,558,697</u></u>	<u><u>\$ 3,558,697</u></u>

(14) TAX ABATEMENT

East Jefferson Levee District

As of December 31, 2023, Jefferson Parish (the Parish) provides tax abatements primarily through one program – the Payment in Lieu of Tax (PILOT) program. In addition, the State of Louisiana offers a number of programs that provide tax abatements within the Parish including the Restoration Tax Abatement (RTA) Program, and the Industrial Tax Exemption Program (ITEP). Information related to the tax year ended December 31, 2024 was not available as of the date of this report.

The Parish enters into ad valorem (property) tax abatement agreements with local businesses through its economic development arm - the Jefferson Parish Economic Development and Port District (JEDCO). JEDCO is authorized under LA R.S. 34:2021 et seq, as well as LA R.S. 39.991 to 1001, inclusive, and other constitutional and statutory authority to acquire, own, lease, rent, repair, renovate, improve, finance, sell and dispose of facilities that are determined by JEDCO to be instrumental to the removal of blight, the redevelopment of distressed areas, or to promote economic development through the creation of jobs, or to enhance the tax base of Jefferson Parish through the construction, renovation, or rehabilitation of improvements, other than for public utility facilities. JEDCO utilizes a Payment in Lieu of Tax (PILOT) program, which includes a sale-leaseback agreement on targeted facilities whereby JEDCO, a political subdivision exempt from property taxes, takes title to the property and leases the property back to the business. Rent or lease payments are then made to the local governments in lieu of ad valorem (property) taxes on the property. The amounts of the payments under the agreements are negotiated between JEDCO and the business and can result in partial or total tax abatements. The payments are then made over an agreed-upon number of years (typically anywhere from 3 to 20 years).

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(14) TAX ABATEMENT (CONTINUED)

East Jefferson Levee District (Continued)

JEDCO typically sets dollar investment thresholds, as well as job creation or retention goals within the agreement. Failure to comply with these thresholds can affect the amount of tax abatement on a go forward basis. There are currently five active PILOT programs in the Parish. Payments received or due at December 31, 2023 under these PILOT agreements amounted to \$1,8231,607.

The Restoration Tax Abatement (RTA) program is an economic development incentive created for use by municipalities and local governments to encourage the expansion, restoration, improvement, and development of existing commercial and residential properties in Downtown Development Districts, Economic Development Districts, or Historic Districts. The Parish has several eligible districts on both the east and west banks of the river. The program is authorized under LA R.S. 47:4311-4319 and is administered by the Louisiana Department of Economic Development (LED). Abatements are obtained through application by the property owner, subject to approval by the Governor, the Louisiana Board of Commerce and Industry, and the local governing authority (i.e., the Parish), which includes proof that the property is in a targeted district and that the improvements have been made. The program allows the owner the right for five (5) years, to pay ad valorem taxes based on the assessed valuation of the property for the year prior to the commencement of the project. Thus, the RTA abatement is equal to 100 percent of the additional ad valorem (property) tax resulting from the increase in assessed value as a result of the improvements. The contract may be eligible for renewal, subject to the same conditions, for an additional five (5) years, if approved.

Under this program, the amount of the improvements (i.e., the "contract value") is not included in the tax assessment until the abatement period has ended and the property is assessed with the improvements taken into account. Because the Parish Assessor does not reassess the value of the property until the abatement period has expired, it is not possible to calculate the true amount of taxes abated in anyone year. The amounts shown are the estimated maximum amount of taxes that would be abated if the full contract value as adjusted for depreciation were added to the assessed value (which would hardly ever be the case). The actual amount of taxes abated can be substantially less than what is noted.

At December 31, 2023, there were 10 active RTA abatement contracts in the Parish.

The Industrial Tax Exemption Program (ITEP) is a full, 100 percent exemption from local ad valorem (property) taxes as authorized in the Louisiana Constitution of 1974, Article VII, Part 2, Section 21(F), as amended by the Governor's Executive Order No. JBE 2016-26. Participating companies are eligible to receive an initial five (5) year exemption, plus the opportunity for a five (5) year renewal, for a total often (10) years of full exemption from local property taxes. The program is available only to manufacturers. Manufacturing businesses are defined as those with a North American Industry Classification System (NAICS) code of 31, 32, or 33. General categories include food manufacturers and manufacturers of durable and non-durable goods. The types of specific businesses eligible to receive ITEP exemptions are varied, including fertilizer and pesticide manufacturers, petrochemical manufacturers, industrial equipment and machinery manufacturers, and even breweries. Up until now, Louisiana has had no job creation or capital investment thresholds required for eligibility. The exemption applies to all improvements to land, buildings, machinery, equipment, and any other property that is part of the manufacturing process. Maintenance capital (i.e., property replacements and refurbishments) is also eligible for the exemption. The land on which the manufacturing establishment is located is not eligible for the exemption. An advance notification of intent to apply for the tax exemption is filed with the Louisiana Office of Economic Development (LED) Office of Business Development. The LED then presents the application to the Louisiana Board of Commerce and Industry for review and approval. The applicant files an annual report with the Parish Assessor listing the exempted property so that it may be separately listed on the tax rolls.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(14) TAX ABATEMENT (CONTINUED)

East Jefferson Levee District (Continued)

While the ITEP program is still available and being used, the recent Governor's Executive Order has placed several limitations and new criteria on the ITEP program until the statute could be revisited. At December 31, 2023, there are 72 active ITEP abatements in the Parish.

The amount of tax abatements granted during 2023 under each program is as follows:

<u>Source: Tax</u>		<u>Parish's Share of</u>	<u>East Jefferson Levee</u>
<u>Abatement Program</u>	<u>Type of Tax</u>	<u>Taxes Abated</u>	<u>District's Portion</u>
RTA Program	Ad Valorem	\$ 695,438	\$ 12,784
ITEP Program	Ad Valorem	\$ 6,819,046	\$ 26,829

Lake Borgne Basin Levee District

The St. Bernard Parish Assessor (the "Assessor") negotiates property tax abatement agreements on the Parish's behalf on an individual basis. Each agreement was negotiated for a variety of economic development purposes, including business relocation, retention, and expansion. The Assessor has tax abatement agreements with four entities as of December 31, 2024.

Four oil and gas companies, through an agreement negotiated with the Industrial Tax Exemption program has property assessed at \$44,483,885 with exempt taxes of \$6,276,679. The Parish's portion of these taxes was \$4,025,792. Lake Borgne Basin Levee District's portion of the amount of taxes abated was approximately \$216,000 for the tax year ended December 31, 2024.

The Industrial Tax Exemption program may be granted to manufacturers located within the Parish. The Industrial Tax Exemption program abates, up to ten years, local property taxes on a manufacturer's new investment and annual capitalized additions related to the manufacturing sale. The Assessor has not made any commitments as part of the agreements other than to reduce taxes. The Parish is not subject to any tax abatement agreements entered into by other governmental entities other than the Assessor.

Orleans Parish

The local government is subject to certain property tax abatements granted by the Louisiana State Board of Commerce and Industry (the "State Board"), a state entity governed by board members representing major economic groups and gubernatorial appointees. Abatements to which the government may be subject include those issued for property taxes under the Restoration Tax Abatement Program (RTAP).

Under the RTAP, as authorized by Article 7, Section 21(H) of the Louisiana Constitution and LA R.S. 47:4311, companies that expand, restore, improve, or develop an existing structure or structures in a downtown, historic, or economic development district can apply to the State Board and the local governing authority for a property tax exemption. The exemptions are granted for a 5-year term and are renewable for an additional 5-year term upon the approval of the State Board and the local governing authority. The property tax abatements have resulted in reductions of property taxes, which the tax assessor administers as a temporary reduction in the assessed value of the property involved. The abatement agreements stipulate a percentage reduction of property taxes, which can be as much as 100 percent. The local government may recapture abated taxes if a company fails to expand facilities or otherwise fail to fulfill its commitments under the agreement.

The City Council of the City of New Orleans approved tax abatement projects of which \$949,755 was for the Authority.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – EAST
NOTES TO COMBINED FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

(15) NEW ACCOUNTING PRONOUNCEMENTS

The GASB has released Statement No. 103, *Financial Reporting Model Improvements* (Statement 103). This Statement improves key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement also addresses certain application issues. The requirements of this statement are effective for periods beginning after June 15, 2025. The Authority plans to adopt this Statement as applicable by the effective date.

The GASB has released Statement No. 104, *Disclosure of Certain Capital Assets* (Statement 104). The requirements of this Statement will improve financial reporting by providing users of financial statements with essential information about certain types of capital assets in order to make informed decisions and assess accountability. Additionally, the disclosure requirements will improve consistency and comparability between governments. This Statement is effective for periods beginning after June 15, 2025. The Authority plans to adopt this Statement as applicable by the effective date.

REQUIRED SUPPLEMENTARY INFORMATION – PART II

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS
BUDGET AND ACTUAL (BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2025

	<u>Budgetary Amounts</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
<u>REVENUES:</u>			
Tax revenue	\$ 69,110,100	\$ 70,421,521	\$ 1,311,421
Intergovernmental revenues	1,610,100	1,587,491	(22,609)
Mineral revenue	-	169,656	169,656
Operating grants	-	416,306	416,306
Miscellaneous income	6,017,600	3,980,404	(2,037,196)
Investment income (loss)	<u>1,827,500</u>	<u>9,353,467</u>	<u>7,525,967</u>
 Total revenues	 <u>78,565,300</u>	 <u>85,928,845</u>	 <u>7,363,545</u>
 <u>EXPENDITURES:</u>			
Personnel services	34,761,726	26,664,658	8,097,068
Travel and training	315,800	118,037	197,763
Professional services	522,600	748,162	(225,562)
Contractual services	12,395,500	12,711,757	(316,257)
Materials and supplies	3,710,100	3,462,664	247,436
Other charges	2,674,000	2,792,389	(118,389)
Capital outlays	<u>65,453,680</u>	<u>26,310,329</u>	<u>39,143,351</u>
 Total expenditures	 <u>119,833,406</u>	 <u>72,807,996</u>	 <u>47,025,410</u>
 Excess (deficiency) of revenues over (under) expenditures	 <u>(41,268,106)</u>	 <u>13,120,849</u>	 <u>54,388,955</u>
 <u>OTHER FINANCING SOURCES (USES):</u>			
Gain (loss) on sale of capital assets	-	24,927	24,927
Net transfers	-	3,659,733	3,659,733
Litigation payments	<u>-</u>	<u>(5,830,194)</u>	<u>(5,830,194)</u>
 Total other financing (uses)	 <u>-</u>	 <u>(2,145,534)</u>	 <u>(2,145,534)</u>
 Net change in fund balance	 (41,268,106)	 10,975,315	
 Fund balance, beginning of year	 <u>199,627,677</u>	 <u>199,627,677</u>	
 Fund balance, end of year	 <u>\$ 158,359,571</u>	 <u>\$ 210,602,992</u>	

See independent auditors' report and accompanying notes to combined financial statements.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
SCHEDULE OF PROPORTIONATE SHARE OF THE COLLECTIVE NET PENSION LIABILITY
LAST TEN FISCAL YEARS*

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<u>LOUISIANA STATE EMPLOYEES RETIREMENT SYSTEM</u>										
Authority's Proportion of the Collective Net Pension Liability	0.59980%	0.54820%	0.57840%	0.60011%	0.59881%	0.59261%	0.59517%	0.52523%	0.51510%	0.50890%
Authority's Proportionate Share of the Collective Net Pension Liability	\$ 32,621,760	\$ 36,534,483	\$ 43,732,274	\$ 33,029,909	\$ 49,525,338	\$ 42,933,936	\$ 40,590,092	\$ 36,970,047	\$ 40,455,876	\$ 34,616,895
Authority's Covered Payroll	\$ 14,480,319	\$ 16,390,771	\$ 14,189,776	\$ 14,979,528	\$ 13,231,864	\$ 11,875,698	\$ 10,370,537	\$ 9,590,382	\$ 8,998,164	\$ 8,638,094
Authority's Proportionate Share of the Collective Net Pension Liability as a Percentage of its Covered Payroll	225.19%	222.96%	308.20%	220.50%	374.29%	361.53%	391.40%	385.49%	449.60%	400.75%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	74.6%	68.4%	63.7%	72.8%	58.0%	62.9%	62.5%	62.5%	57.7%	62.7%

*The amounts presented have a measurement date of June 30th of the prior year

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
SCHEDULE OF CONTRIBUTIONS - RETIREMENT PLAN
LAST TEN FISCAL YEARS

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
<u>LOUISIANA STATE EMPLOYEES RETIREMENT SYSTEM</u>										
Contractually Required Contribution	\$ 5,933,097	\$ 6,105,286	\$ 6,621,872	\$ 5,377,925	\$ 5,677,241	\$ 5,385,369	\$ 4,500,890	\$ 3,932,736	\$ 3,434,588	\$ 3,353,153
Contributions in Relation to the Contractually Required Contribution	<u>(5,933,097)</u>	<u>(6,105,286)</u>	<u>(6,621,872)</u>	<u>(5,377,925)</u>	<u>(5,677,241)</u>	<u>(5,385,369)</u>	<u>(4,500,890)</u>	<u>(3,932,736)</u>	<u>(3,434,588)</u>	<u>(3,353,153)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Authority's Covered-Employee Payroll	\$ 13,921,791	\$ 14,486,319	\$ 16,390,771	\$ 14,189,776	\$ 14,979,528	\$ 13,231,864	\$ 11,875,698	\$ 10,370,537	\$ 9,590,382	\$ 8,998,164
Contributions as a Percentage of Covered-Employee Payroll	42.62%	42.15%	40.40%	37.90%	37.90%	40.70%	37.90%	37.92%	35.81%	37.26%

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
SCHEDULE OF PROPORTIONATE SHARE OF THE COLLECTIVE NET OPEB LIABILITY
LAST TEN FISCAL YEARS*

	2025	2024	2023	2022	2021	2020	2019	2018	2017
<u>OFFICE OF GROUP BENEFITS</u>									
Authority's Proportion of the Collective Net OPEB Liability	0.21512%	0.19638%	0.19690%	0.20284%	0.20706%	0.20291%	0.19613%	0.24770%	0.24770%
Authority's Proportionate Share of the Collective Net OPEB Liability	\$ 16,804,453	\$ 14,037,809	\$ 13,287,308	\$ 18,573,151	\$ 17,154,205	\$ 15,669,722	\$ 16,742,568	\$ 16,634,063	\$ 17,365,578
Authority's Covered Payroll	\$ 13,813,181	\$ 12,678,496	\$ 12,349,942	\$ 12,719,075	\$ 12,640,391	\$ 11,135,266	\$ 13,231,864	\$ 11,875,698	\$ 10,370,537
Authority's Proportionate Share of the Collective Net OPEB Liability as a Percentage of its Covered Payroll	121.66%	110.72%	107.59%	146.03%	135.71%	140.72%	126.53%	140.07%	167.45%

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

**The amounts presented have a measurement date of July 1 of the prior year.*

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2025

(1) PENSION PLAN SCHEDULES

Change of Benefit Terms

For the valuation year ended June 30, 2017, there was a 1.5% cost of living increase effective July 1, 2016, provided by Acts 93 and 512 of the 2016 Louisiana Regular Legislative Session and added benefits for members of the Harbor Police Retirement System which was merged with LASERS effective July 1, 2015 by Act 648 of 2014.

For the valuation year ended June 30, 2016, there was a 1.5% COLA, effective July 1, 2014, provided by Act 102 of the 2014 Louisiana Regular Legislative Session, and, improved benefits for certain members employed by the Office of Adult Probation and Parole within the Department of Public Safety and Corrections as established by Act 852 of 2014.

There were no changes in benefit terms during any other years presented.

Changes of Assumptions

For the valuation year ended June 30, 2024, the inflation rate increased from 2.3% to 2.4%.

For the valuation year ended June 30, 2022, the investment rate of return was decreased from 7.60% to 7.25%. The inflation rate was also decreased from 2.5% to 2.3%.

For the valuation year ended June 30, 2021, the investment rate of return was increased from 7.55% to 7.60%. The inflation rate was also increased from 2.3% to 2.5%.

For the valuation year ended June 30, 2020, the investment rate of return was decreased from 7.60% to 7.55%. The inflation rate was also decreased from 2.5% to 2.3%. The remaining expected service lives assumption was reduced from 3 years to 2 years.

During the year ended June 30, 2019, the Louisiana State Employees' Retirement System (LASERS) adjusted its assumption of the investment rate of return and the discount rate from 7.65% to 7.60%. LASERS lowered its inflation rate assumption from 2.75% to 2.50%. Additionally, LASERS adjusted its expected remaining service lives from 3 years to 2 years. Mortality rates used changed from RP-2000 Combined Healthy Mortality Table with mortality improvement projected to 2015 to RP-2014 Healthy Mortality Table with mortality improvement projected using the MP-2018. The adjusted the ranges of its salary increase assumptions from 3.4% – 14.3% to 3.2% – 14.0%.

During the year ended June 30, 2018, LASERS adjusted its assumption of the investment rate of return and the discount rate from 7.70% to 7.65%.

During the year ended June 30, 2017, the LASERS adjusted its assumption of the investment rate of return and the discount rate from 7.75% to 7.70%. LASERS lowered its inflation rate assumption from 3.0% to 2.75%. Additionally, LASERS adjusted the ranges of its salary increase assumptions from 3.6% – 14.5% to 3.4% – 14.3%.

There were no changes in assumptions during any other years presented.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
JUNE 30, 2025

(2) OPEB SCHEDULE

There are no assets accumulated in a trust that meets the requirements in paragraph 4 of GASB Statement 75 to pay related benefits.

Change of Benefit Terms

There were no changes in benefit terms for the valuation dates presented.

Changes of Assumptions

For the July 1, 2024 valuation, the discount rate changed from 4.13% to 3.93%. Baseline per capita costs and medical plan election percentages were updated to reflect 2024 claims and enrollment.

For the July 1, 2023 valuation, the discount rate changed from 4.09% to 4.13%. Baseline per capita costs were updated to reflect 2023 claims and enrollment.

For the July 1, 2022 valuation, the discount rate changed from 2.18% to 4.09%. Baseline per capita costs were updated to reflect 2022 claims and enrollment. Medical plan election percentages were updated based on the coverage elections of recent retirees.

For the July 1, 2021 valuation, the discount rate changed from 2.66% to 2.18%. Baseline per capita costs were updated to reflect 2021 claims and enrollment for the prescription drug costs and retiree contributions were updated based on 2022 premiums. 2021 medical claims and enrollment experience were reviewed but not included in the projection of expected 2022 plan costs. Due to the COVID-19 pandemic, the actuary does not believe this experience is reflective of what can be expected in future years. The salary scale assumptions were revised for the Louisiana State Employees' Retirement System and the Teachers' Retirement System of Louisiana.

For the July 1, 2020 valuation, the discount rate changed from 2.79% to 2.66%. Baseline per capita costs (PCCs) were updated to reflect 2020 claims and enrollment for the prescription drug costs and retiree contributions were updated based on 2021 premiums. 2020 medical claims and enrollment experience were reviewed but not included in the projection of expected 2021 plan costs. Due to the COVID-19 pandemic, the actuary does not believe this experience is reflective of what can be expected in future years. The salary scale assumptions were revised for the Louisiana State Employees' Retirement System and the Teachers' Retirement System of Louisiana.

For the July 1, 2019 valuation, the discount rate was adjusted to 2.79%. Additionally, per capita costs and premiums were updated, certain demographic assumptions were revised, high cost excise tax was removed, and life insurance contributions were adjusted.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
JUNE 30, 2025

(2) OPEB SCHEDULE (CONTINUED)

For the July 1, 2018 valuation, the discount rate has decreased from 3.13% to 2.98%. Baseline per capita costs were updated to reflect 2018 claims and enrollment and retiree contributions were updated based on 2019 premiums. The impact of the High Cost Excise Tax was revisited, reflecting updated plan premiums. Demographic assumptions were revised for the Louisiana State Police Retirement System, the Louisiana School Employees' Retirement System, and the Teachers' Retirement System of Louisiana to reflect recent experience studies. The mortality assumption for the Louisiana State Employees' Retirement System was updated from the RP-2014 Healthy Annuitant and Employee tables for males and females with generational projections using projection scale MP-2017 to the RP-2014 Healthy Annuitant and Employee tables for males and females using projection scale MP-2018. The percentage of future retirees assumed to elect medical coverage was modified based on recent plan experience.

There were no changes in assumption for the July 1, 2017 valuation.

OTHER SUPPLEMENTARY INFORMATION – PART I

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS TO AGENCY HEAD
FOR THE YEAR ENDED JUNE 30, 2025

	<u>Kelli Chandler</u> <u>Regional Director</u>	<u>Roy Carruba</u> <u>President of the Board</u>
	7/1/2024 through 1/3/2025	1/4/2024 through 6/30/2025
Salary	\$ 122,835	\$ -
Per diem	-	2,412
Benefits-health insurance	10,816	-
Benefits-retirement	34,851	-
Benefits-life insurance	174	-
Benefits-short-term disability	425	-
Benefits-FICA and Medicare	1,812	185
Car allowance	4,500	-
Cell phone	428	-
Reimbursements	240	-
Travel	1,617	-
Registration fees	-	350
	<u>\$ 177,698</u>	<u>\$ 2,947</u>

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
SCHEDULE OF BOARD MEMBERS' COMPENSATION
FOR THE YEAR ENDED JUNE 30, 2025

BOARD MEMEBRS

COMPENSATION

Arrigo, Roy M	\$ 3,210
Carubba, Roy M	2,947
Cosse, Clay A.	3,010
Duplantier, Richard	472
Fierke, Thomas G	2,712
Miller, Herbert I	240
Noel, Karl Randall	2,812
Rabb, Derek N	2,772
Settoon, Deborah M	3,046
Settoon, William A	<u>2,516</u>
	<u>\$ 23,737</u>



**INDEPENDENT AUDITORS' 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**

To the Board of Commissioners
Southeast Louisiana Flood Protection Authority - East
New Orleans, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America, *Louisiana Governmental Audit Guide*, and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the combined financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Southeast Louisiana Flood Protection Authority - East (the "Authority") as of and for the year ended June 30, 2025, and the related notes to the combined financial statements, which collectively comprise the Authority's basic combined financial statements and have issued our report thereon dated October 13, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the combined financial statements, we considered the Authority'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 combined financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control. Accordingly, we do not express an opinion on the effectiveness of the Authority'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 combined financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a 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.

To the Board of Commissioners
Southeast Louisiana Flood Protection Authority - East
New Orleans, Louisiana
October 13, 2025

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Authority's combined financial statements are free from 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 combined 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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.

This report is intended solely for the information and use of management, the boards of commissioners, the Louisiana Legislative Auditor, and federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

October 13, 2025
New Orleans, Louisiana


Certified Public Accountants

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2025

A. SUMMARY OF AUDIT RESULTS

1. The independent auditors' report expresses an unmodified opinion on the combined financial statements of the Southeast Louisiana Flood Protection Authority - East.
2. No significant deficiencies or material weaknesses in internal control relating to the audit of the combined financial statements is reported in the Independent Auditors' 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*.
3. No instances of noncompliance material to the financial statements of the Southeast Louisiana Flood Protection Authority - East were reported in the 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*.
4. No management letter was issued for the year ended June 30, 2025.

B. FINDINGS RELATED TO THE FINANCIAL STATEMENTS

There were no findings related to the financial statements for the year ended June 30, 2025.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - EAST
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2025

SECTION I - FINDINGS RELATED TO THE FINANCIAL STATEMENTS

There were no findings related to the financial statements for the year ended June 30, 2024.

SECTION II - MANAGEMENT LETTER

There was no management letter for the year ended June 30, 2024.

OTHER SUPPLEMENTARY INFORMATION – PART II

ANNUAL FISCAL REPORT (AFR) FOR 2025

AGENCY: 20-28-01 - Southeast Louisiana Flood Protection Authority - East

PREPARED BY: Maria Chedid

PHONE NUMBER: 504-286-3126

EMAIL ADDRESS: mchedid@floodauthority.org

SUBMITTAL DATE: 10/14/2025 05:19 PM

STATEMENT OF NET POSITION

ASSETS

CURRENT ASSETS:

CASH AND CASH EQUIVALENTS	3,169,894.00
RESTRICTED CASH AND CASH EQUIVALENTS	0.00
INVESTMENTS	208,158,508.00
RESTRICTED INVESTMENTS	0.00
DERIVATIVE INSTRUMENTS	0.00
OTHER DERIVATIVE INSTRUMENTS	0.00
RECEIVABLES (NET)	4,892,660.00
PLEDGES RECEIVABLE (NET)	0.00
LEASES RECEIVABLE (NET)	1,888,912.00
P3 RECEIVABLE (NET) (Only relates to Transferor)	0.00
AMOUNTS DUE FROM PRIMARY GOVERNMENT	1,823,774.00
DUE FROM FEDERAL GOVERNMENT	0.00
INVENTORIES	412,966.00
PREPAYMENTS	0.00
NOTES RECEIVABLE	0.00
OTHER CURRENT ASSETS	4,828,854.00
TOTAL CURRENT ASSETS	\$225,175,568.00

NONCURRENT ASSETS:

RESTRICTED ASSETS:

CASH	0.00
INVESTMENTS	0.00
RECEIVABLES (NET)	0.00
NOTES RECEIVABLE	0.00
OTHER	0.00
INVESTMENTS	0.00
RECEIVABLES (NET)	0.00
NOTES RECEIVABLE	0.00
PLEDGES RECEIVABLE (NET)	0.00
LEASES RECEIVABLE (NET)	35,799,917.00
P3 RECEIVABLE (NET) (Only relates to Transferor)	0.00
CAPITAL ASSETS (NET OF DEPRECIATION & AMORTIZATION)	
LAND	36,946,736.00
BUILDINGS AND IMPROVEMENTS	217,816,721.00
MACHINERY AND EQUIPMENT	12,758,952.00
INFRASTRUCTURE	6,128,459,359.00
OTHER INTANGIBLE ASSETS	0.00
CONSTRUCTION IN PROGRESS	15,558,351.00
INTANGIBLE RIGHT-TO-USE ASSETS:	
LEASED LAND	0.00
LEASED BUILDING & OFFICE SPACE	0.00
LEASED MACHINERY & EQUIPMENT	0.00
SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITA)	309,459.00
PUBLIC-PRIVATE AND PUBLIC-PUBLIC PARTNERSHIP ARRANGEMENTS (P3) (Only relates to Operator)	0.00
OTHER NONCURRENT ASSETS	0.00
TOTAL NONCURRENT ASSETS	\$6,447,649,495.00
TOTAL ASSETS	\$6,672,825,063.00

DEFERRED OUTFLOWS OF RESOURCES

See Independent Auditors' Report

ANNUAL FISCAL REPORT (AFR)
FOR 2025

AGENCY: 20-28-01 - Southeast Louisiana Flood Protection Authority - East
PREPARED BY: Maria Chedid
PHONE NUMBER: 504-286-3126
EMAIL ADDRESS: mchedid@floodauthority.org
SUBMITTAL DATE: 10/14/2025 05:19 PM

ACCUMULATED DECREASE IN FAIR VALUE OF HEDGING DERIVATIVE INSTRUMENTS	0.00
DEFERRED AMOUNTS ON DEBT REFUNDING	0.00
LEASE RELATED	0.00
P3-RELATED (Only relates to Operator)	0.00
GRANTS PAID PRIOR TO MEETING TIME REQUIREMENTS	0.00
INTRA-ENTITY TRANSFER OF FUTURE REVENUES (TRANSFEREE)	0.00
LOSSES FROM SALE-LEASEBACK TRANSACTIONS	0.00
DIRECT LOAN ORIGATION COSTS FOR MORTGAGE LOANS HELD FOR SALE	0.00
ASSET RETIREMENT OBLIGATIONS	0.00
OPEB-RELATED	5,208,890.00
PENSION-RELATED	7,920,330.00
TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$13,129,220.00

TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES \$6,685,954,283.00

LIABILITIES

CURRENT LIABILITIES:

ACCOUNTS PAYABLE AND ACCRUALS	10,547,968.00
ACCRUED INTEREST	0.00
DERIVATIVE INSTRUMENTS	0.00
OTHER DERIVATIVE INSTRUMENTS	0.00
AMOUNTS DUE TO PRIMARY GOVERNMENT	0.00
DUE TO FEDERAL GOVERNMENT	0.00
AMOUNTS HELD IN CUSTODY FOR OTHERS	0.00
UNEARNED REVENUES	298,976.00
OTHER CURRENT LIABILITIES	0.00

CURRENT PORTION OF LONG-TERM LIABILITIES:

CONTRACTS PAYABLE	0.00
COMPENSATED ABSENCES PAYABLE	1,607,086.00
LEASE LIABILITY	0.00
SBITA LIABILITY	204,254.00
P3 LIABILITY (Only relates to Operator)	0.00
ESTIMATED LIABILITY FOR CLAIMS	0.00
NOTES PAYABLE	0.00
BONDS PAYABLE	0.00
OPEB LIABILITY	0.00
POLLUTION REMEDIATION OBLIGATIONS	0.00
OTHER LONG-TERM LIABILITIES	0.00

TOTAL CURRENT LIABILITIES \$12,658,284.00

NONCURRENT PORTION OF LONG-TERM LIABILITIES:

CONTRACTS PAYABLE	0.00
COMPENSATED ABSENCES PAYABLE	4,367,097.00
LEASE LIABILITY	0.00
SBITA LIABILITY	96,396.00
P3 LIABILITY (Only relates to Operator)	0.00
ESTIMATED LIABILITY FOR CLAIMS	0.00
NOTES PAYABLE	0.00
BONDS PAYABLE	0.00
OPEB LIABILITY	16,804,451.00
NET PENSION LIABILITY	32,621,761.00
POLLUTION REMEDIATION OBLIGATIONS	0.00
OTHER LONG-TERM LIABILITIES	0.00

UNEARNED REVENUE See Independent Auditors' Report 0.00

**ANNUAL FISCAL REPORT (AFR)
FOR 2025**

AGENCY: 20-28-01 - Southeast Louisiana Flood Protection Authority - East
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EMAIL ADDRESS: mchedid@floodauthority.org
SUBMITTAL DATE: 10/14/2025 05:19 PM

TOTAL NONCURRENT LIABILITIES	\$53,889,705.00
TOTAL LIABILITIES	\$66,547,989.00

DEFERRED INFLOWS OF RESOURCES	
ACCUMULATED INCREASE IN FAIR VALUE OF HEDGING DERIVATIVE INSTRUMENTS	0.00
DEFERRED AMOUNTS ON DEBT REFUNDING	0.00
LEASE RELATED	35,764,653.00
P3-RELATED (Only relates to Transferor)	0.00
GRANTS RECEIVED PRIOR TO MEETING TIME REQUIREMENTS	0.00
SALES/INTRA-ENTITY TRANSFER OF FUTURE REVENUES (TRANSFEROR)	0.00
GAINS FROM SALE-LEASEBACK TRANSACTIONS	0.00
SPLIT INTEREST AGREEMENTS	0.00
POINTS RECEIVED ON LOAN ORIGATION	0.00
LOAN ORIGATION FEES RECEIVED FOR MORTGAGE LOANS HELD FOR SALE	0.00
OPEB-RELATED	2,525,594.00
PENSION-RELATED	4,188,232.00
TOTAL DEFERRED INFLOWS OF RESOURCES	\$42,478,479.00

NET POSITION:	
NET INVESTMENT IN CAPITAL ASSETS	6,410,979,048.00
RESTRICTED FOR:	
CAPITAL PROJECTS	0.00
DEBT SERVICE	0.00
NONEXPENDABLE	0.00
EXPENDABLE	0.00
OTHER PURPOSES	500,000.00
UNRESTRICTED	\$165,448,767.00
TOTAL NET POSITION	\$6,576,927,815.00

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STATEMENT OF ACTIVITIES

PROGRAM REVENUES				
EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	NET (EXPENSE) REVENUE
228,613,978.00	6,718,706.00	0.00	4,900,382.00	\$(216,994,890.00)
GENERAL REVENUES				
PAYMENTS FROM PRIMARY GOVERNMENT				72,712,939.00
OTHER				8,441,478.00
ADDITIONS TO PERMANENT ENDOWMENTS				0.00
CHANGE IN NET POSITION				\$(135,840,473.00)
NET POSITION - BEGINNING				\$6,717,216,169.00
NET POSITION - RESTATEMENT - ERROR CORRECTION				0.00
NET POSITION - RESTATEMENT - CHANGE IN ACCOUNTING PRINCIPLE				(4,447,881.00)
NET POSITION - RESTATEMENT - CHANGE IN REPORTING ENTITY				0.00
NET POSITION - ENDING				\$6,576,927,815.00

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DUES AND TRANSFERS

Account Type Amounts due from Primary Government	Intercompany (Fund)	Amount
	GF - General Fund	1,823,774.00
	Total	\$1,823,774.00

Account Type Amounts due to Primary Government	Intercompany (Fund)	Amount
	Total	\$0.00

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SCHEDULE OF BONDS PAYABLE

Series Issue	Date of Issue	Original Issue Amount	Principal Outstanding PFY	Issue (Redeemed)	Principal Outstanding CFY	Interest Outstanding CFY
		0.00	0.00	0.00	\$ 0.00	0.00
		Totals	\$0.00	\$0.00	\$0.00	\$0.00

Series - Unamortized Premiums:

Series Issue	Date of Issue	Principal Outstanding PFY	Issue (Redeemed)	Principal Outstanding CFY
		0.00	0.00	\$ 0.00
		Totals	\$0.00	\$0.00

Series - Unamortized Discounts:

Series Issue	Date of Issue	Principal Outstanding PFY	Issue (Redeemed)	Principal Outstanding CFY
		0.00	0.00	\$ 0.00
		Totals	\$0.00	\$0.00

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SCHEDULE OF BONDS PAYABLE AMORTIZATION

Fiscal Year Ending:	Principal	Interest
2026	0.00	0.00
2027	0.00	0.00
2028	0.00	0.00
2029	0.00	0.00
2030	0.00	0.00
2031	0.00	0.00
2032	0.00	0.00
2033	0.00	0.00
2034	0.00	0.00
2035	0.00	0.00
2036	0.00	0.00
2037	0.00	0.00
2038	0.00	0.00
2039	0.00	0.00
2040	0.00	0.00
2041	0.00	0.00
2042	0.00	0.00
2043	0.00	0.00
2044	0.00	0.00
2045	0.00	0.00
2046	0.00	0.00
2047	0.00	0.00
2048	0.00	0.00
2049	0.00	0.00
2050	0.00	0.00
2051	0.00	0.00
2052	0.00	0.00
2053	0.00	0.00
2054	0.00	0.00
2055	0.00	0.00
2056	0.00	0.00
2057	0.00	0.00
2058	0.00	0.00
2059	0.00	0.00
2060	0.00	0.00
Premiums and Discounts	\$0.00	
Total	\$0.00	\$0.00

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Other Postemployment Benefits (OPEB)

If your agency has active or retired employees who are members of the Office of Group Benefits (OGB) Health Plan, please provide the following information: (Note: OGB has a 6/30/2024 measurement date for their OPEB valuation)

Benefit payments made subsequent to the measurement date of the **OGB** Actuarial Valuation Report until the employer's fiscal year end. (Benefit payments are defined as the employer payments for retirees' health and life insurance premiums). For agencies with a 6/30 year end this covers the current fiscal year being reported. 1,236,890.34
For calendar year end agencies, it covers the period 7/1 to 12/31 for the current year being reported.

Covered Employee Payroll for the **PRIOR** fiscal year (not including related benefits) 13,813,181.00

For calendar year-end agencies only: Benefit payments or employer payments for retirees' health and life insurance premiums made for the next year's valuation reporting period (7/1/2024 - 6/30/2025). This information will be provided to the actuary for the valuation report early next year. 0.00

For agencies that have employees that participate in the **LSU Health Plan**, provide the following information: (Note: The LSU Health Plan has a measurement date of 6/30/2025 for their OPEB valuation report.)

Covered Employee Payroll for the **CURRENT** fiscal year (not including related benefits) 0.00

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CERTAIN RISK DISCLOSURES (GASB 102)

A concentration or constraint must meet the following criteria before disclosure is required:

- a. The concentration or constraint is known prior to the issuance of the financial statements.
 - b. The concentration or constraint makes the reporting unit vulnerable to the risk of a substantial impact.
 - c. An event associated with the concentration or constraint that could cause a substantial impact has occurred, has begun to occur, or is more likely than not to begin to occur within 12 months of the date the financial statements are issued.
- Note: The State's financial statements are issued December 31 for the fiscal year ended June 30.

If the concentration or constraint meets all the criteria above, disclose the following for each concentration or constraint.
Note: If the agency has taken mitigation action that causes any of the disclosure criteria not to be met, no disclosure is required.

Do you have any concentrations or constraints to disclose that meet the criteria described above? No

List each event associated with the concentration or constraint that could cause a substantial impact if the event has occurred, has begun to occur, or is more likely than not to begin to occur prior to December 31, 2026.

Disclose the actions taken by the entity to mitigate the risk.

List the concentration or constraint:

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FUND BALANCE/NET POSITION RESTATEMENT

ERROR CORRECTIONS

For each beginning net position restatement resulting from a correction of an error, select the SNP account and the SOA account affected by the error. Only material errors should be restated. Immaterial errors should be corrected through current period revenue or expenses, as applicable. In the description field, explain the nature of the error, and its correction, including periods affected by the error.

Account Name/Description	Beginning Net Position Restatement Amount
Total Restatement - Error Corrections	\$0.00

CHANGES IN ACCOUNTING PRINCIPLE

For each beginning net position restatement resulting from the application of a new accounting principle, select the SNP account and the SOA account that are affected by the change in accounting principle. In the description field explain the nature of the change in accounting principle and the reason for the change. If the change is due to the implementation of a new GASB pronouncement, identify the pronouncement that was implemented.

Account Name/Description	Beginning Net Position Restatement Amount
SNP NONCURRENT LIABILITIES - COMPENSATED ABSENCES PAYABLE	
SOA OTHER Description: GASB 101	(4,447,881.00)
Total Restatement - Changes in Accounting Principle	\$(4,447,881.00)

CHANGES IN REPORTING ENTITY

Describe the nature and reason for the change to or within the financial reporting entity and list the effect (amount) on beginning net position.

Description	Effect on Beginning Net Position
	0.00
Total Restatement - Changes in Reporting Entity	\$0.00

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SUBMISSION

Before submitting, ensure that all data (statements, notes, schedules) have been entered for the agency.

Once submitted no changes can be made to any of the agency data for the specified year.

By clicking 'Submit' below you certify that the financial statements herewith given present fairly the financial position and the results of operations for the year ended in accordance with policies and practices established by the Division of Administration or in accordance with Generally Accepted Accounting Principles as prescribed by the Governmental Accounting Standards Board.

Reminder: You must send Louisiana Legislative Auditors an electronic copy of the AFR report in a pdf, tiff, or some other electronic format to the following e-mail address:
LLAFileroom@lla.la.gov.