

CITY OF CARENCRO, LOUISIANA

Financial Report

Year Ended November 30, 2021

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INDEPENDENT AUDITOR'S REPORT

The Honorable Glenn Brasseaux, Mayor,
and Members of the Board of Aldermen
City of Carencro, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Carencro, Louisiana, (the City) as of and for the year ended November 30, 2021, and the related notes to the financial statements, which collectively comprise the basic financial statements of the City's primary government as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Adverse Opinion on Discretely Presented Component Unit

The financial statements referred to above do not include financial data for the City's legally separate component unit. Accounting principles generally accepted in the United States of America require the financial data for component units to be reported with the financial data of the City's primary government unless the City also issues financial statements for the financial reporting entity that include the financial data for its component units. The City has not issued such reporting entity financial statements. Because of this departure from accounting principles generally accepted in the United States of America, the assets, liabilities, net position, revenues, and expenses of the discretely presented component unit would have been reported as \$6,189,924, \$14,263, \$6,172,856, \$2,211,755, and \$1,911,028, respectively.

Adverse Opinion on Discretely Presented Component Unit

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on Discretely Presented Component Unit" paragraph, the financial statements referred to above do not present fairly the financial position of the discretely presented component unit of the City of Carencro, Louisiana, as of November 30, 2021, or the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Carencro, Louisiana, as of November 30, 2021, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information, schedule of net pension liability, and schedule of employer contributions on pages 51 through 58 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during the audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The City of Carencro has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Carencro, Louisiana's basic financial statements. The other supplementary information on pages 60 through 91 is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The combining and comparative statements, comparative department analysis of revenues and expenses for the Utility Fund, and the justice system funding schedule are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information, has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and comparative statements, comparative department analysis of revenues and expenses for the Utility Fund, and the justice system funding schedule is fairly stated in all material respects in relation to the primary government basic financial statements as a whole.

The prior year comparative information on the comparative statements was derived from the City of Carencro's 2020 financial statements, which was subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America, and, in our opinion, was fairly presented in all material respects in relation to the basic financial statements from which they have been derived.

The various other informational schedules have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 28, 2022 on our consideration of the City of Carencro's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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 City of Carencro's internal control over financial reporting and compliance.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
April 28, 2022

BASIC FINANCIAL STATEMENTS

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

CITY OF CARENCRO, LOUISIANA

Statement of Net Position
November 30, 2021

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and interest-bearing deposits	\$ 19,140,630	\$ 529,884	\$ 19,670,514
Investments	201,620	530,961	732,581
Receivables, net	1,254,894	622,602	1,877,496
Internal balances	-	-	-
Due from other governmental agencies	1,931,762	-	1,931,762
Prepaid items	34,350	20,313	54,663
Total current assets	<u>22,563,256</u>	<u>1,703,760</u>	<u>24,267,016</u>
Noncurrent assets:			
Restricted assets -			
Cash and interest-bearing deposits	-	1,255,790	1,255,790
Investments	-	47,058	47,058
Capital assets -			
Land and construction in progress	3,999,614	13,650,291	17,649,905
Other capital assets, net	26,012,881	15,974,483	41,987,364
Total noncurrent assets	<u>30,012,495</u>	<u>30,927,622</u>	<u>60,940,117</u>
Total assets	<u>52,575,751</u>	<u>32,631,382</u>	<u>85,207,133</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	<u>1,766,289</u>	<u>148,415</u>	<u>1,914,704</u>
LIABILITIES			
Current liabilities:			
Accounts and other payables	594,878	437,587	1,032,465
Due to other governmental agencies	122,809	-	122,809
Customers deposits payable	-	562,415	562,415
Capital lease payable	53,225	53,229	106,454
DHH water loan payable	-	178,341	178,341
Bonds and certificates of indebtedness payable	1,450,000	278,000	1,728,000
Unearned revenue	1,728,177	-	1,728,177
Accrued interest	130,159	41,177	171,336
Total current liabilities	<u>4,079,248</u>	<u>1,550,749</u>	<u>5,629,997</u>
Noncurrent liabilities:			
Compensated absences payable	101,087	85,739	186,826
Net pension liability	3,210,354	554,885	3,765,239
Capital lease payable	170,940	102,765	273,705
DHH water loan payable	-	3,896,934	3,896,934
Bonds and certificates of indebtedness payable	12,710,000	1,500,000	14,210,000
Total noncurrent liabilities	<u>16,192,381</u>	<u>6,140,323</u>	<u>22,332,704</u>
Total liabilities	<u>20,271,629</u>	<u>7,691,072</u>	<u>27,962,701</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	<u>1,697,541</u>	<u>172,852</u>	<u>1,870,393</u>
NET POSITION			
Net investment in capital assets	15,628,330	23,364,918	38,993,248
Restricted for sales tax dedications	16,759,865	-	16,759,865
Restricted for debt service	1,332,733	699,256	2,031,989
Restricted for capital projects	515,601	-	515,601
Unrestricted (deficit)	(1,863,659)	851,699	(1,011,960)
Total net position	<u>\$ 32,372,870</u>	<u>\$ 24,915,873</u>	<u>\$ 57,288,743</u>

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

CITY OF CARENCRO, LOUISIANA

Statement of Activities
For the Year Ended November 30, 2021

Activities	Expenses	Program Revenues			Net (Expense) Revenues and Changes in Net Position		Total
		Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	
Governmental activities:							
General government	\$ 1,543,869	\$ 705,113	\$ -	\$ -	\$ (838,756)	\$ -	\$ (838,756)
Public safety -							
Police	3,311,421	447,898	391,432	30,296	(2,441,795)	-	(2,441,795)
Fire	1,044,371	-	153,541	-	(890,830)	-	(890,830)
City Court	204,609	-	-	-	(204,609)	-	(204,609)
Streets	1,627,497	-	20,715	3,160,356	1,553,574	-	1,553,574
Culture and recreation	1,512,677	19,900	372,000	9,106	(1,111,671)	-	(1,111,671)
Interest on long-term debt	381,392	-	-	-	(381,392)	-	(381,392)
Total governmental activities	9,625,836	1,172,911	937,688	3,199,758	(4,315,479)	-	(4,315,479)
Business-type activities:							
Gas	822,238	763,570	-	-	-	(58,668)	(58,668)
Water	1,792,139	1,727,342	-	13,200	-	(51,597)	(51,597)
Sewer	1,512,910	1,546,737	-	-	-	33,827	33,827
Sanitation	768,869	769,367	-	-	-	498	498
Total business-type activities	4,896,156	4,807,016	-	13,200	-	(75,940)	(75,940)
Total	\$ 14,521,992	\$ 5,979,927	\$ 937,688	\$ 3,212,958	(4,315,479)	(75,940)	(4,391,419)
General revenues:							
Taxes -							
Property taxes, levied for general purposes					336,007	-	336,007
Sales and use taxes, levied for general purposes					14,612,851	-	14,612,851
Franchise taxes					540,053	-	540,053
Grants and contributions not restricted to specific programs -							
State sources					19,418	-	19,418
Non-employer contributions					148,893	23,939	172,832
Interest and investment earnings					29,129	10,906	40,035
Miscellaneous					52,835	-	52,835
Net transfers					(3,238,824)	3,238,824	-
Total general revenues and transfers					12,500,362	3,273,669	15,774,031
Change in net position					8,184,883	3,197,729	11,382,612
Net position - December 1, 2020					24,187,987	21,718,144	45,906,131
Net position - November 30, 2021					\$ 32,372,870	\$ 24,915,873	\$ 57,288,743

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

FUND FINANCIAL STATEMENTS (FFS)

FUND DESCRIPTIONS

General Fund

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

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

1967 Sales Tax Fund -

To account for the receipt and use of proceeds of the City's 1% sales and use tax. These taxes are dedicated to and used for the purpose of paying principal and interest on any bonded debt or funded indebtedness of the City and for purposes of constructing and acquiring the City's sewer system, waterworks and natural gas utilities, paving and improving streets, sidewalks and bridges, constructing street lighting, drainage facilities, fire and police department stations and equipment, public buildings, public parks, public works or for any one or more of said purposes.

1993 Sales Tax Fund -

To account for the receipt and use of proceeds of the City's 1% sales and use tax. These taxes are dedicated to and used for the purpose of paying principal and interest of any bonded debt of the City issued for any lawful capital purpose. The remaining proceeds are dedicated and divided as follows: one-third (1/3) for the purpose of paying the cost of fire and police protection for the City; one-third (1/3) for operating and maintaining recreational facilities and programs for the City; and one-third (1/3) for paying the cost of capital improvements for the City, including acquiring the necessary sites, furnishings, and equipment.

Taxing Increment Financing (TIF) District Sales Tax Fund -

To account for the receipt and use of the proceeds of a 1% sales and use tax levied on the businesses located in the I-49 Corridor Economic Development District, State of Louisiana (the "District"). These taxes are dedicated and used for the purpose of financing economic development projects in the District.

2016 Sales Tax Fund

To account for the receipt and use of proceeds of the City's 1% sales and use tax. These taxes are dedicated to and used for the purpose of constructing, operating, and improving and maintaining the City's sewerage system and providing facilities for and operational support of police and fire protection in the City.

Capital Projects Fund

Capital Projects Fund -

The Capital Projects Fund is used to account for the acquisition and construction of major capital assets other than those financed by proprietary funds.

Enterprise Fund

Utility Fund -

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

CITY OF CARENCRO, LOUISIANA

Balance Sheet
Governmental Funds
November 30, 2021

	General	1967 Sales Tax Special Revenue	1993 Sales Tax Special Revenue	TIF District Sales Tax Special Revenue	2016 Sales Tax Special Revenue	Capital Projects Fund	Other Governmental Funds	Total
ASSETS								
Cash	\$ 798,380	\$ 1,118,741	\$ -	\$ 3,212,912	\$ -	\$ 2,109,518	\$ 3,791	\$ 7,243,342
Interest-bearing deposits	333,494	21,046	739,328	947,687	8,362,217	4,905	1,488,611	11,897,288
Investments	-	201,593	-	-	-	-	27	201,620
Receivables:								
Taxes	28,197	345,289	345,287	194,010	340,033	-	872	1,253,688
Due from other funds	-	11,920	-	-	-	-	-	11,920
Due from government agencies	308,347	-	-	1,403,169	-	220,246	-	1,931,762
Accrued interest	-	1,206	-	-	-	-	-	1,206
Prepaid items	34,350	-	-	-	-	-	-	34,350
Total assets	<u>\$ 1,502,768</u>	<u>\$ 1,699,795</u>	<u>\$ 1,084,615</u>	<u>\$ 5,757,778</u>	<u>\$ 8,702,250</u>	<u>\$ 2,334,669</u>	<u>\$ 1,493,301</u>	<u>\$ 22,575,176</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 108,679	\$ 12,510	\$ 590	\$ 470	\$ 590	\$ -	\$ 224	\$ 123,063
Contracts payable	-	-	-	292,652	-	28,648	-	321,300
Retainage payable	-	-	-	85,106	-	62,274	-	147,380
Customer rental deposits	3,135	-	-	-	-	-	-	3,135
Unearned revenue	-	-	-	-	-	1,728,177	-	1,728,177
Due to other governmental agencies	-	17,937	17,937	86,935	-	-	-	122,809
Due to other funds	11,920	-	-	-	-	-	-	11,920
Total liabilities	<u>123,734</u>	<u>30,447</u>	<u>18,527</u>	<u>465,163</u>	<u>590</u>	<u>1,819,099</u>	<u>224</u>	<u>2,457,784</u>
Fund balances:								
Nonspendable - prepaid items	34,350	-	-	-	-	-	-	34,350
Restricted - sales tax dedications	-	1,669,348	1,066,088	5,292,615	8,701,660	-	30,154	16,759,865
Restricted - debt service	-	-	-	-	-	-	1,462,892	1,462,892
Restricted - capital projects	-	-	-	-	-	515,570	31	515,601
Unassigned	1,344,684	-	-	-	-	-	-	1,344,684
Total fund balances	<u>1,379,034</u>	<u>1,669,348</u>	<u>1,066,088</u>	<u>5,292,615</u>	<u>8,701,660</u>	<u>515,570</u>	<u>1,493,077</u>	<u>20,117,392</u>
Total liabilities and fund balances	<u>\$ 1,502,768</u>	<u>\$ 1,699,795</u>	<u>\$ 1,084,615</u>	<u>\$ 5,757,778</u>	<u>\$ 8,702,250</u>	<u>\$ 2,334,669</u>	<u>\$ 1,493,301</u>	<u>\$ 22,575,176</u>

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

CITY OF CARENCRO, LOUISIANA

Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
November 30, 2021

Total fund balances for governmental funds at November 30, 2021 \$20,117,392

Total net position reported for governmental activities in the statement of net position is different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of:

Land	\$ 1,256,247	
Construction in progress	2,743,367	
Land improvements, net of \$46,797 accumulated depreciation	148,644	
Buildings, net of \$2,788,075 accumulated depreciation	3,254,402	
Infrastructure, net of \$5,099,279 accumulated depreciation	19,969,527	
Equipment, furniture, and fixtures net of \$1,403,601 accumulated depreciation	811,853	
Vehicles, net of \$2,005,704 accumulated depreciation.	<u>1,828,455</u>	30,012,495

The deferred outflows of expenditures for the various pensions are not a use of current resources, and therefore, are not reported in the funds 1,766,289

Long-term liabilities, including bonds and certificates of indebtedness payable, are not due and payable in the current period and, therefore, not reported in the governmental funds.

Long-term liabilities at November 30, 2021:

Bonds and certificates of indebtedness payable	(14,160,000)	
Capital lease payable	(224,165)	
Net pension liability	(3,210,354)	
Compensated absences payable	(101,087)	
Accrued interest payable	<u>(130,159)</u>	(17,825,765)

The deferred inflows of contributions for the various pensions are not available resources, and therefore, are not reported in in the funds. (1,697,541)

Total net position of governmental activities at November 30, 2021 \$ 32,372,870

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

CITY OF CARENCRO, LOUISIANA

Statement of Revenues, Expenditures, and Changes in Fund Balances -
Governmental Funds
For the Year Ended November 30, 2021

	General	1967 Sales Tax Special Revenue	1993 Sales Tax Special Revenue	TIF District Sales Tax Special Revenue	2016 Sales Tax Special Revenue	Capital Projects Fund	Other Governmental Funds	Total
Revenues:								
Taxes	\$ 876,060	\$ 4,060,529	\$ 4,060,529	\$ 2,432,093	\$ 4,049,067	\$ -	\$ 10,633	\$ 15,488,911
Licenses and permits	705,113	-	-	-	-	-	-	705,113
Intergovernmental	615,401	-	608,877	1,542,849	-	1,008,630	372,000	4,147,757
Fines and forfeits	447,898	-	-	-	-	-	-	447,898
Miscellaneous	81,381	4,543	1,515	8,867	10,213	1,770	1,816	110,105
Total revenues	<u>2,725,853</u>	<u>4,065,072</u>	<u>4,670,921</u>	<u>3,983,809</u>	<u>4,059,280</u>	<u>1,010,400</u>	<u>384,449</u>	<u>20,899,784</u>
Expenditures:								
Current -								
General government:								
Administrative	965,432	40,338	40,393	27,024	39,833	-	13	1,113,033
Code department	327,780	-	-	-	-	-	-	327,780
Public safety:								
Police	2,987,014	-	-	-	-	-	-	2,987,014
Fire	999,396	-	-	-	-	-	-	999,396
City Court	204,609	-	-	-	-	-	-	204,609
Highways and streets	955,086	-	-	-	-	-	-	955,086
Culture and tourism	61,502	-	1,389,305	-	-	-	2,098	1,452,905
Capital outlay	303,088	-	-	2,063,463	-	3,050,111	-	5,416,662
Debt service -								
Principal retirement	185,647	-	-	-	-	-	1,925,000	2,110,647
Interest and fiscal charges	12,838	-	-	-	-	-	308,049	320,887
Bond issue costs	-	-	-	29,425	-	-	-	29,425
Total expenditures	<u>7,002,392</u>	<u>40,338</u>	<u>1,429,698</u>	<u>2,119,912</u>	<u>39,833</u>	<u>3,050,111</u>	<u>2,235,160</u>	<u>15,917,444</u>
Excess (deficiency) of revenues over expenditures	<u>(4,276,539)</u>	<u>4,024,734</u>	<u>3,241,223</u>	<u>1,863,897</u>	<u>4,019,447</u>	<u>(2,039,711)</u>	<u>(1,850,711)</u>	<u>4,982,340</u>
Other financing sources (uses):								
Proceeds from issuance of debt	-	-	-	5,000,000	-	-	-	5,000,000
Transfers in	4,918,694	-	-	-	-	-	1,798,598	6,717,292
Transfers out	-	(2,884,787)	(2,620,000)	(3,338,319)	(1,000,000)	(113,010)	-	(9,956,116)
Total other financing sources (uses)	<u>4,918,694</u>	<u>(2,884,787)</u>	<u>(2,620,000)</u>	<u>1,661,681</u>	<u>(1,000,000)</u>	<u>(113,010)</u>	<u>1,798,598</u>	<u>1,761,176</u>
Net changes in fund balances	642,155	1,139,947	621,223	3,525,578	3,019,447	(2,152,721)	(52,113)	6,743,516
Fund balances, beginning	<u>736,879</u>	<u>529,401</u>	<u>444,865</u>	<u>1,767,037</u>	<u>5,682,213</u>	<u>2,668,291</u>	<u>1,545,190</u>	<u>13,373,876</u>
Fund balances, ending	<u>\$ 1,379,034</u>	<u>\$ 1,669,348</u>	<u>\$ 1,066,088</u>	<u>\$ 5,292,615</u>	<u>\$ 8,701,660</u>	<u>\$ 515,570</u>	<u>\$ 1,493,077</u>	<u>\$ 20,117,392</u>

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

CITY OF CARENCRO, LOUISIANA

Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended November 30, 2021

Total changes in fund balances at November 30, 2021 per Statement of Revenues, Expenditures and Changes in Fund Balances	\$ 6,743,516
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The change in net position reported for governmental activities in the statement of activities is different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay which is considered expenditures on Statement of Revenues, Expenditures and Changes in Fund Balances	\$5,416,662	
Depreciation expense for the year ended November 30, 2021	<u>(1,155,420)</u>	4,261,242

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

Non-employer pension contributions	148,893
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Proceeds from bonds and capital leases are financing sources in the governmental funds and thus contribute to the change in fund balance. In the statement of net position, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, principal is recorded as expenditures in the repayment of governmental funds but reduce the liability in the statement of net position.

Proceeds from issuance of debt	(5,000,000)	
Principal payments	<u>2,110,647</u>	(2,889,353)

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

Compensated absences	87,103	
Pension expense	(135,438)	
Interest expense	<u>(31,080)</u>	<u>(79,415)</u>

Total changes in net position at November 30, 2021 per Statement of Activities	<u>\$ 8,184,883</u>
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The accompanying notes are an integral part of the basic financial statements.

CITY OF CARENCRO, LOUISIANA

Statement of Net Position

Proprietary Fund

November 30, 2021

ASSETS

Current assets:		
Cash		\$ 423,564
Interest-bearing deposits		106,320
Investments		530,961
Receivables:		
Accounts		415,168
Unbilled utility receivables		203,506
Accrued interest		3,928
Prepaid items		20,313
Total current assets		<u>1,703,760</u>
Noncurrent assets:		
Restricted assets -		
Interest-bearing deposits		1,255,790
Investments		47,058
Capital assets -		
Land and construction in progress		13,650,291
Other capital assets, net of accumulated depreciation		15,974,483
Total noncurrent assets		<u>30,927,622</u>
Total assets		<u>32,631,382</u>

DEFERRED OUTFLOWS OF RESOURCES

Deferred outflows related to pensions		<u>148,415</u>
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LIABILITIES

Current liabilities:		
Accounts payable		166,073
Retainage payable		250,587
Accrued liabilities		20,927
Customers deposits payable		562,415
Capital lease payable		53,229
DHH water loan payable		178,341
Certificates of indebtedness payable		278,000
Accrued interest		41,177
Total current liabilities		<u>1,550,749</u>
Noncurrent liabilities:		
Compensated absences payable		85,739
Net pension liability		554,885
Capital lease payable		102,765
DHH water loan payable		3,896,934
Certificates of indebtedness payable		1,500,000
Total noncurrent liabilities		<u>6,140,323</u>
Total liabilities		<u>7,691,072</u>

DEFERRED INFLOWS OF RESOURCES

Deferred inflows related to pensions		<u>172,852</u>
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NET POSITION

Net investment in capital assets		23,364,918
Restricted for debt service		699,256
Unrestricted		851,699
Total net position		<u>\$24,915,873</u>

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

CITY OF CARENCRO, LOUISIANA

Statement of Revenues, Expenses, and Change in Fund Net Position -
 Proprietary Fund
 For the Year Ended November 30, 2021

Operating revenues:	
Charges for services -	
Gas charges	\$ 750,645
Water service charges	1,565,128
Sewer service charges	1,504,217
Garbage collection	769,367
Penalties, permits and connection fees	191,295
Miscellaneous	<u>26,364</u>
Total operating revenues	<u>4,807,016</u>
Operating expenses:	
Salaries	864,752
Payroll taxes	60,169
Group insurance	115,706
Retirement contribution	127,315
Gas purchased	202,340
Maintenance and supplies	638,376
Chemicals	316,470
Cathodic protection survey	1,430
Garbage collection fees	727,640
Depreciation expense	990,824
Utilities	205,739
Telephone	21,132
Truck operation	43,046
Lease expense	31,088
Office supplies and postage	52,413
Bad debts	32,580
Insurance	133,129
Miscellaneous	1,932
Professional fees	28,690
Uniforms	23,911
Engineering fees	82,583
Travel	11,844
Contractual services	19,085
Meter reader expense	<u>4,565</u>
Total operating expenses	<u>4,736,759</u>
Operating income	<u>70,257</u>

(continued)

CITY OF CARENCRO, LOUISIANA

Statement of Revenues, Expenses, and Change in Fund Net Position
Proprietary Fund (Continued)
For the Year Ended November 30, 2021

Nonoperating revenues (expenses):	
Interest income	10,906
Interest expense and fiscal charges	(159,397)
Non-employer contributions	<u>23,939</u>
Total nonoperating revenues (expenses)	<u>(124,552)</u>
Income (loss) before transfers	<u>(54,295)</u>
Transfers in (out):	
Transfers in	3,298,313
Transfers out	<u>(59,489)</u>
Total transfers in (out)	<u>3,238,824</u>
Change in net position	3,197,729
Net position, beginning	<u>21,718,144</u>
Net position, ending	<u>\$24,915,873</u>

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

CITY OF CARENCRO, LOUISIANA

Statement of Cash Flows
 Proprietary Fund
 For the Year Ended November 30, 2021

Cash flows from operating activities:	
Receipts from customers	\$ 4,837,893
Payments to suppliers	(2,524,496)
Payments to employees	<u>(1,167,942)</u>
Net cash provided by operating activities	<u>1,145,455</u>
Cash flows from noncapital financing activities:	
Transfers in	3,298,313
Transfers out	(59,489)
Cash paid to other funds	21,621
Net proceeds from meter deposits applied to bills or refunded	<u>50,435</u>
Net cash provided by noncapital financing activities	<u>3,310,880</u>
Cash flows from capital and related financing activities:	
Proceeds from loan payable	100,665
Principal paid on certificates of indebtedness	(271,000)
Principal paid on DHH water loan payable	(174,000)
Principal paid on capital lease	(51,427)
Interest paid	(161,557)
Acquisition of property, plant and equipment	(3,454,111)
Capital contributions	<u>13,200</u>
Net cash used by capital and related financing activities	<u>(3,998,230)</u>
Cash flows from investing activities:	
Proceeds of investments and interest-bearing deposits with maturity in excess of ninety days	569,281
Purchase of investments and interest-bearing deposits with maturity in excess of ninety days	(578,019)
Interest on investments	<u>10,734</u>
Net cash provided by investing activities	<u>1,996</u>
Net increase in cash and cash equivalents	460,101
Cash and cash equivalents, beginning of period	<u>1,325,573</u>
Cash and cash equivalents, end of period	<u>\$ 1,785,674</u>

(continued)

CITY OF CARENCRO, LOUISIANA

Statement of Cash Flows
 Proprietary Fund (Continued)
 For the Year Ended November 30, 2021

Reconciliation of operating income to net cash provided by operating activities:	
Operating income	\$ 70,257
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Depreciation	990,824
Pension expense (benefit)	9,684
Changes in current assets and liabilities:	
Decrease in accounts receivable	30,877
Increase in unbilled utility receivables	(19,504)
Increase in prepaid items	(6,525)
Increase in accounts payable	49,790
Increase in accrued liabilities	10,987
Increase in compensated absences payable	9,065
Net cash provided by operating activities	<u>\$ 1,145,455</u>
Reconciliation of cash and cash equivalents per statement of cash flows to the balance sheet:	
Cash and cash equivalents, beginning of period -	
Cash - unrestricted	\$ 202,373
Interest-bearing deposits - unrestricted	65,162
Interest-bearing deposits - restricted	<u>1,058,038</u>
Total cash and cash equivalents	<u>1,325,573</u>
Cash and cash equivalents, end of period -	
Cash - unrestricted	\$ 423,564
Interest-bearing deposits - unrestricted	106,320
Interest-bearing deposits - restricted	<u>1,255,790</u>
Total cash and cash equivalents	<u>1,785,674</u>
Net increase	<u>\$ 460,101</u>

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

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements

(1) Summary of Significant Accounting Policies

The accompanying financial statements of the City of Carencro (City) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this note.

A. Financial Reporting Entity

The City of Carencro was incorporated under the provisions of the Lawrason Act. The City operates under the Mayor-City Council form of government.

As the municipal governing authority, for reporting purposes, the City of Carencro is considered a separate financial reporting entity. The financial reporting entity consists of (a) the primary government (municipality), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Section 2100 of the 2011 Governmental Accounting Standards Board (GASB) *Codification of Governmental Accounting and Financial Reporting Standards*, "Defining the Financial Reporting Entity" establishes criteria for determining which entities should be considered a component unit and, as such, part of the reporting entity for financial reporting purposes. The basic criteria are as follows:

1. Legal status of the potential component unit including the right to incur its own debt, levy its own taxes and charges, expropriate property in its own name, sue and be sued, and the right to buy, sell and lease property in its own name.
2. Whether the primary government's governing authority (City of Carencro) appoints a majority of board members of the potential component unit and is able to impose its will on the potential component unit or the potential component unit is fiscally dependent on the primary government.
3. Financial benefit/burden relationship between the primary government and the potential component unit.
4. The nature and significance of the relationship between the potential component unit with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Based on these criteria, the City includes the component unit detailed below in the financial reporting entity.

Parks and Recreation Commission of Carencro, Inc.

The Parks and Recreation Commission of Carencro, Inc. was determined to be a component unit but is not presented in the accompanying financial statements. The Parks and Recreation Commission of Carencro, Inc., (Commission) is a non-profit corporation established in 1993 for the purpose of maintaining and operating recreational facilities for the general purpose of the City. The members of the governing board of the Commission consist of seven (7) trustees. Of the seven (7) trustees, four (4) must be appointed by the City Council, one (1) must be appointed by the Mayor of the City and two (2) may be appointed by the Commission with the authority reverting to the City Council in the event the Commission appoints no one. The Commission's operational and capital budgets are subject to the approval of the City. Bonded debt issued by the Parks and Recreation Commission must be approved by the City Council.

Complete financial statements for the component unit may be obtained at the entity's administrative office (Parks and Recreation Commission of Carencro, Inc., P.O. Drawer 10, Carencro, LA 70520).

These primary government financial statements of the City of Carencro do not include the financial data of the component unit described above. This component unit financial data is necessary for reporting in conformity with generally accepted accounting principles.

B. Basis of Presentation

Government-Wide Financial Statements (GWFS)

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

The statement of activities presents a comparison between direct expenses and program revenues for the business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Fund Financial Statements

The accounts of the City are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a separate set of self-balancing accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

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

1. Total assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
2. Total assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The major funds of the City are described below:

Governmental Funds:

General Fund

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

Special Revenue Funds -

1967 Sales Tax Fund

The 1967 Sales Tax Fund is used to account for the proceeds of a one percent sales and use tax that is legally restricted to expenditures for specific purposes.

1993 Sales Tax Fund

The 1993 Sales Tax Fund is used to account for the proceeds of a one percent sales and use tax that is legally restricted to expenditures for specific purposes.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Taxing Increment Financing (TIF) District Sales Tax Fund

The TIF Sales Tax Fund is used to account for the proceeds of a one percent sales and use tax levied on the businesses located in the I-49 Corridor Economic Development District and is legally restricted to expenditures for economic development projects in the District.

2016 Sales Tax Fund

The 2016 Sales Tax Fund is used to account for the proceeds of a one percent sales and use tax that is legally restricted to expenditures for specific purposes.

Capital Projects Fund

The Capital Projects Fund is used to account for the acquisition and construction of major capital assets other than those financed by proprietary funds.

Proprietary Fund:

Enterprise Fund

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

C. Measurement Focus/Basis of Accounting

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

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

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

1. All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

2. The proprietary fund utilizes an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.

Basis of Accounting

In the government-wide statement of net position and statement of activities, both governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred, or economic asset used. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures (including capital outlay) generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

The proprietary fund utilizes the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

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

Cash and interest-bearing deposits

For purposes of the statement of net position, cash and interest-bearing deposits include all demand, savings, and money market deposits, as well as cash on hand. For purposes of the proprietary fund statement of cash flows, “cash and cash equivalents” include all demand and savings accounts, and certificates of deposit or short-term investments with an original maturity of three months or less.

Investments

Under state law, the City may deposit funds with a fiscal agent organized under the laws of the State of Louisiana, the laws of any other state in the union, or the laws of the United States. The City may invest in United States bonds, treasury notes and bills, government backed agency securities, or certificates and time deposits of state banks organized under Louisiana Law and national banks having principal offices in Louisiana.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool (LAMP), a nonprofit corporation formed by the State Treasurer and organized under the laws of the State of Louisiana, which operates a local government investment pool. In accordance with GASB Codification Section 150, investments meeting the criteria specified in the Statement are stated at fair value, which is quoted market prices.

Interfund receivables and payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as “due to and from other funds.” Short-term interfund loans are reported as “interfund receivables and payables.”

Long-term interfund loans (noncurrent portion) are reported as “advances from and to other funds.” Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net position.

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include sales and use taxes and federal and state grants. The major receivable balance for business-type activities is accounts receivable for customer utility services, which is reported net of an allowance for bad debts. The allowance amount at November 30, 2021 was \$225,075. Unbilled utility service receivables resulting from utility services rendered between the date of meter reading and billing and the end of the month, are recorded at year-end.

Prepaid items

Prepaid items consist of various payments that the City has made in advance for goods or services to be received in the future. Prepaid expenditures at November 30, 2021 consist of insurance premiums requiring up-front payments.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide or financial statements. Capital assets are capitalized at historical cost or estimated cost if historical is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The City maintains a threshold level of \$1,500 or more for capitalizing capital assets.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Prior to July 1, 2001, governmental funds' infrastructure assets were not capitalized. These assets have been valued at estimated historical cost.

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

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

Restricted Assets

Restricted assets include cash and interest-bearing deposits of the proprietary fund that are legally restricted as to their use. The restricted assets are related to utility meter deposits and revenue bond sinking funds.

Long-term debt

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

All long-term debt to be repaid from governmental and business-type resources is reported as liabilities in the government-wide statements. The long-term debt consists primarily of the general obligation bonds payable, capital leases payable, utility meter deposits payable, and compensated absences payable.

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

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Compensated Absences

Sick leave is earned at the rate of one day for each month worked, with a limit of ten days per year. Vacation leave is accumulated as follows:

1-5 years	5 days
6-10 years	10 days
10-20 years	15 days
Over 20 years	20 days

Thirty days of sick leave and one week of vacation may be carried over to a subsequent year. Upon termination of employment, employees are to be paid for accumulated or unused sick and vacation leave.

At November 30, 2021, employees of the City have accumulated and vested \$186,826 of compensated absence benefits. The estimated liabilities include required salary-related payments. Compensated absences have typically been liquidated by the General Fund and Utility Fund.

Deferred Outflows of Resources and Deferred Inflows of Resources

In some instances, the GASB requires an entity to delay recognition of decreases in net position as expenditures until a future period. In other instances, entities are required to delay recognition of increases in net position as revenues until a future period. In these circumstances, deferred outflows of resources and deferred inflows of resources result from the delayed recognition of expenditures or revenues, respectively. At November 30, 2021, the City's deferred outflows of resources and deferred inflows of resources are attributable to pension plans.

Equity Classifications

Net position represents the difference between assets and deferred outflows of revenues less liabilities and deferred inflows of resources. In the government-wide statements, the City reports three components as follows:

1. Net investment in capital assets – This component consists of net capital assets reduced by the outstanding balances of any related debt obligations and deferred inflows of resources attributable to the acquisition, construction, or improvement of those assets and increased by balances of deferred outflows of resources related to those assets.
2. Restricted net position – This component is considered restricted if its use is constrained to a particular purpose. Restrictions are imposed by external organizations such as federal or state laws or buyers of the City's debt. Restricted net position is restricted assets reduced by liabilities and deferred inflows of resources related to the restricted assets.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

3. Unrestricted net position – This component consists of all other net position that does not meet the definition of the above two components and is available for general use by the City.

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

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

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

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

E. Revenues, Expenditures, and Expenses

Operating Revenues and Expenses

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

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Expenditures/Expenses

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

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

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

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

Interfund Transfers

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

F. Revenue Restrictions

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

<u>Revenue Source</u>	<u>Legal Restrictions of Use</u>
Sales tax	See Note 12
Gas, water and sewer revenue	Debt service and utility operations

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

G. Capitalization of Interest Expense

It is the policy of the City of Carencro to capitalize material amounts of interest resulting from borrowings in the course of the construction of capital assets in the Proprietary Fund. As of November 30, 2021, there were no projects paid with borrowings for which interest was capitalized.

H. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(2) Cash, Interest-Bearing Deposits and Investments

A. Cash and Interest-bearing Deposits

Under state law, the City may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The City may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At November 30, 2021, the City had cash and interest-bearing deposits (book balances) totaling as follows:

Demand deposits	\$ 2,725,355
Money market accounts	<u>18,200,949</u>
Total	<u>\$ 20,926,304</u>

Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the City's deposits may not be recovered or will not be able to recover collateral securities that are in the possession of an outside party. These deposits are stated at cost, which approximates market. Under state law, these deposits, (or the resulting bank balances) must be secured by federal deposit insurance or similar federal security or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the City or the pledging fiscal agent bank by a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at November 30, 2021, are secured as follows:

Bank balances	<u>\$ 20,917,251</u>
Federal deposit insurance	\$ 343,972
Pledged securities	<u>20,573,279</u>
Total	<u>\$ 20,917,251</u>

Deposits in the amount of \$20,573,279 were exposed to custodial credit risk. These deposits are uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the City's name. The City does not have a policy for custodial credit risk.

B. Investments

At November 30, 2021, the City had the following investments and maturities:

<u>Investment Type</u>	<u>% of Portfolio</u>	<u>Fair Value</u>	<u>Investment Maturities</u>		
			<u>Less Than 1 Year</u>	<u>1 - 5 Years</u>	<u>6 - 10 Years</u>
U.S. treasury securities	40%	\$ 306,118	\$ 234,144	\$ 71,974	\$ -
U.S. agency securities	47%	369,110	-	225,744	143,366
LAMP	13%	104,411	104,411	-	-
Total	<u>100%</u>	<u>\$ 779,639</u>	<u>\$ 338,555</u>	<u>\$ 297,718</u>	<u>\$ 143,366</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Custodial Credit Risk – In the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's requires all investments to be kept in the City's name and all ownership to be evidenced by an acceptable safekeeping receipt issued by a third-party financial institution which is acceptable to the City. Accordingly, the City had no custodial credit risk related to its investments at November 30, 2021.

Credit Rate Risk – The risks are managed by restricting investments to those authorized by R.S. 33:5162. The City's investment policy limits investments to fully insured and/or fully collateralized certificates of deposits and direct and indirect obligations of U.S. government agencies. At November 30, 2021, the Government's investment in U.S. treasury notes and U.S. agency securities were rated AA+ by Standards & Poor's.

Concentration of Credit Risk – The risk relates to the amount of investments in any one entity. At November 30, 2021, no more than 5 percent of the City's total investments were invested in any single issue.

Interest Rate Risk – The City does not have a formal policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

The City participates in Louisiana Asset Management Pool (LAMP). LAMP is an investment pool that, to the extent practical, invest in a manner consistent with GASB Statement No.79. The following facts are relevant for investment pools:

- **Credit risk** – LAMP has a fund rating of AAAM issued by Standard & Poor's.
- **Custodial credit risk** – LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.
- **Concentration of credit risk** – LAMP's pooled investments are excluded from the 5 percent disclosure requirements.
- **Interest rate risk** – LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days or 762 days for U.S. Government floating/variable rate investments. The WAM for LAMP's total investments is 96 days as of November 30, 2021.

The investments in LAMP are stated at fair value. 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 net asset 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 SEC as an investment company.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(3) Receivables

Receivables at November 30, 2021 consist of the following:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Accounts (net)	\$ -	\$ 415,168	\$ 415,168
Unbilled utility	-	203,506	203,506
Franchise tax	28,197	-	28,197
Sales tax	1,225,491	-	1,225,491
Interest	1,206	3,928	5,134
Total	<u>\$1,254,894</u>	<u>\$ 622,602</u>	<u>\$1,877,496</u>

(4) Due From Other Governmental Agencies

Amounts due from other governmental agencies at November 30, 2021 consist of the following:

Federal grants	\$ 308,347
State grants	<u>1,623,415</u>
Total	<u>\$ 1,931,762</u>

(5) Ad Valorem Taxes

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. During the fiscal year ended November 30, 2021, taxes were levied by the City in September 2020 and were billed to the taxpayers by the Assessor in November 2020. Billed taxes are due by December 31, becoming delinquent on January 1 of the following year. The taxes are based on assessed values and determined by the Tax Assessor of Lafayette Parish and are collected by the Sheriff. City property tax revenues are budgeted in the year billed.

For the year ended November 30, 2021, taxes of 4.66 mills were levied on property with assessed valuations totaling \$75,080,556 and were dedicated to general corporate purposes. Total taxes levied were \$349,876. There were no ad valorem taxes receivable at November 30, 2021.

(6) Restricted Assets - Proprietary Fund Type

Restricted assets consisted of the following at November 30, 2021:

Customers' deposits	\$ 562,415
2012 Revenue bond sinking fund	230,766
2016 Revenue bond sinking fund	<u>509,667</u>
Total	<u>\$ 1,302,848</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(7) Capital Assets

Capital asset activity for the year ended November 30, 2021 was as follows:

	Balance 12/01/20	Additions	Deletions	Balance 11/30/21
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 1,256,247	\$ -	\$ -	\$ 1,256,247
Construction in progress	4,071,702	3,525,689	4,854,024	2,743,367
Other capital assets:				
Land improvements	143,441	52,000	-	195,441
Buildings	6,042,477	-	-	6,042,477
Infrastructure	20,214,782	4,854,024	-	25,068,806
Equipment, furniture and fixtures	2,101,810	161,841	48,197	2,215,454
Vehicles	2,409,177	1,677,132	252,150	3,834,159
Totals	<u>36,239,636</u>	<u>10,270,686</u>	<u>5,154,371</u>	<u>41,355,951</u>
Less accumulated depreciation				
Land improvements	38,775	8,022	-	46,797
Buildings	2,612,165	175,910	-	2,788,075
Infrastructure	4,469,764	629,515	-	5,099,279
Equipment, furniture and fixtures	1,241,359	210,439	48,197	1,403,601
Vehicles	2,126,320	131,534	252,150	2,005,704
Total accumulated depreciation	<u>10,488,383</u>	<u>1,155,420</u>	<u>300,347</u>	<u>11,343,456</u>
Governmental activities, capital assets, net	<u>\$ 25,751,253</u>	<u>\$ 9,115,266</u>	<u>\$ 4,854,024</u>	<u>\$ 30,012,495</u>
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 2,266,273	\$ -	\$ -	\$ 2,266,273
Construction in progress	9,610,940	2,197,328	424,251	11,384,017
Other capital assets:				
Gas system	1,221,495	810,717	-	2,032,212
Water system	12,009,945	661,108	124,110	12,546,943
Sewer system	17,963,092	7,601	70,658	17,900,035
Machinery and equipment	2,241,391	147,813	-	2,389,204
Totals	<u>45,313,136</u>	<u>3,824,567</u>	<u>619,019</u>	<u>48,518,684</u>
Less accumulated depreciation				
Gas system	1,124,527	16,577	-	1,141,104
Water system	7,072,813	277,250	-	7,350,063
Sewer system	8,452,638	533,043	-	8,985,681
Machinery and equipment	1,447,876	163,954	194,768	1,417,062
Total accumulated depreciation	<u>18,097,854</u>	<u>990,824</u>	<u>194,768</u>	<u>18,893,910</u>
Business-type activities, capital assets, net	<u>\$ 27,215,282</u>	<u>\$ 2,833,743</u>	<u>\$ 424,251</u>	<u>\$ 29,624,774</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Depreciation expense was charged to governmental activities as follows:

General government	\$ 98,410
Police	201,203
Fire	131,189
Highways and streets	664,846
Culture and recreation	<u>59,772</u>
Total depreciation expense	<u>\$1,155,420</u>

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

Gas	\$ 16,577
Water	277,250
Sewer	533,043
Sanitation	<u>163,954</u>
Total depreciation expense	<u>\$ 990,824</u>

(8) Accounts and Other Payables

The accounts and other payables consisted of the following at November 30, 2021:

	Governmental Activities	Business-type Activities	Total
Accounts	\$ 123,063	\$ 166,073	\$ 289,136
Contracts	321,300	-	321,300
Retainage	147,380	250,587	397,967
Customer rental deposits	3,135	-	3,135
Accrued liabilities	-	<u>20,927</u>	<u>20,927</u>
Totals	<u>\$ 594,878</u>	<u>\$ 437,587</u>	<u>\$ 1,032,465</u>

(9) Due to Other Governmental Agencies

Due to other governmental agencies in the amount of \$122,809 for governmental activities consists of the amount due to Lafayette Parish School System for sales tax revenues overpaid to the City as of November 30, 2021.

(10) Unearned Revenue

Unearned revenue of \$1,728,177 at November 30, 2021 consists of federal awards received under the American Rescue Plan Act (ARPA). The ARPA established the Coronavirus State and Local Fiscal Recovery Funds (SLFRF) to provide governments with the resources needed to respond to the pandemic and its economic effects and to build a stronger, more equitable economy during the recovery. The City is required to spend these funds in accordance with assistance listing 21.027 guidance. These funds must be obligated by December 31, 2024 and expended by December 31, 2026. The City is required to maintain appropriate documentation for the use of these funds and report expenditures to the Office of Recovery Programs with the U.S. Department of the Treasury. Any funds that are misused or are determined by Treasury to be subject to a repayment obligation will have to be repaid to the federal government. The City expects to receive a second tranche payment under the ARPA.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(11) Long-Term Liabilities

The following is a summary of the changes for the year ended November 30, 2021:

	Balance 12/1/2020	Additions	Reductions	Balance 11/30/2021
Governmental Activities:				
Sales tax revenue bonds	\$ 11,085,000	\$ 5,000,000	\$ 1,925,000	\$ 14,160,000
Capital lease	409,812	-	185,647	224,165
Compensated absences	188,190	40,520	127,623	101,087
Total governmental activities	<u>\$ 11,683,002</u>	<u>\$ 5,040,520</u>	<u>\$ 2,238,270</u>	<u>\$ 14,485,252</u>
Business-type Activities:				
Series 2012 refunding bond	\$ 2,049,000	\$ -	\$ 271,000	\$ 1,778,000
DHH loan payable	4,148,610	100,665	174,000	4,075,275
Capital lease	207,421	-	51,427	155,994
Compensated absences	76,674	9,848	783	85,739
Total business-type activities	<u>\$ 6,481,705</u>	<u>\$ 110,513</u>	<u>\$ 497,210</u>	<u>\$ 6,095,008</u>

Long-term liabilities payable at November 30, 2021 is comprised of the following:

Governmental activities:

		<u>Current Portion</u>
General obligation bonds –		
\$5,000,000 Sales Tax Bonds, Series 2021, due in annual installments of \$400,000 to \$575,000 through December 1, 2030; interest at 1.95%; payable from TIF sales tax revenues	\$ 5,000,000	\$ 400,000
\$5,800,000 Sales Tax Bonds, Series 2014, due in annual installments of \$480,000 to \$640,000 through July 1, 2024; interest at 2.15%; payable from 1967 sales tax revenues	1,885,000	615,000
\$3,750,000 Sales Tax Bonds, Series 2014A, due in annual installments of \$70,000 to \$500,000 through April 1, 2029; interest at 2.79%; payable from 1993 sales tax revenues	2,565,000	290,000
\$5,000,000 Sales Tax Bonds, Series 2019, due in annual installments of \$155,000 to \$900,000 through July 1, 2029; interest at 2.68%; payable from 1967 sales tax revenues	<u>4,710,000</u>	<u>145,000</u>
Total bonds and certificates of indebtedness payable	<u>\$ 14,160,000</u>	<u>\$ 1,450,000</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

		<u>Current Portion</u>
Capital leases -		
\$275,235 lease-purchase agreement dated March 24, 2020, due in five annual installments of \$60,639 including interest of 3.314% through March 24, 2025; secured by fire equipment with a book value of \$194,798 (net of \$80,437 of accumulated depreciation), which is included in the equipment capital asset class	<u>\$ 224,165</u>	<u>\$ 53,225</u>
Business-Type activities:		
Certificates of indebtedness –		
\$4,225,000 Refunding Certificates of Indebtedness, Series 2012, due in annual installments of \$94,000 to \$386,000 through April 1, 2029; interest at 2.80%; payable from City's excess annual revenues	<u>\$1,778,000</u>	<u>\$278,000</u>
DHH water loan payable -		
\$3,812,205 loan from the Louisiana Department of Health and Hospitals; interest at 1.95%; payable from utility system revenues. The balance through November 30, 2021 is net of a 20% debt forgiveness.	<u>\$4,075,275</u>	<u>\$178,341</u>
Capital lease -		
\$265,240 lease-purchase agreement dated October 10, 2019, due in monthly installments of \$4,819 including interest at 3.45% percent through October 10, 2024; secured by equipment with a book value of \$207,771 (net of \$26,524 of accumulated depreciation), which is included in the equipment capital asset class.	<u>\$ 155,994</u>	<u>\$ 53,229</u>

During the fiscal year ended November 30, 2021, the City borrowed \$100,666 from the Louisiana Department of Health and Hospitals, resulting in a loan balance of \$4,075,275 at November 30, 2021. The loan is an interim loan to finance the costs of drinking water infrastructure improvements. Upon completion of the project, the City will issue taxable water revenue bonds for permanent financing of the project.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

The debt as of November 30, 2021 is due as follows:

Governmental Activities:

November 30,	Bonds		Capital Leases	
	Principal	Interest	Principal	Interest
2022	\$ 1,450,000	\$ 327,874	\$ 53,225	\$ 7,414
2023	1,465,000	294,832	54,989	5,650
2024	1,495,000	261,259	56,811	3,828
2025	1,640,000	225,909	59,140	1,945
2026	1,675,000	185,181	-	-
2027-2030	6,435,000	301,089	-	-
Totals	<u>\$14,160,000</u>	<u>\$1,596,144</u>	<u>\$ 224,165</u>	<u>\$18,837</u>

Business-Type Activities:

November 30,	Bonds		DHH Loan Payable		Capital Lease	
	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ 278,000	\$ 45,892	\$ 178,341	\$ 79,468	\$ 53,229	\$ 4,535
2023	289,000	37,954	182,711	75,990	55,094	2,670
2024	299,000	29,722	187,179	72,333	47,671	752
2025	310,000	21,196	191,770	68,596	-	-
2026	319,000	12,390	201,679	64,747	-	-
2027-2039	283,000	12,026	3,133,595	446,277	-	-
Totals	<u>\$1,778,000</u>	<u>\$159,180</u>	<u>\$4,075,275</u>	<u>\$ 807,411</u>	<u>\$ 155,994</u>	<u>\$ 7,957</u>

(12) Sales and Use Tax

Proceeds of the 1967 1% sales and use tax levied by the City of Carencro were \$4,060,529 during the year ended November 30, 2021 and are dedicated to the following purposes:

Paying principal and interest on any bonded debt or funded indebtedness of the City; constructing, acquiring, extending, improving and/or maintaining sewers, waterworks and natural gas utilities, streets, sidewalks and bridges, street lighting facilities, drainage facilities, fire and police department stations and equipment, garbage disposal and sanitation equipment and facilities, public buildings, public parks and recreational facilities, public works equipment and furnishings or for any one or more of said purposes.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Proceeds of the 1993 1% sales and use tax were \$4,060,529 during the year ended November 30, 2021 and are dedicated to the following purposes:

Paying principal and interest on any bonded debt or fund indebtedness of the City of Carencro issued for capital purposes; remaining proceeds are divided as follows: one-third (1/3) for fire and police protection; one-third (1/3) for operating and maintaining recreational facilities and programs; and one third (1/3) for capital improvements for the City.

Proceeds of the TIF District 1% sales and use tax were \$2,432,093 during the year ended November 30, 2021 and are dedicated for financing economic development projects in the I-49 Corridor Economic Development District and paying principal and interest on any bonded debt or funded indebtedness of the City of Carencro issued for projects in the District.

Proceeds of the 2016 1% sales and use tax were \$4,049,067 during the year ended November 30, 2021 and are dedicated to and used for the purpose of constructing, operating, and improving and maintaining the City's sewerage system and providing facilities for and operational support of police and fire protection in the City.

Proceeds of the hotel/motel 4% sales and use tax were \$10,633 during the year ended November 30, 2021 and are dedicated and used to fund the construction and maintenance of water and sewer infrastructure, economic development and tourism within the City.

The City complied with all sinking funds requirements of the sales tax bond ordinances as of November 30, 2021.

(13) Flow of Funds; Restrictions on Use - Utilities Revenues

Under the terms of the covenants included in the contract for the issuance of \$4,225,000 Certificates of Indebtedness Series 2012, the City is required to budget the funds each fiscal year sufficient to pay the principal of and interest on the Certificates. Any excess annual revenues remaining in that fiscal year shall be free for expenditure for any other lawful corporate purpose.

There will also be established and maintained a fund called the "Certificates of Indebtedness (2012) Sinking Fund." The City is required to deposit into the Sinking Fund at least one day in advance of the date on which each payment of principal and/or interest on the certificates funds sufficient to promptly pay the maturing principal and/or interest so falling due on such date.

The City was in compliance with all covenants of the contract at November 30, 2021.

(14) Employee Retirement Systems

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

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Plan Descriptions:

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

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

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

The systems' financial statements are prepared using the accrual basis of accounting. Employer and employee contributions are recognized in the period in which the employee is compensated for services performed. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan. Interest income is recognized when earned.

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

	<u>MERS</u>	<u>MPERS</u>	<u>FRS</u>
Final average salary	Final average compensation	Highest 36 months or 60 months ²	Highest 36 months
Years of service required and/or age eligible for benefits	30 years of any age 10 years age 60 20 years any age ²	25 years of any age ^{1,4} 20 years age 55 ^{1,2,3} 12 years age 55 ^{1,4} 20 years any age ^{1,5} 30 years any age ^{2,5} 25 years age 55 ^{2,5} 10 years age 60 ^{2,5}	25 years of any age 20 years age 50 12 years age 55
Benefit percent per years of service	2.00%	2.50 - 3.33% ⁶	3.33%

¹ Membership commencing prior to January 1, 2013

² Membership commencing January 1, 2013

³ With actuarially reduced benefits

⁴ Under hazardous duty sub plan commencing January 1, 2013

⁵ Under non hazardous duty sub plan commencing January 1, 2013

⁶ Membership commencing January 1, 2013 non hazardous duty plan 2.5%, hazardous duty plan 3.0%, membership prior to January 1, 2013 3.33%.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Contributions

Article X, Section 29(E)(2)(a) of the Louisiana Constitution of 1974 assigns the Legislature the authority to determine employee contributions. Employer contributions are actuarially determined using statutorily established methods on an annual basis and are constitutionally required to cover the employer's portion of the normal cost and provide for the amortization of the unfunded accrued liability. Employer contributions are adopted by the Legislature annually upon recommendation of the Public Retirement Systems' Actuarial Committee. Contributions of employees, employers, and non-employer contributing entities effective for the year ended November 30, 2021 for the defined benefit pension plans in which the City is a participating employer were as follows:

<u>Plan</u>	<u>Active Member Contribution Percentage</u>	<u>Employer Contribution Percentage</u>	<u>Amount from Nonemployer Contributing Entities</u>	<u>Amount of City Contributions</u>
MERS	5.00%	15.50%	\$ 39,899	\$ 196,225
MPERS	10.00%	33.75%	104,070	466,521
FRS	10.00%	32.25%	28,863	85,376

Net Pension Liability

The City's net pension liability at November 30, 2021 is comprised of its proportionate share of the net pension liability relating to each of the cost-sharing plans in which the City is a participating employer. The City's net pension liability for each plan was measured as of the plan's measurement date (June 30, 2021 for all plans) and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportionate share of the net pension liability for each of the plans in which it participates was based on the City's required contributions in proportion to total required contributions for all employers.

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

<u>Plan</u>	<u>Proportionate Share of Net Pension Liability</u>	<u>Proportionate Share (%) of Net Pension Liability</u>	<u>Increase/(Decrease) from Prior Measurement Date</u>
MERS	\$ 924,809	1.596402%	0.163078%
MPERS	2,482,388	0.465691%	0.060901%
FRS	358,042	0.101032%	0.005920%
Total	<u>\$ 3,765,239</u>		

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Since the measurement date of the net pension liability was June 30, 2021, the net pension liability is based upon fiduciary net position for each of the plans as of those dates. Detailed information about each pension plan's assets, deferred outflows, deferred inflows, and fiduciary net position that was used in the measurement of the City's net pension liability is available in the separately issued plan financial reports for those fiscal years. The financial report for each plan may be accessed on their website as follows:

- MERS - <http://www.mersla.com/>
- MPERS - <http://lampers.org/>
- FRS - <http://www.ffret.com/>

Actuarial Assumptions

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

	MERS	MPERS	FRS
Date of experience study on which significant assumptions are based	7/1/2013 - 6/30/2018	7/1/2014 - 6/30/2019	7/1/2014 - 6/30/2019
Actuarial cost method	Entry Age Normal	Entry Age Normal	Entry Age Normal
Expected remaining service lives	3	4	7
Investment rate of return (net of investment expense)	6.85%	6.75%	6.90%
Inflation Rate	2.50%	2.50%	2.50%
Projected salary increases	4.5% - 6.4%	4.7% - 12.3%	5.2% - 14.1%
Projected benefit changes including COLAs	None	None	None
Source of mortality assumptions	(1), (2), (3)	(4), (5), (6)	(6), (7), (8)

- (1) PubG-2010(B) Healthy Retiree Table set equal to 120% for males and females, each adjusted using their respective male and female MP2018 scales.
- (2) PubG-2010(B) Employee Table set equal to 120% for males and females, each adjusted using their respective male and female MP2018 scales.
- (3) PubNS-2010(B) Disabled Retiree Table set equal to 120% for males and females with the full generational MP 2018 scale.
- (4) Pub-2010 Healthy Retiree Table multiplied by 115% for males and 125% for females, each with full generational projection using the MP2019 scale.
- (5) Pub-2010 Employee Table multiplied by 115% for males and 125% for females, each with full generational projection using the MP2019 scale.
- (6) Pub-2010 Disabled Retiree Table multiplied by 105% for males and 115% for females, each with full generational projection using the MP2019 scales.
- (7) Pub-2010 Healthy Retiree Table multiplied by 105% for males and 115% for females, each with full generational projection using the MP2019 scale.
- (8) Pub-2010 Employee Table multiplied by 105% for males and 115% for females, each with full generational projection using the MP2019 scale.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Cost of Living Adjustments

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

Long-term Rate of Return

For MERS, MPERS, and FRS the long-term expected rate of return for each plan was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation and an adjustment for the effect of rebalancing/diversification.

The target allocation and best estimates of arithmetic/geometric real rates of return for each major asset class are summarized for each plan in the following tables:

Asset Class	MERS*		MPERS*	
	Target Allocation	Long-term Expected Real Rate of Return	Target Allocation	Long-term Expected Real Rate of Return
Fixed Income	38%	1.65%	30.5%	0.59%
Equities	53%	2.31%	55.5%	3.47%
Alternative Investments	9%	0.39%	14%	1.01%
Total	100%	4.35%	100%	5.07%
Inflation		2.60%		2.23%
Expected Return		6.95%		7.30%

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Asset Class	FRS*	
	Target Allocation	Long-term Expected Real Rate of Return
Domestic Fixed Income	18.0%	0.97%
U.S. Tips	3.0%	0.40%
International Fixed Income	5.0%	2.75%
Domestic Equity	27.5%	5.86%
International Equity	11.5%	6.44%
Global Equity	10.0%	6.40%
Emerging Market Equity	7.0%	8.64%
Global Tactical Asset Allocation	0.0%	4.17%
Risk Parity	0.0%	4.17%
Private Equity	9.0%	9.53%
Real Assets	3.0%	0.00%
Real Estate	6.0%	5.31%
Total	100%	

*Arithmetic real rates of return

Discount Rate

The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, each of the pension plan's fiduciary net positions was projected to be available to make all projected future benefit payments of current 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. The discount rate used to measure the total pension liability for MERS, MPERS, and FRS was 6.85%, 6.75%, and 6.9% respectively, for the year ended June 30, 2021.

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

Changes in the net pension liability may either be reported in pension expense in the year the change occurred or recognized as a deferred outflow of resources or a deferred inflow of resources in the year the change occurred and amortized into pension expense over a number of years. For the year ended November 30, 2021, the City recognized \$212,365, \$571,325, and \$110,421 in pension expense for MERS, MPERS, and FRS, respectively.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

At November 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources			
	MERS	MPERS	FRS	Total
Differences between expected and actual experience	\$ -	\$ -	\$ -	\$ -
Changes in assumptions	37,426	274,911	77,585	389,922
Net difference between projected and actual earnings on pension plan investments	-	-	5,110	5,110
Changes in proportion and differences between actual contributions and proportionate share of contributions	124,651	873,592	217,657	1,215,900
Employer contributions to the pension plans subsequent to the measurement date of the net pension liability	<u>85,282</u>	<u>181,266</u>	<u>37,226</u>	<u>303,774</u>
Total	<u>\$ 247,359</u>	<u>\$ 1,329,769</u>	<u>\$ 337,578</u>	<u>\$ 1,914,706</u>

	Deferred Inflows of Resources			
	MERS	MPERS	FRS	Total
Differences between expected and actual experience	\$ 38,165	\$ 76,450	\$ 32,153	\$ 146,768
Changes in assumptions	-	70,812	26,532	97,344
Changes in proportion and differences between actual contributions and proportionate share of contributions	<u>249,920</u>	<u>1,159,079</u>	<u>217,282</u>	<u>1,626,281</u>
Total	<u>\$ 288,085</u>	<u>\$ 1,306,341</u>	<u>\$ 275,967</u>	<u>\$ 1,870,393</u>

Deferred outflows of resources of \$303,774 resulting from the employer contributions subsequent to the measurement date will be recognized as pension expense during the year ending November 30, 2021.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions to be recognized in pension expense are as follows:

<u>Year Ended November 30</u>	<u>MERS</u>	<u>MPERS</u>	<u>FRS</u>	<u>TOTAL</u>
2022	\$ 37,413	\$ 243,790	\$ 32,406	\$ 313,609
2023	(10,776)	89,427	19,331	97,982
2024	(64,820)	(91,723)	789	(155,754)
2025	(87,825)	(399,332)	(44,862)	(532,019)
2026	-	-	6,578	6,578
Thereafter	-	-	10,144	10,144
	<u>\$ (126,008)</u>	<u>\$ (157,838)</u>	<u>\$ 24,386</u>	<u>\$ (259,460)</u>

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

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

<u>Plan</u>	<u>Current Discount Rate</u>	<u>Net Pension Liability</u>		
		<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
MERS	6.95%	\$ 1,418,850	\$ 924,809	\$ 506,944
MPERS	6.95%	4,326,409	2,482,388	943,252
FRS	7.00%	686,878	358,042	83,797
Total		<u>\$ 6,432,137</u>	<u>\$ 3,765,239</u>	<u>\$ 1,533,993</u>

Payables to the Pension Plans

At November 30, 2021, the City had no outstanding payables to MERS, MPERS, or FRS.

(15) Federal Social Security System

All employees of the City of Carencro are members of the Federal Social Security System. The City and its employees contribute a percentage of each employee's salary to the System (7.65% contributed by the City; 7.65% by the employee). The City's contribution during the year ended November 30, 2021 amounted to \$186,472.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(16) On-behalf Payments for Salaries

GASB Statement No. 24, *Accounting and Reporting for Certain Grants and Other Financial Assistance* requires the City to report and disclose in the financial statements on-behalf salary and fringe benefits made by the State of Louisiana to certain groups of City employees.

Supplemental salary payments are made by the State of Louisiana directly to certain groups of employees. The City is not legally responsible for these salaries. Therefore, the basis for recognizing the revenue and expenditure payments is the actual contribution made by the State. For the fiscal year ended November 30, 2021, the State paid supplemental salaries in the amount of \$186,472 to fire and law enforcement employees. The payments are recorded as intergovernmental revenue and public safety expenses/expenditures in the GAAP basis government-wide and General Fund financial statements.

(17) Compensation of City Officials

A detail of compensation paid to the City Council for the year ended November 30, 2021 follows:

Alfred Sinegal	\$ 14,470
Antoine Babineaux, Jr.	14,420
Kim Guidry	14,420
Jordan Arceneaux	14,420
Danielle Capritto	14,520
	<u>\$ 72,250</u>

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

The schedule of compensation, benefits, and other payments to Glenn Brasseaux, Mayor, for the year ended November 30, 2021 follows:

Salary	\$ 81,898
Benefits - retirement	12,694
Vehicle allowance	10,242
Registration fees	535
Housing	865
	<u>\$ 106,234</u>

(19) Natural Gas Contract

Under contract dated May 1, 1989, the City of Carencro is required to purchase its natural gas from Louisiana Municipal Natural Gas Purchasing and Distribution Authority for an initial term of three (3) years and shall continue thereafter from year to year unless written notice to the contrary is given by either party to the other at least six (6) months prior to the expiration of the initial term or any renewal thereof. During the fiscal year ended November 30, 2021, the City's natural gas purchases amounted to \$202,340, of which \$25,084 was owed for purchases for the month of November 2021.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(20) Operating Leases

During the fiscal year ended November 30, 2021, the City entered into various operating leases for fifteen vehicles. The leases are to be paid in 48 monthly installments ranging from \$514 to \$1,027 and will expire various months until June of 2025. Future minimum lease payments are as follows:

<u>Year Ending November 30,</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>
2022	\$ 121,212	\$ 35,837
2023	121,212	35,837
2024	117,101	30,512
2025	<u>52,190</u>	<u>3,814</u>
Total	<u>\$ 411,715</u>	<u>\$ 106,000</u>

Lease payments for the operating leases were \$100,091 for the year ended November 30, 2021

(21) Litigation and Claims

At November 30, 2021, the City is involved in several lawsuits claiming damages. In the opinion of the City's legal counsel, the only exposure to the City would be any costs in defense of the lawsuits with no liability to the City in excess of insurance coverage.

(22) Risk Management

The City is exposed to risks of loss in the areas of health care, general and auto liability, property hazards and workers' compensation. All of these risks are handled by purchasing commercial insurance coverage. There have been no significant reductions in the insurance coverage during the year, nor have settlements exceeded coverage for the past three years.

(23) Departmental Information for the Enterprise Fund

The City of Carencro maintains one enterprise fund with four departments, which provide gas, water, sewerage, and sanitation services. Departmental information for the income statement for the year ended November 30, 2021, was as follows:

	<u>Gas Department</u>	<u>Water Department</u>	<u>Sewerage Department</u>	<u>Sanitation Department</u>	<u>Total Enterprise Fund</u>
Operating revenues	<u>\$ 763,570</u>	<u>\$ 1,727,342</u>	<u>\$ 1,546,737</u>	<u>\$ 769,367</u>	<u>\$ 4,807,016</u>
Operating expenses:					
Depreciation	16,577	277,250	533,043	163,954	990,824
Other	<u>805,661</u>	<u>1,355,492</u>	<u>979,867</u>	<u>604,915</u>	<u>3,745,935</u>
Total operating expenses	<u>822,238</u>	<u>1,632,742</u>	<u>1,512,910</u>	<u>768,869</u>	<u>4,736,759</u>
Operating income (loss)	<u>\$ (58,668)</u>	<u>\$ 94,600</u>	<u>\$ 33,827</u>	<u>\$ 498</u>	<u>\$ 70,257</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(24) Fair Value Measurements

Professional standards require the disclosure for fair value measurements of financial assets and liabilities and for fair value measurements of nonfinancial items that are recognized or disclosed at fair value in the financial statements on a recurring basis. The standards establish a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements). The three levels of inputs used to measure fair value are as follows:

- a. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.
- b. Level 2 inputs are observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities, quoted prices in markets that are not active, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.
- c. Level 3 inputs are unobservable inputs for the asset or liability.

The following methods and assumptions were used by the Government in estimating fair values of financial instruments:

- a. The carrying amount reported in the statement of net position for the following approximates fair value due to the short maturities of these instruments: cash, accounts receivable, and accounts payable.
- b. The fair value for investment securities are based on quoted market prices at the reporting date multiplied by the quantity held. The carrying value equals fair value.

The following table presents assets that are measured at fair value on a recurring basis at November 30, 2021:

Governmental Funds:

<u>Description</u>	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
U.S. Treasuries	\$ 113,178	\$ 113,178	\$ -	\$ -
U.S. Agency Securities	88,442	88,442	-	-
	<u>\$ 201,620</u>	<u>\$ 201,620</u>	<u>\$ -</u>	<u>\$ -</u>

Proprietary Fund:

<u>Description</u>	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
U.S. Treasuries	\$ 192,939	\$ 192,939	\$ -	\$ -
U.S. Agency Securities	385,080	385,080	-	-
	<u>\$ 578,019</u>	<u>\$ 578,019</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(25) Interfund Transactions

A. Interfund receivables and payables consisted of the following at November 30, 2021:

	<u>Receivable</u>	<u>Payable</u>
Governmental funds:		
Major governmental funds -		
General Fund	\$ -	\$ 11,920
1967 Sales Tax Special Revenue Fund	<u>11,920</u>	<u>-</u>
Total governmental funds	11,920	11,920
Proprietary fund:		
Utility Fund	<u>-</u>	<u>-</u>
Total	<u>\$ 11,920</u>	<u>\$ 11,920</u>

These balances resulted from short-term loans made to other funds. All interfund balances will be repaid within one year.

Transfers consisted of the following for the year ended November 30, 2021:

	<u>Transfers In</u>	<u>Transfers Out</u>
Governmental funds:		
Major governmental funds -		
General Fund	\$ 4,918,692	\$ -
1967 Sales Tax Special Revenue Fund	-	2,884,787
1993 Sales Tax Special Revenue Fund	-	2,620,000
TIF District Sales Tax Special Revenue Fund	-	3,338,319
2016 Sales Tax Special Revenue Fund	-	1,000,000
Capital Projects Fund	-	113,010
Non-major governmental funds -		
2011 Sales Tax Bond Fund	295,020	-
2013 Sales Tax Bond Fund	578,789	-
2014 Sales Tax Bond Fund	924,787	-
LCDBG 2009 Sewer Improvements Fund	4	-
Proprietary fund:		
Utility Fund	<u>3,298,313</u>	<u>59,489</u>
Total	<u>\$ 10,015,605</u>	<u>\$ 10,015,605</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

B. External transactions consisted of the following for the year ended November 30, 2021:

1993 Sales Tax Special Revenue Fund	
Payments to PARC, Inc. to fund culture and recreation activities	\$(1,389,305)
2014 Sales Tax Bond Fund	
Revenues from PARC, Inc. to fund a portion of debt service requirements	<u>372,000</u>
	<u>\$(1,017,305)</u>

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (b) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations, and (c) to account for external transactions between the primary government and its discretely presented component unit which are classified as external transactions in the government-wide statement of activities.

(26) Tax Abatement

The City is subject to tax abatements granted by the Department of Economic Development. This program has the stated purpose of increasing business activity and employment in the Parish and the State. Under the program, companies commit to expand or maintain facilities or employment in the Parish, establish a new business in the Parish, or relocate existing business to the Parish. Agreements include an abatement of ad valorem taxes for a period of 10 years from the initial assessment due. The City's ad valorem taxes were reduced by \$989.

(27) Uncertainties Arising During and After Financial Statement Date

As a result of the spread of the COVID-19 corona virus, economic uncertainties have arisen which may have and may continue to impact the City's ongoing operations. The extent and severity of the potential impact on future operations is unknown at this time.

**REQUIRED SUPPLEMENTARY
INFORMATION**

CITY OF CARENCRO, LOUISIANA
General Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2021

	Budget		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Taxes	\$ 796,000	\$ 878,743	\$ 876,060	\$ (2,683)
Licenses and permits	946,000	692,543	705,113	12,570
Intergovernmental	586,508	613,244	615,401	2,157
Fines and forfeits	404,400	458,232	447,898	(10,334)
Miscellaneous	24,100	80,520	81,381	861
Total revenues	<u>2,757,008</u>	<u>2,723,282</u>	<u>2,725,853</u>	<u>2,571</u>
Expenditures:				
Current -				
General government:				
Administrative	848,918	932,624	965,432	(32,808)
Code department	534,024	365,832	327,780	38,052
Public safety:				
Police	3,323,616	3,072,672	2,987,014	85,658
Fire	993,716	992,593	999,396	(6,803)
City court	191,090	206,493	204,609	1,884
Highways and streets	887,349	993,338	955,086	38,252
Culture and tourism	101,341	61,549	61,502	47
Capital outlay	456,990	295,517	303,088	(7,571)
Debt service-				
Principal retirement	158,508	185,647	185,647	-
Interest and fiscal charges	20,338	12,838	12,838	-
Total expenditures	<u>7,515,890</u>	<u>7,119,103</u>	<u>7,002,392</u>	<u>116,711</u>
Deficiency of revenues over expenditures	<u>(4,758,882)</u>	<u>(4,395,821)</u>	<u>(4,276,539)</u>	<u>119,282</u>
Other financing sources:				
Proceeds from capital lease	275,235	369,514	-	(369,514)
Transfers in	4,495,000	4,905,000	4,918,694	13,694
Total other financing sources	<u>4,770,235</u>	<u>5,274,514</u>	<u>4,918,694</u>	<u>(355,820)</u>
Net change in fund balance	11,353	878,693	642,155	(236,538)
Fund balance, beginning	<u>736,879</u>	<u>736,879</u>	<u>736,879</u>	<u>-</u>
Fund balance, ending	<u>\$ 748,232</u>	<u>\$ 1,615,572</u>	<u>\$ 1,379,034</u>	<u>\$ (236,538)</u>

CITY OF CARENCRO, LOUISIANA
1967 Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2021

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 2,900,000	\$ 3,983,550	\$ 4,060,529	\$ 76,979
Miscellaneous	<u>3,000</u>	<u>1,191</u>	<u>4,543</u>	<u>3,352</u>
Total revenues	2,903,000	3,984,741	4,065,072	80,331
Expenditures:				
Current -				
General government	<u>35,500</u>	<u>45,105</u>	<u>40,338</u>	<u>4,767</u>
Excess of revenues over expenditures	2,867,500	3,939,636	4,024,734	85,098
Other financing uses:				
Transfers out	<u>(2,859,787)</u>	<u>(2,884,787)</u>	<u>(2,884,787)</u>	<u>-</u>
Net change in fund balance	7,713	1,054,849	1,139,947	85,098
Fund balance, beginning	<u>529,401</u>	<u>529,401</u>	<u>529,401</u>	<u>-</u>
Fund balance, ending	<u>\$ 537,114</u>	<u>\$ 1,584,250</u>	<u>\$ 1,669,348</u>	<u>\$ 85,098</u>

CITY OF CARENCRO, LOUISIANA
1993 Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2021

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 2,900,000	\$ 3,983,550	\$ 4,060,529	\$ 76,979
Intergovernmental	-	608,877	608,877	-
Miscellaneous	8,500	1,396	1,515	119
Total revenues	<u>2,908,500</u>	<u>4,593,823</u>	<u>4,670,921</u>	<u>77,098</u>
Expenditures:				
Current:				
General government	35,500	44,626	40,393	4,233
Culture and recreation	1,014,633	1,369,800	1,389,305	(19,505)
Total expenditures	<u>1,050,133</u>	<u>1,414,426</u>	<u>1,429,698</u>	<u>(15,272)</u>
Excess of revenues over expenditures	1,858,367	3,179,397	3,241,223	61,826
Other financing uses:				
Transfers out	<u>(1,910,000)</u>	-	<u>(2,620,000)</u>	<u>(2,620,000)</u>
Net change in fund balance	(51,633)	3,179,397	621,223	(2,558,174)
Fund balance, beginning	<u>444,865</u>	<u>444,865</u>	<u>444,865</u>	<u>-</u>
Fund balance, ending	<u>\$ 393,232</u>	<u>\$ 3,624,262</u>	<u>\$ 1,066,088</u>	<u>\$ (2,558,174)</u>

CITY OF CARENCRO, LOUISIANA
TIF District Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2021

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 2,000,000	\$ 2,385,900	\$ 2,432,093	\$ 46,193
Intergovernmental - local	-	150,000	142,680	(7,320)
Local grant - LEDA	-	250,000	250,000	-
State grant - LED	-	1,222,713	1,150,169	(72,544)
Miscellaneous	11,000	8,750	8,867	117
Total revenues	<u>2,011,000</u>	<u>4,017,363</u>	<u>3,983,809</u>	<u>(33,554)</u>
Expenditures:				
Current:				
General government	25,500	27,927	27,024	903
Capital outlay	6,700,000	2,468,074	2,063,463	404,611
Debt service -				
Bond issue costs	60,000	60,000	29,425	30,575
Total expenditures	<u>6,785,500</u>	<u>2,556,001</u>	<u>2,119,912</u>	<u>436,089</u>
Excess of revenues over expenditures	(4,774,500)	1,461,362	1,863,897	402,535
Other financing uses:				
Proceeds from issuance of debt	5,000,000	5,000,000	5,000,000	-
Transfers out	(2,904,525)	(2,904,525)	(3,338,319)	(433,794)
Total other financing sources (uses)	<u>2,095,475</u>	<u>2,095,475</u>	<u>1,661,681</u>	<u>(433,794)</u>
Net change in fund balance	(2,679,025)	3,556,837	3,525,578	(31,259)
Fund balance, beginning	<u>1,767,037</u>	<u>1,767,037</u>	<u>1,767,037</u>	-
Fund balance, ending	<u>\$ (911,988)</u>	<u>\$ 5,323,874</u>	<u>\$ 5,292,615</u>	<u>\$ (31,259)</u>

CITY OF CARENCRO, LOUISIANA
2016 Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2021

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 2,900,000	\$ 3,983,550	\$ 4,049,067	\$ 65,517
Miscellaneous	<u>35,000</u>	<u>9,887</u>	<u>10,213</u>	<u>326</u>
Total revenues	2,935,000	3,993,437	4,059,280	65,843
Expenditures:				
Current:				
General government	<u>36,500</u>	<u>45,605</u>	<u>39,833</u>	<u>5,772</u>
Excess of revenues over expenditures	2,898,500	3,947,832	4,019,447	71,615
Other financing uses:				
Transfers out	<u>(1,300,000)</u>	<u>(1,300,000)</u>	<u>(1,000,000)</u>	<u>300,000</u>
Net change in fund balance	1,598,500	2,647,832	3,019,447	371,615
Fund balance, beginning	<u>5,682,213</u>	<u>5,682,213</u>	<u>5,682,213</u>	<u>-</u>
Fund balance, ending	<u>\$ 7,280,713</u>	<u>\$ 8,330,045</u>	<u>\$ 8,701,660</u>	<u>\$ 371,615</u>

CITY OF CARENCRO, LOUISIANA

Schedule of Employer's Share of Net Pension Liability
For the Year Ended November 30, 2021

<u>Plan/ Fiscal Year</u>	<u>Employer Proportion of the Net Pension Liability (Asset)</u>	<u>Employer Proportionate Share of the Net Pension Liability (Asset)</u>	<u>Employer's Covered Payroll</u>	<u>Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
Municipal Employees' Retirement System					
6/30/2021	1.596402%	\$ 924,809	\$ 1,226,871	75.4%	79.14%
6/30/2020	1.433324%	1,298,916	1,110,786	116.9%	66.26%
6/30/2019	1.284063%	1,123,315	981,621	114.4%	66.14%
6/30/2018	1.307021%	1,105,520	968,604	114.1%	65.60%
6/30/2017	1.279821%	1,107,343	949,500	116.6%	63.49%
6/30/2016	1.286743%	1,066,591	927,589	115.0%	63.34%
6/30/2015	1.280409%	870,226	845,432	102.9%	68.71%
Municipal Police Employees' Retirement System					
6/30/2021	0.465691%	2,482,388	1,420,738	174.7%	84.08%
6/30/2020	0.404790%	3,741,203	1,250,286	299.2%	70.94%
6/30/2019	0.316168%	2,871,335	987,333	290.8%	71.89%
6/30/2018	0.255428%	2,159,404	753,802	286.5%	71.89%
6/30/2017	0.253787%	2,215,668	757,792	292.4%	70.08%
6/30/2016	0.299971%	2,811,573	757,451	371.2%	66.04%
6/30/2015	0.265326%	2,078,552	709,359	293.0%	70.73%
Firefighters' Retirement System					
6/30/2021	0.101032%	358,042	254,016	141.0%	86.78%
6/30/2020	0.095112%	659,274	236,793	278.4%	72.61%
6/30/2019	0.101602%	636,223	245,558	259.1%	73.96%
6/30/2018	0.079075%	454,846	187,438	242.7%	74.76%
6/30/2017	0.038542%	220,917	89,172	247.7%	73.55%
6/30/2016	0.289980%	189,763	40,455	469.1%	68.16%
6/30/2015	0.013216%	71,328	37,689	189.3%	72.45%

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

CITY OF CARENCRO, LOUISIANA

Schedule of Employer Contributions
For the Year Ended November 30, 2021

<u>Year Ended November 30,</u>	<u>Contractually Required Contribution</u>	<u>Contributions in Relation to Contractually Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Employer's Covered Payroll</u>	<u>Contributions as a % of Covered Payroll</u>
Municipal Employees' Retirement System					
2021	\$ 196,225	\$ 196,225	\$ -	\$ 1,265,968	15.50%
2020	173,217	173,217	-	1,183,985	14.63%
2019	142,246	142,246	-	1,049,012	13.56%
2018	131,833	131,833	-	1,104,129	11.94%
2017	113,456	113,456	-	1,031,418	11.00%
2016	96,328	96,328	-	950,918	10.13%
2015	82,951	82,951	-	873,168	9.50%
Municipal Police Employees' Retirement System					
2021	466,521	466,521	-	1,382,284	33.75%
2020	438,911	438,911	-	1,329,228	33.02%
2019	356,702	356,702	-	1,102,634	32.35%
2018	257,272	257,272	-	819,860	31.38%
2017	238,705	238,705	-	761,906	31.33%
2016	247,445	247,445	-	812,894	30.44%
2015	239,594	239,594	-	781,200	30.67%
Firefighters Retirement System					
2021	85,376	85,376	-	264,732	32.25%
2020	71,198	71,198	-	240,290	29.63%
2019	65,783	65,783	-	243,460	27.02%
2018	59,993	59,993	-	226,389	26.50%
2017	31,665	31,665	-	122,875	25.77%
2016	18,708	18,708	-	70,810	26.42%
2015	20,223	20,223	-	71,158	28.42%

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

CITY OF CARENCRO, LOUISIANA

Notes to the Required Supplementary Information

(1) Budget and Budgetary Accounting

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

- a. Prior to November 15, the City Clerk submits to the Mayor and City Council a proposed operating budget for the fiscal year commencing the following December 1.
- b. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
- c. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
- d. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance prior to the commencement of the fiscal year for which the budget is being adopted.
- e. Budgetary amendments involving the transfer of funds from one department, program or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Board of Aldermen.
- f. All budgetary appropriations lapse at the end of each fiscal year.
- g. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or as amended by the Board of Aldermen. Such amendments were not material in relation to the original appropriations.

(2) Pension Plans

Changes of assumptions about future economic or demographic factors or of other inputs were recognized in pension expense using the straight-line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that were provided with pensions through the pension plans. These assumptions include the rate of investment return, mortality of plan members, rate of salary increase, rates of retirement, rates of termination, rates of disability, and various other factors that have an impact on the cost of the plans.

(3) Excess of Expenditures Over Appropriations

For the year ended November 30, 2021, the General Fund and the 1993 Sales Tax Special Revenue Fund had actual expenditures over appropriations, at the functional level, as follows:

<u>Fund/Function</u>	<u>Budget</u>	<u>Actual</u>	<u>Excess</u>
General Fund:			
Administrative	\$ 932,624	\$ 965,432	\$ (32,808)
Public Safety - fire	992,593	999,396	(6,803)
Capital outlay	295,517	303,088	(7,571)
1993 Sales Tax Special Revenue Fund:			
Culture and recreation	1,369,800	1,389,305	(19,505)

OTHER SUPPLEMENTARY INFORMATION

CITY OF CARENCRO, LOUISIANA

Statement of Net Position
November 30, 2021
With Comparative Totals as of November 30, 2020

	2021			2020
	Governmental Activities	Business-Type Activities	Total	Totals
ASSETS				
Current assets:				
Cash and interest-bearing deposits	\$ 19,140,630	\$ 529,884	\$19,670,514	\$ 12,613,410
Investments	201,620	530,961	732,581	720,436
Receivables, net	1,254,894	622,602	1,877,496	1,739,881
Due from other governmental agencies	1,931,762	-	1,931,762	1,307,371
Prepaid items	34,350	20,313	54,663	47,481
Total current assets	<u>22,563,256</u>	<u>1,703,760</u>	<u>24,267,016</u>	<u>16,428,579</u>
Noncurrent assets:				
Restricted assets -				
Cash and interest-bearing deposits	-	1,255,790	1,255,790	1,058,038
Investments	-	47,058	47,058	47,035
Capital assets -				
Land and construction in progress	3,999,614	13,650,291	17,649,905	17,205,162
Other capital assets, net	26,012,881	15,974,483	41,987,364	35,761,373
Total noncurrent assets	<u>30,012,495</u>	<u>30,927,622</u>	<u>60,940,117</u>	<u>54,071,608</u>
Total assets	<u>52,575,751</u>	<u>32,631,382</u>	<u>85,207,133</u>	<u>70,500,187</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows related to pensions	<u>1,766,289</u>	<u>148,415</u>	<u>1,914,704</u>	<u>2,292,639</u>
LIABILITIES				
Current liabilities:				
Accounts and other payables	595,745	437,587	1,033,332	1,871,470
Due to other governmental agencies	122,809	-	122,809	154,845
Customers deposits payable	-	562,415	562,415	511,980
Capital lease payable	53,225	53,229	106,454	237,521
DHH water loan payable	-	178,341	178,341	174,076
Bonds and certificates of indebtedness payable	1,450,000	278,000	1,728,000	1,551,000
Unearned revenue	1,728,177	-	1,728,177	-
Accrued interest	130,159	41,177	171,336	143,283
Total current liabilities	<u>4,080,115</u>	<u>1,550,749</u>	<u>5,630,864</u>	<u>4,644,175</u>
Noncurrent liabilities:				
Compensated absences payable	101,087	85,739	186,826	264,864
Net pension liability	3,210,354	554,885	3,765,239	5,699,393
Capital lease payable	170,940	102,765	273,705	379,712
DHH water loan payable	-	3,896,934	3,896,934	3,974,534
Bonds and certificates of indebtedness payable	12,710,000	1,500,000	14,210,000	11,583,000
Total noncurrent liabilities	<u>16,192,381</u>	<u>6,140,323</u>	<u>22,332,704</u>	<u>21,901,503</u>
Total liabilities	<u>20,272,496</u>	<u>7,691,072</u>	<u>27,963,568</u>	<u>26,545,678</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows related to pensions	<u>1,697,541</u>	<u>172,852</u>	<u>1,870,393</u>	<u>341,017</u>
NET POSITION				
Net investment in capital assets	15,628,330	23,364,918	38,993,248	34,762,310
Restricted for sales tax dedications	16,759,865	-	16,759,865	8,445,098
Restricted for debt service	1,332,733	699,256	2,031,989	1,973,391
Restricted for capital projects	515,601	-	515,601	2,668,318
Unrestricted (deficit)	(1,864,526)	851,699	(1,012,827)	(1,942,986)
Total net position	<u>\$ 32,372,003</u>	<u>\$24,915,873</u>	<u>\$57,287,876</u>	<u>\$45,906,131</u>

CITY OF CARENCRO, LOUISIANA

Balance Sheet
General and Special Revenue Funds
November 30, 2021 and 2020

	General		1967 Sales Tax Special Revenue		1993 Sales Tax Special Revenue		TIF District Sales Tax Special Revenue		2016 Sales Tax Special Revenue	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
ASSETS										
Cash	\$ 798,380	\$ 354,970	\$ 1,118,741	\$ 27,886	\$ -	\$ -	\$ 3,212,912	\$ -	\$ -	\$ -
Interest-bearing deposits	333,494	317,857	21,046	21,015	739,328	163,934	947,687	1,774,154	8,362,217	5,387,347
Investments	-	-	201,593	198,163	-	-	-	-	-	-
Receivables:										
Taxes	28,197	12,261	345,289	304,277	345,287	304,277	194,010	186,789	340,033	295,596
Due from other governmental agencies	308,347	554,337	-	-	-	-	1,403,169	3,000	-	-
Due from other funds	-	28,755	11,920	-	-	-	-	3,169	-	-
Accrued interest	-	-	1,206	1,406	-	-	-	-	-	-
Prepaid items	34,350	33,693	-	-	-	-	-	-	-	-
Total assets	<u>\$ 1,502,768</u>	<u>\$ 1,301,873</u>	<u>\$ 1,699,795</u>	<u>\$ 552,747</u>	<u>\$ 1,084,615</u>	<u>\$ 468,211</u>	<u>\$ 5,757,778</u>	<u>\$ 1,967,112</u>	<u>\$ 8,702,250</u>	<u>\$ 5,682,943</u>
LIABILITIES AND FUND BALANCES										
Liabilities:										
Accounts payable	\$ 108,679	\$ 532,423	\$ 12,510	\$ 730	\$ 590	\$ 730	\$ 470	\$ 11,469	\$ 590	\$ 730
Contracts payable	-	-	-	-	-	-	292,652	44,354	-	-
Retainage payable	-	-	-	-	-	-	85,106	34,639	-	-
Customer rental deposits	3,135	1,935	-	-	-	-	-	-	-	-
Due to other governmental agencies	-	-	17,937	22,616	17,937	22,616	86,935	109,613	-	-
Due to other funds	11,920	30,635	-	-	-	-	-	-	-	-
Total liabilities	<u>123,734</u>	<u>564,993</u>	<u>30,447</u>	<u>23,346</u>	<u>18,527</u>	<u>23,346</u>	<u>465,163</u>	<u>200,075</u>	<u>590</u>	<u>730</u>
Fund balances -										
Nonspendable - prepaid items	34,350	33,693	-	-	-	-	-	-	-	-
Restricted - sales tax dedications	-	-	1,669,348	529,401	1,066,088	444,865	5,292,615	1,767,037	8,701,659	5,682,213
Unassigned	1,344,684	703,187	-	-	-	-	-	-	-	-
Total fund balances	<u>1,379,034</u>	<u>736,880</u>	<u>1,669,348</u>	<u>529,401</u>	<u>1,066,088</u>	<u>444,865</u>	<u>5,292,615</u>	<u>1,767,037</u>	<u>8,701,659</u>	<u>5,682,213</u>
Total liabilities and fund balances	<u>\$ 1,502,768</u>	<u>\$ 1,301,873</u>	<u>\$ 1,699,795</u>	<u>\$ 552,747</u>	<u>\$ 1,084,615</u>	<u>\$ 468,211</u>	<u>\$ 5,757,778</u>	<u>\$ 1,967,112</u>	<u>\$ 8,702,249</u>	<u>\$ 5,682,943</u>

CITY OF CARENCRO, LOUISIANA
General Fund

Budgetary Comparison Schedule - Revenues
For the Year Ended November 30, 2021
With Comparative Actual Amounts for the Year Ended November 30, 2020

	2021				
	Budget		Actual	Variance with Final Budget	2020 Actual
	Original	Final		Positive (Negative)	
Taxes:					
Ad valorem	\$ 350,000	\$ 336,790	\$ 336,007	\$ (783)	\$ 329,633
Franchise -					
Electric	389,000	486,787	487,353	566	428,249
Cable TV and gas	57,000	55,166	52,700	(2,466)	55,514
Total taxes	<u>796,000</u>	<u>878,743</u>	<u>876,060</u>	<u>(2,683)</u>	<u>813,396</u>
Licenses and permits:					
Occupational licenses	395,000	411,007	405,587	(5,420)	377,087
Code department permits	551,000	281,536	299,526	17,990	1,006,679
Total licenses and permits	<u>946,000</u>	<u>692,543</u>	<u>705,113</u>	<u>12,570</u>	<u>1,383,766</u>
Intergovernmental:					
Federal grants	8,000	30,000	30,296	296	842,078
State of Louisiana -					
Department of Transportation and Development	20,715	20,715	20,715	-	20,715
Beer taxes	18,000	19,183	19,417	234	18,133
On-behalf payments	210,000	186,472	186,472	-	197,757
Lafayette Parish Government -					
Two percent fire insurance refund	84,272	111,353	111,353	-	81,748
Proceeds for fire department	42,188	42,188	42,188	-	42,188
Lafayette Parish School Board - resource officer	203,333	203,333	204,960	1,627	200,941
Total intergovernmental	<u>586,508</u>	<u>613,244</u>	<u>615,401</u>	<u>2,157</u>	<u>1,403,560</u>
Fines and forfeits:					
Fines and court costs	186,000	188,429	194,728	6,299	158,816
Police special detail and accident reports	218,400	269,803	253,170	(16,633)	212,385
Total fines, forfeits, etc.	<u>404,400</u>	<u>458,232</u>	<u>447,898</u>	<u>(10,334)</u>	<u>371,201</u>
Miscellaneous:					
Interest	2,100	390	416	26	1,515
Community Center rentals	18,000	18,450	19,900	1,450	12,080
Donations	3,000	8,800	9,106	306	3,600
Other sources	1,000	52,880	51,959	(921)	1,447
Total miscellaneous	<u>24,100</u>	<u>80,520</u>	<u>81,381</u>	<u>861</u>	<u>18,642</u>
Total revenues	<u>\$ 2,757,008</u>	<u>\$ 2,723,282</u>	<u>\$ 2,725,853</u>	<u>\$ 2,571</u>	<u>\$ 3,990,565</u>

CITY OF CARENCRO, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures
For the Year Ended November 30, 2021
With Comparative Actual Amounts for the Year Ended November 30, 2020

	2021			Variance with Final Budget Positive (Negative)	2020 Actual
	Budget		Actual		
	Original	Final			
Current:					
General government -					
Administrative:					
Mayor and council salaries	\$ 166,130	\$ 163,814	\$ 163,748	\$ 66	\$ 159,112
Other salaries and wages	79,392	81,774	81,774	-	79,392
Retirement	25,369	25,369	25,369	-	23,255
Group insurance	15,860	15,665	15,598	67	14,463
Payroll taxes	18,047	14,657	14,652	5	14,240
Insurance	82,260	67,673	61,959	5,714	72,414
Office	17,000	14,532	20,059	(5,527)	37,876
Advertisements and recordings	5,000	5,548	5,151	397	4,807
Dues	9,000	8,536	6,586	1,950	6,761
Legal fees	32,500	77,918	79,331	(1,413)	83,398
Professional fees	33,000	32,175	30,290	1,885	33,000
Engineering	250,000	285,934	323,658	(37,724)	168,658
Travel and conferences	12,000	8,899	10,465	(1,566)	3,539
Gas and repairs	3,000	13,353	2,575	10,778	3,171
Auto allowance	10,800	10,800	10,800	-	10,800
Auto lease expense	-	24,852	24,852	-	2,769
Utilities and telephone	22,700	23,730	23,331	399	22,460
Rent	6,000	6,000	6,000	-	6,000
Repairs and maintenance	45,160	35,687	42,034	(6,347)	41,425
Senior citizens' compensation	9,200	9,126	9,126	-	9,860
Uniforms	1,500	0	59	(59)	212
Miscellaneous	5,000	6,582	8,015	(1,433)	5,761
Total administrative	<u>848,918</u>	<u>932,624</u>	<u>965,432</u>	<u>(32,808)</u>	<u>803,373</u>
Code department:					
Salaries	82,561	81,491	81,493	(2)	54,147
Retirement	12,797	12,289	12,445	(156)	7,188
Group insurance	15,860	11,588	11,534	54	5,809
Payroll taxes	6,316	5,976	6,008	(32)	4,019
Insurance	2,490	2,692	2,498	194	2,387
Inspection fees	412,500	249,887	211,392	38,495	760,067
Miscellaneous	1,500	1,909	2,410	(501)	1,438
Total code department	<u>534,024</u>	<u>365,832</u>	<u>327,780</u>	<u>38,052</u>	<u>835,055</u>
Total general government	<u>1,382,942</u>	<u>1,298,456</u>	<u>1,293,212</u>	<u>5,244</u>	<u>1,638,428</u>

(continued)

CITY OF CARENCRO, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures (Continued)
For the Year Ended November 30, 2021
With Comparative Actual Amounts for the Year Ended November 30, 2020

	2021			Variance with Final Budget Positive (Negative)	2020 Actual
	Budget		Actual		
	Original	Final			
Public safety:					
Police department -					
Salaries	2,101,760	1,902,776	1,900,679	2,097	1,958,569
Retirement	193,060	185,796	185,796	-	185,312
Group insurance	243,136	214,598	212,354	2,244	207,868
Payroll taxes	134,360	113,215	113,782	(567)	120,734
Insurance	256,750	232,569	218,327	14,242	229,609
Gas and repairs	125,000	193,374	115,856	77,518	99,364
Equipment expenditures	25,000	33,155	34,953	(1,798)	68,841
Maintenance	19,700	18,311	17,991	320	21,909
Utilities and telephone	62,200	48,242	51,664	(3,422)	45,609
Auto allowance	19,200	19,200	19,200	-	19,200
Auto lease expense	-	31,299	31,299	-	-
Legal fees	5,000	2,262	2,488	(226)	650
Miscellaneous	11,000	3,287	5,696	(2,409)	7,160
Supplies	5,000	3,528	8,325	(4,797)	11,921
Office supplies	16,250	7,409	7,160	249	14,152
Grant expenditures	8,000	-	-	-	4,931
Radio user fees	2,700	2,960	2,960	-	2,470
Uniforms	18,000	7,763	15,503	(7,740)	8,616
Training	67,500	49,891	26,841	23,050	32,777
Drug task force expenditures	8,000	1,145	14,302	(13,157)	2,211
Drug testing	2,000	1,892	1,838	54	1,997
Total police department	<u>3,323,616</u>	<u>3,072,672</u>	<u>2,987,014</u>	<u>85,658</u>	<u>3,043,900</u>
Fire department -					
Salaries	447,385	503,844	499,159	4,685	447,764
Retirement	83,689	85,376	85,376	-	71,489
Group insurance	49,307	48,401	48,196	205	43,354
Payroll taxes	35,755	35,243	36,263	(1,020)	32,596
Insurance	105,080	105,080	97,127	7,953	93,034
Maintenance and supplies	35,500	22,058	22,481	(423)	25,453
Auto	71,700	54,071	45,341	8,730	53,212
Utilities and telephone	21,800	23,257	22,703	554	21,059
Equipment expenditures	23,000	43,557	67,208	(23,651)	20,824
Miscellaneous	66,000	63,216	69,502	(6,286)	67,027
Training	8,000	3,643	2,813	830	3,281
Radio user fees	4,000	1,015	55	960	5,010
Uniforms	6,500	3,832	3,172	660	6,072
Total fire department	<u>993,716</u>	<u>992,593</u>	<u>999,396</u>	<u>(6,803)</u>	<u>890,175</u>

(continued)

CITY OF CARENCRO, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures (Continued)
For the Year Ended November 30, 2021
With Comparative Actual Amounts for the Year Ended November 30, 2020

	2021			Variance with Final Budget Positive (Negative)	2020 Actual
	Budget		Actual		
	Original	Final			
City Court department -					
City magistrate	13,000	4,709	5,205	(496)	14,515
Other salaries	7,590	9,697	8,643	1,054	5,832
Supplies	100	-	-	-	-
Legal fees	6,400	10,162	7,013	3,149	5,988
Fine fees	130,000	147,014	149,485	(2,471)	105,123
Traffic detail expenditures	34,000	34,911	34,263	648	31,705
Total city court department	<u>191,090</u>	<u>206,493</u>	<u>204,609</u>	<u>1,884</u>	<u>163,163</u>
Total public safety	<u>4,508,422</u>	<u>4,271,758</u>	<u>4,191,019</u>	<u>80,739</u>	<u>4,097,238</u>
Highways and streets:					
Salaries	341,359	286,836	290,946	(4,110)	276,434
Retirement	51,670	39,719	40,779	(1,060)	39,440
Group insurance	60,350	52,839	52,838	1	47,404
Payroll taxes	25,500	20,757	21,056	(299)	20,150
Insurance	49,470	54,031	50,123	3,908	43,955
Maintenance and supplies	81,000	116,923	141,760	(24,837)	86,644
Engineering	100,000	79,914	83,622	(3,708)	74,988
Street equipment repairs and maintenance	32,000	101,447	113,744	(12,297)	49,472
Lighting	105,500	114,387	116,231	(1,844)	105,189
Dumping fees	10,000	124	124	-	192
Inmate labor	-	-	-	-	3,116
Auto	20,000	34,222	20,507	13,715	19,691
Auto lease expense	-	-	12,333	(12,333)	2,980
Uniforms	10,500	12,219	11,023	1,196	9,209
Debris removal	-	79,920	-	79,920	339,952
Total highways and streets	<u>887,349</u>	<u>993,338</u>	<u>955,086</u>	<u>38,252</u>	<u>1,118,816</u>
Culture and tourism -					
Community Center:					
Salaries	24,000	2,344	2,056	288	1,408
Payroll taxes	1,836	182	161	21	111
Insurance	13,805	14,183	13,157	1,026	12,232
Equipment and supplies	28,200	18,240	20,540	(2,300)	47,087
Janitorial services	21,000	12,700	11,200	1,500	11,833
Utilities and telephone	12,500	13,900	14,388	(488)	12,208
Total community center	<u>101,341</u>	<u>61,549</u>	<u>61,502</u>	<u>47</u>	<u>84,879</u>
Total culture and tourism	<u>101,341</u>	<u>61,549</u>	<u>61,502</u>	<u>47</u>	<u>84,879</u>

(continued)

CITY OF CARENCRO, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures (Continued)
For the Year Ended November 30, 2021
With Comparative Actual Amounts for the Year Ended November 30, 2020

	2021		Actual	Variance with Final Budget Positive (Negative)	2020 Actual
	Budget				
	Original	Final			
Capital outlay:					
General government	-	52,000	52,000	-	2,788
Public safety	435,375	179,266	183,163	(3,897)	461,509
Highways and street	21,615	64,251	67,925	(3,674)	415,193
Total capital outlay	<u>456,990</u>	<u>295,517</u>	<u>303,088</u>	<u>(7,571)</u>	<u>879,490</u>
Debt service:					
Principal retirement	158,508	185,647	185,647	-	130,565
Interest and fiscal charges	20,338	12,838	12,838	-	7,280
Total debt service	<u>178,846</u>	<u>198,485</u>	<u>198,485</u>	<u>-</u>	<u>137,845</u>
 Total expenditures	 <u>\$7,515,890</u>	 <u>\$ 7,119,103</u>	 <u>\$ 7,002,392</u>	 <u>\$ 116,711</u>	 <u>\$ 7,956,696</u>

CITY OF CARENCRO, LOUISIANA
Special Revenue Fund
1967 Sales Tax Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2021
With Comparative Actual Amounts for the Year Ended November 30, 2020

	2021			Variance with Final Budget Positive (Negative)	2020 Actual
	Budget		Actual		
	Original	Final			
Revenues:					
Taxes	\$2,900,000	\$3,983,550	\$4,060,529	\$ 76,979	\$3,016,476
Interest	3,000	1,191	4,543	3,352	7,199
Total revenues	<u>2,903,000</u>	<u>3,984,741</u>	<u>4,065,072</u>	<u>80,331</u>	<u>3,023,675</u>
Expenditures:					
Current -					
General government:					
Collection fees	21,000	29,750	26,413	3,337	22,167
Professional fees	14,500	15,355	13,925	1,430	12,895
Total expenditures	<u>35,500</u>	<u>45,105</u>	<u>40,338</u>	<u>4,767</u>	<u>35,062</u>
Excess of revenues over expenditures	2,867,500	3,939,636	4,024,734	85,098	2,988,613
Other financing uses:					
Transfers out	<u>(2,859,787)</u>	<u>(2,884,787)</u>	<u>(2,884,787)</u>	-	<u>(2,814,985)</u>
Net change in fund balance	7,713	1,054,849	1,139,947	85,098	173,628
Fund balance, beginning	<u>529,401</u>	<u>529,401</u>	<u>529,401</u>	-	<u>355,773</u>
Fund balance, ending	<u>\$ 537,114</u>	<u>\$1,584,250</u>	<u>\$1,669,348</u>	<u>\$ 85,098</u>	<u>\$ 529,401</u>

CITY OF CARENCRO, LOUISIANA
Special Revenue Fund
1993 Sales Tax Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2021
With Comparative Actual Amounts for the Year Ended November 30, 2020

	2021			Variance with Final Budget Positive (Negative)	2020 Actual
	Budget		Actual		
	Original	Final			
Revenues:					
Taxes	\$ 2,900,000	\$ 3,983,550	\$ 4,060,529	\$ 76,979	\$ 3,016,476
Intergovernmental	-	608,877	608,877	-	-
Miscellaneous - interest	8,500	1,396	1,515	119	2,358
Total revenues	<u>2,908,500</u>	<u>4,593,823</u>	<u>4,670,921</u>	<u>77,098</u>	<u>3,018,834</u>
Expenditures:					
Current -					
General government:					
Collection fees	21,000	29,750	26,413	3,337	22,167
Office expense	-	-	-	-	51
Professional fees	14,500	14,876	13,980	896	12,895
Total general government	35,500	44,626	40,393	4,233	35,113
Culture and recreation	1,014,633	1,369,800	1,389,305	(19,505)	972,766
Total expenditures	<u>1,050,133</u>	<u>1,414,426</u>	<u>1,429,698</u>	<u>(15,272)</u>	<u>1,007,879</u>
Excess of revenues over expenditures	1,858,367	3,179,397	3,241,223	61,826	2,010,955
Other financing uses:					
Transfers out	(1,910,000)	-	(2,620,000)	(2,620,000)	(1,840,000)
Net change in fund balance	(51,633)	3,179,397	621,223	(2,558,174)	170,955
Fund balance, beginning	444,865	444,865	444,865	-	273,910
Fund balance, ending	<u>\$ 393,232</u>	<u>\$ 3,624,262</u>	<u>\$ 1,066,088</u>	<u>\$ (2,558,174)</u>	<u>\$ 444,865</u>

CITY OF CARENCRO, LOUISIANA
Special Revenue Fund
TIF District Sales Tax Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2021
With Comparative Actual Amounts for the Year Ended November 30, 2020

	2021			Variance with Final Budget Positive (Negative)	2020 Actual
	Budget		Actual		
	Original	Final			
Revenues:					
Taxes	\$ 2,000,000	\$ 2,385,900	\$ 2,432,093	\$ 46,193	\$ 2,035,659
Intergovernmental - local	-	150,000	142,680	(7,320)	12,000
Local grant - LEDA	-	250,000	250,000	-	-
State grant - LED	-	1,222,713	1,150,169	(72,544)	-
Miscellaneous	11,000	8,750	8,867	117	10,773
Total revenues	<u>2,011,000</u>	<u>4,017,363</u>	<u>3,983,809</u>	<u>(33,554)</u>	<u>2,058,432</u>
Expenditures:					
Current -					
General government:					
Collection fees	15,500	15,800	15,736	64	14,814
Engineering	-	-	-	-	3,593
Repairs and maintenance	-	-	-	-	8,986
Professional fees	10,000	12,127	11,288	839	9,428
Total general government	25,500	27,927	27,024	903	36,821
Capital outlay	6,700,000	2,468,074	2,063,463	404,611	185,886
Debt service					
Bond issue costs	60,000	60,000	29,425	30,575	-
Total expenditures	<u>6,785,500</u>	<u>2,556,001</u>	<u>2,119,912</u>	<u>436,089</u>	<u>222,707</u>
Excess of revenues over expenditures	(4,774,500)	1,461,362	1,863,897	402,535	1,835,725
Other financing uses:					
Proceeds from issuance of debt	5,000,000	5,000,000	5,000,000	-	-
Transfers out	(2,904,525)	(2,904,525)	(3,338,319)	(433,794)	(1,460,803)
Total other financing sources (uses)	<u>2,095,475</u>	<u>2,095,475</u>	<u>1,661,681</u>	<u>(433,794)</u>	<u>(1,460,803)</u>
Net change in fund balance	(2,679,025)	3,556,837	3,525,578	(31,259)	374,922
Fund balance, beginning	<u>1,767,037</u>	<u>1,767,037</u>	<u>1,767,037</u>	<u>-</u>	<u>1,392,115</u>
Fund balance, ending	<u>\$ (911,988)</u>	<u>\$ 5,323,874</u>	<u>\$ 5,292,615</u>	<u>\$ (31,259)</u>	<u>\$ 1,767,037</u>

CITY OF CARENCRO, LOUISIANA
2016 Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2021
With Comparative Actual Amounts for the Year Ended November 30, 2020

	2021		Actual	Variance with Final Budget Positive (Negative)	2020 Actual
	Budget				
	Original	Final			
Revenues:					
Taxes	\$ 2,900,000	\$ 3,983,550	\$4,049,067	\$ 65,517	\$3,015,136
Miscellaneous	35,000	9,887	10,212	325	24,684
Total revenues	<u>2,935,000</u>	<u>3,993,437</u>	<u>4,059,279</u>	<u>65,842</u>	<u>3,039,820</u>
Expenditures:					
Current:					
General government:					
Collection fees	21,500	30,784	25,908	4,876	22,167
Professional fees	15,000	14,821	13,925	896	12,926
Total general government	<u>36,500</u>	<u>45,605</u>	<u>39,833</u>	<u>5,772</u>	<u>35,093</u>
Excess of revenues over expenditures	2,898,500	3,947,832	4,019,446	71,614	3,004,727
Other financing uses:					
Transfers out	(1,300,000)	(1,300,000)	(1,000,000)	300,000	(1,590,000)
Net change in fund balance	1,598,500	2,647,832	3,019,446	371,614	1,414,727
Fund balance, beginning	<u>5,682,213</u>	<u>5,682,213</u>	<u>5,682,213</u>	-	<u>4,267,486</u>
Fund balance, ending	<u>\$ 7,280,713</u>	<u>\$ 8,330,045</u>	<u>\$8,701,659</u>	<u>\$ 371,614</u>	<u>\$5,682,213</u>

CITY OF CARENCRO, LOUISIANA
Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Budget (GAAP Basis) and Actual
For the Year Ended November 30, 2021
With Comparative Actual Amounts for the Year Ended November 30, 2020

	2021			Variance with Budget Positive (Negative)	2020 Actual
	Budget		Actual		
	Original	Final			
Revenue:					
Intergovernmental -					
Federal grants	\$ -	\$ 25,099	\$ 22,137	\$ (2,962)	\$ 500,322
State grants	2,175,000	1,010,907	986,493	(24,414)	829,514
Miscellaneous	-	1,967	1,770	(197)	31,054
Total revenues	<u>2,175,000</u>	<u>1,037,973</u>	<u>1,010,400</u>	<u>(27,573)</u>	<u>1,360,890</u>
Expenditures:					
Current -					
General government:					
Professional fees	-	-	-	-	500
Public safety - fire:					
Professional fees	-	-	-	-	500
Capital outlay -	<u>2,850,000</u>	<u>3,012,107</u>	<u>3,050,111</u>	<u>(38,004)</u>	<u>4,505,077</u>
Total expenditures	<u>2,850,000</u>	<u>3,012,107</u>	<u>3,050,111</u>	<u>(38,004)</u>	<u>4,506,077</u>
Deficiency of revenues over expenditures	<u>(675,000)</u>	<u>(1,974,134)</u>	<u>(2,039,711)</u>	<u>(65,577)</u>	<u>(3,145,187)</u>
Other financing sources (uses):					
Transfers in	75,000	-	-	-	915,000
Transfers out	<u>600,000</u>	<u>-</u>	<u>(113,010)</u>	<u>(113,010)</u>	<u>(426,362)</u>
Total other financing sources (uses)	<u>675,000</u>	<u>-</u>	<u>(113,010)</u>	<u>(113,010)</u>	<u>488,638</u>
Net change in fund balance	-	(1,974,134)	(2,152,721)	(178,587)	(2,656,549)
Fund balance, beginning	<u>2,668,291</u>	<u>2,668,291</u>	<u>2,668,291</u>	<u>-</u>	<u>5,324,840</u>
Fund balance, ending	<u>\$ 2,668,291</u>	<u>\$ 694,157</u>	<u>\$ 515,570</u>	<u>\$ (178,587)</u>	<u>\$ 2,668,291</u>

CITY OF CARENCRO, LOUISIANA
Nonmajor Governmental Funds

Combining Balance Sheet
November 30, 2021
With Comparative Totals as of November 30, 2020

	Hotel/Motel Sales Tax Fund	2011 Sales Tax Bond Fund	2013 Sales Tax Bond Fund	2014 Sales Tax Bond Fund	Sidewalk Construction Fund	LCDBG 2009 Sewer Improvements Fund	Totals	
							2021	2020
ASSETS								
Cash	\$ 3,787	\$ -	\$ -	\$ -	\$ -	\$ 4	\$ 3,791	\$ 3,794
Interest-bearing deposits	25,719	-	543,444	919,448	-	-	1,488,611	1,539,921
Investments	-	-	-	-	27	-	27	27
Receivables:								
Taxes	872	-	-	-	-	-	872	1,472
TOTAL ASSETS	\$ 30,378	\$ -	\$ 543,444	\$ 919,448	\$ 27	\$ 4	\$ 1,493,301	\$ 1,545,214
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 224	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 224	\$ -
Due to other funds	-	-	-	-	-	-	-	24
Total liabilities	224	-	-	-	-	-	224	24
Fund balances:								
Restricted - sales tax dedications	30,154	-	-	-	-	-	30,154	21,582
Restricted - debt service	-	-	543,444	919,448	-	-	1,462,892	1,523,581
Assigned - capital projects	-	-	-	-	27	4	31	27
Total fund balances	30,154	-	543,444	919,448	27	4	1,493,077	1,545,190
TOTAL LIABILITIES AND FUND BALANCES	\$ 30,378	\$ -	\$ 543,444	\$ 919,448	\$ 27	\$ 4	\$ 1,493,301	\$ 1,545,214

CITY OF CARENCRO, LOUISIANA
Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Change in Fund Balances
For the Year Ended November 30, 2021
With Comparative Actual Amounts for the Year Ended November 30, 2020

	Hotel/Motel Sales Tax Fund	2011 Sales Tax Bond Fund	2013 Sales Tax Bond Fund	2014 Sales Tax Bond Fund	Sidewalk Construction Fund	LCDBG 2009 Sewer Improvements Fund	Totals	
							2021	2020
Revenues:								
Taxes	\$ 10,633	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,633	\$ 9,051
Intergovernmental	-	-	-	372,000	-	-	372,000	427,168
Miscellaneous	49	23	367	1,377	-	-	1,816	16,737
Total revenues	<u>10,682</u>	<u>23</u>	<u>367</u>	<u>373,377</u>	<u>-</u>	<u>-</u>	<u>384,449</u>	<u>452,956</u>
Expenditures:								
Current -								
General government	12	-	-	-	-	1	13	23
Culture and tourism	2,098	-	-	-	-	-	2,098	11,335
Debt service -								
Principal retirement	-	385,000	515,000	1,025,000	-	-	1,925,000	1,275,000
Interest and fiscal charges	-	8,255	40,874	258,920	-	-	308,049	286,093
Total expenditures	<u>2,110</u>	<u>393,255</u>	<u>555,874</u>	<u>1,283,920</u>	<u>-</u>	<u>1</u>	<u>2,235,160</u>	<u>1,572,451</u>
Excess (deficiency) of revenues over expenditures	<u>8,572</u>	<u>(393,232)</u>	<u>(555,507)</u>	<u>(910,543)</u>	<u>-</u>	<u>(1)</u>	<u>(1,850,711)</u>	<u>(1,119,495)</u>
Other financing sources (uses) :								
Transfers in	-	295,020	578,786	924,787	-	5	1,798,598	1,506,945
Transfers out	-	-	-	-	-	-	-	(85,243)
Total other financing sources (uses)	<u>-</u>	<u>295,020</u>	<u>578,786</u>	<u>924,787</u>	<u>-</u>	<u>5</u>	<u>1,798,598</u>	<u>1,421,702</u>
Net change in fund balances	8,572	(98,212)	23,279	14,244	-	4	(52,113)	302,207
Fund balances, beginning	<u>21,582</u>	<u>98,212</u>	<u>520,165</u>	<u>905,204</u>	<u>27</u>	<u>-</u>	<u>1,545,190</u>	<u>1,242,983</u>
Fund balances, ending	<u>\$ 30,154</u>	<u>\$ -</u>	<u>\$ 543,444</u>	<u>\$ 919,448</u>	<u>\$ 27</u>	<u>\$ 4</u>	<u>\$ 1,493,077</u>	<u>\$ 1,545,190</u>

NONMAJOR SPECIAL REVENUE FUND

Hotel/Motel Sales Tax Fund

To account for the receipt and use of proceeds of a 4% tax upon the rent or fee charged for the occupancy of hotel rooms within the City. These taxes are dedicated and used to fund the construction and maintenance of water and sewer infrastructure, economic development and tourism within the City.

CITY OF CARENCRO, LOUISIANA
 Nonmajor Special Revenue Fund
 Hotel/Motel Sales Tax Fund

Budgetary Comparison Schedule
 For the Year Ended November 30, 2021
 With Comparative Actual Amounts for the Year Ended November 30, 2020

	2021		Variance with Final Budget Positive (Negative)	2020 Actual
	Budget	Actual		
Revenues:				
Taxes	\$ 10,298	\$ 10,633	\$ 335	\$ 9,051
Miscellaneous -				
Donations	-	-	-	9,351
Farmers market	11	11	-	378
Interest	36	38	2	55
Total revenues	<u>10,345</u>	<u>10,682</u>	<u>337</u>	<u>18,835</u>
Expenditures:				
Current -				
General government:				
Collection fees	23	12	11	23
Culture and tourism:				
Culture district	1,841	1,884	(43)	3,960
Culture and tourism	214	214	-	7,375
Total culture and tourism	<u>2,055</u>	<u>2,098</u>	<u>(43)</u>	<u>11,335</u>
Total expenditures	<u>2,078</u>	<u>2,110</u>	<u>(32)</u>	<u>11,358</u>
Excess of revenues over expenditures	8,267	8,572	305	7,477
Other financing sources:				
Transfers in	-	-	-	5,000
Net change in fund balance	8,267	8,572	305	12,477
Fund balance, beginning	<u>21,582</u>	<u>21,582</u>	<u>-</u>	<u>9,105</u>
Fund balance, ending	<u>\$ 29,849</u>	<u>\$ 30,154</u>	<u>\$ 305</u>	<u>\$ 21,582</u>

NONMAJOR DEBT SERVICE FUNDS

2011 Sales Tax Bond Fund -

To accumulate monies for payment of the \$1,000,000 Public Improvement Sales Tax Bonds, Series 2011, which are due in annual installments, plus interest, through maturity in 2023. Debt service is financed by transfers from proceeds of the City's TIF District 1% sales and use tax.

2013 Sales Tax Bond Fund -

To accumulate monies for payment of the \$1,500,000 Certificates of Indebtedness, Series 2013, due in annual installments, plus interest, through maturity in 2023. Debt service is financed by transfers from proceeds of the City's TIF District 1% sales and use tax.

2014 Sales Tax Bond Fund -

To accumulate monies for payment of the \$5,800,000 Sales Tax Bonds, Series 2014, due in annual installments, plus interest, through maturity in 2024 and the \$5,000,000 Sales Tax Bonds, Series 2019, due in annual installments, plus interest, through maturity in 2029. Debt service is financed by transfers from proceeds of the City's 1967 1% sales and use tax. Additionally, accumulates monies for payment of the \$3,750,000 Sales Tax Bonds, Series 2014A, due in annual installments, plus interest, through maturity in 2029. Debt service is financed by transfers from the Park and Recreation Commission of Carencro, Inc.'s share of the 1993 1% sales and use tax.

CITY OF CARENCRO, LOUISIANA
 Nonmajor Debt Service Fund
 2011 Sales Tax Bond Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 For the Year Ended November 30, 2021
 With Comparative Actual Amounts for the Year Ended November 30, 2020

	2021		Variance with Budget Positive (Negative)	2020 Actual
	Budget	Actual		
Revenues:				
Miscellaneous - interest	\$ 23	\$ 23	\$ -	\$ 165
Expenditures:				
Debt service -				
Principal retirement	385,000	385,000	-	90,000
Interest and fiscal charges	8,255	8,255	-	11,524
Total expenditures	393,255	393,255	-	101,524
Deficiency of revenues over expenditures	(393,232)	(393,232)	-	(101,359)
Other financing sources:				
Transfers in	295,020	295,020	-	100,318
Net change in fund balance	(98,212)	(98,212)	-	(1,041)
Fund balance, beginning	98,212	98,212	-	99,253
Fund balance, ending	\$ -	\$ -	\$ -	\$ 98,212

CITY OF CARENCRO, LOUISIANA
 Nonmajor Debt Service Fund
 2013 Sales Tax Bond Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 For the Year Ended November 30, 2021
 With Comparative Actual Amounts for the Year Ended November 30, 2020

	2021		Variance with Budget Positive (Negative)	2020 Actual
	Budget	Actual		
Revenues:				
Miscellaneous - interest	\$ 400	\$ 367	\$ (33)	\$ 893
Expenditures:				
Debt service -				
Principal retirement	515,000	515,000	-	165,000
Interest and fiscal charges	40,500	40,874	(374)	12,215
Total expenditures	555,500	555,874	(374)	177,215
Deficiency of revenues over expenditures	(555,100)	(555,507)	(407)	(176,322)
Other financing sources:				
Transfers in	578,786	578,786	-	416,590
Net change in fund balance	23,686	23,279	(407)	240,268
Fund balance, beginning	520,165	520,165	-	279,897
Fund balance, ending	\$ 543,851	\$ 543,444	\$ (407)	\$ 520,165

CITY OF CARENCRO, LOUISIANA
 Nonmajor Debt Service Fund
 2014 Sales Tax Bond Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 For the Year Ended November 30, 2021
 With Comparative Actual Amounts for the Year Ended November 30, 2020

	2021		Variance with Budget Positive (Negative)	2020 Actual
	Budget	Actual		
Revenues:				
Intergovernmental - local sources	\$ 372,000	\$ 372,000	\$ -	\$ 372,000
Miscellaneous - interest	1,350	1,377	27	5,895
Total revenues	<u>373,350</u>	<u>373,377</u>	<u>27</u>	<u>377,895</u>
Expenditures:				
Debt service				
Principal retirement	1,025,000	1,025,000	-	1,020,000
Interest and fiscal charges	258,920	258,920	-	262,354
Total expenditures	<u>1,283,920</u>	<u>1,283,920</u>	<u>-</u>	<u>1,282,354</u>
Deficiency of revenues over expenditures	(910,570)	(910,543)	27	(904,459)
Other financing sources:				
Transfers in	924,787	924,787	-	954,986
Net change in fund balance	14,217	14,244	27	50,527
Fund balance, beginning	905,204	905,204	-	854,677
Fund balance, ending	<u>\$ 919,421</u>	<u>\$ 919,448</u>	<u>\$ 27</u>	<u>\$ 905,204</u>

NONMAJOR CAPITAL PROJECTS FUND

Sidewalk Construction Fund -

To accumulate funds for the construction of sidewalks provided by General Fund revenues (transfers).

LCDBG 2009 Sewer Improvements -

To accumulate funds for the construction of the 2009 Sewer Improvements project provided by the Louisiana Community Development Block Grant and Utility Fund revenues (transfers).

CITY OF CARENCRO, LOUISIANA
 Nonmajor Capital Projects Fund
 Sidewalk Construction Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 Budget (GAAP Basis) and Actual
 For the Year Ended November 30, 2021
 With Comparative Actual Amounts for the Year Ended November 30, 2020

	2021		Variance with Budget Positive (Negative)	2020 Actual
	Budget	Actual		
Revenue:				
Miscellaneous - interest	\$ -	\$ -	\$ -	\$ -
Expenditures:	-	-	-	-
Excess of revenues over expenditures	-	-	-	-
Other financing uses:				
Transfers out	-	-	-	-
Net change in fund balance	-	-	-	-
Fund balance, beginning	27	27	-	27
Fund balance, ending	<u>\$ 27</u>	<u>\$ 27</u>	<u>\$ -</u>	<u>\$ 27</u>

CITY OF CARENCRO, LOUISIANA
 Nonmajor Capital Projects Fund
 LCDBG Sewer Improvements Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 Budget (GAAP Basis) and Actual
 For the Year Ended November 30, 2021
 With Comparative Actual Amounts for the Year Ended November 30, 2020

	2021		Variance with Budget Positive (Negative)	2020 Actual
	Budget	Actual		
Revenues:				
Intergovernmental - LCDBG federal grant	\$ -	\$ -	\$ -	\$ 55,168
Expenditures:	-	1	(1)	-
Excess of revenues over expenditures	-	(1)	(1)	55,168
Other financing sources (uses):				
Transfers in	-	5	5	351,376
Transfers out	-	-	-	(406,568)
Total other financing sources (uses)	-	5	5	(55,192)
Net change in fund balance	-	4	4	(24)
Fund balance, beginning	-	-	-	24
Fund balance, ending	\$ -	\$ 4	\$ 4	\$ -

CITY OF CARENCRO, LOUISIANA

Comparative Statement of Net Position
 Proprietary Fund
 November 30, 2021 and 2020

	Enterprise Fund	
	2021	2020
ASSETS		
Current assets:		
Cash	\$ 423,564	\$ 202,373
Interest-bearing deposits	106,320	65,162
Investments	530,961	522,246
Receivables -		
Accounts	415,168	446,045
Unbilled utility receivables	203,506	184,002
Due from other funds	-	21,621
Accrued interest	3,928	3,756
Prepaid items	20,313	13,788
Total current assets	1,703,760	1,458,993
Noncurrent assets:		
Restricted assets -		
Interest-bearing deposits	1,255,790	1,058,038
Investments	47,058	47,035
Capital assets -		
Land and construction in progress	13,650,291	11,877,213
Other capital assets, net of accumulated depreciation	15,974,483	15,338,069
Total noncurrent assets	30,927,622	28,320,355
Total assets	32,631,382	29,779,348
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pensions	148,415	202,158
LIABILITIES		
Current liabilities:		
Accounts payable	166,073	116,283
Contracts payable	-	53,795
Retainage payable	250,587	250,587
Accrued liabilities	20,927	9,940
Customers' deposits	562,415	511,980
Accrued interest	41,177	43,337
Capital lease payable	53,229	51,427
DHH water loan payable	178,341	174,076
Certificates of indebtedness payable	278,000	271,000
Total current liabilities	1,550,749	1,482,425
Noncurrent liabilities:		
Compensated absences payable	85,739	76,674
Net pension liability	554,885	779,350
Capital lease payable	102,765	155,994
DHH water loan payable	3,896,934	3,974,534
Certificates of indebtedness payable	1,500,000	1,778,000
Total noncurrent liabilities	6,140,323	6,764,552
Total liabilities	7,691,072	8,246,977
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pensions	172,852	16,385
NET POSITION		
Net investment in capital assets	23,364,918	20,505,869
Restricted for debt service	699,256	549,756
Unrestricted	851,699	662,519
Total net position	\$ 24,915,873	\$ 21,718,144

Water		Sewerage		Sanitation		Administrative	
2021	2020	2021	2020	2021	2020	2021	2020
\$ 1,565,128	\$ 1,484,925	\$ 1,504,217	\$ 1,428,687	\$ 769,367	\$ 709,724	\$ -	\$ -
135,850	227,000	42,520	46,630	-	-	-	-
26,364	11,460	-	-	-	-	-	-
<u>1,727,342</u>	<u>1,723,385</u>	<u>1,546,737</u>	<u>1,475,317</u>	<u>769,367</u>	<u>709,724</u>	-	-
275,903	267,996	48,091	37,859	-	-	337,166	303,227
18,912	19,053	3,611	2,791	-	-	22,774	20,177
42,137	34,843	6,768	5,809	-	-	52,992	48,369
36,534	26,072	7,803	4,403	-	-	53,946	36,815
-	-	-	-	-	-	-	-
402,790	392,115	117,148	211,626	-	-	36,979	46,020
120,464	193,391	196,006	136,416	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	727,640	644,361	-	-
277,250	306,858	533,043	454,004	-	-	163,954	151,377
60,867	45,216	132,076	102,847	-	-	12,796	9,323
-	-	-	-	-	-	21,132	17,936
17,448	15,264	10,888	11,541	-	-	-	-
7,035	2,390	-	-	-	-	-	-
-	-	-	-	-	-	52,413	45,547
-	-	-	-	-	-	32,580	8,937
85,966	73,454	9,403	9,322	-	-	5,630	5,226
-	-	-	-	-	-	1,932	1,605
-	-	-	-	-	-	28,690	31,520
8,445	8,753	6,589	6,495	-	-	1,525	-
27,564	20,338	55,019	38,230	-	-	-	-
369	458	-	-	-	-	75	-
3,683	2,115	15,402	17,282	-	-	-	-
-	-	-	-	-	-	-	-
<u>247,375</u>	<u>217,824</u>	<u>371,063</u>	<u>326,736</u>	<u>41,229</u>	<u>36,304</u>	<u>(824,584)</u>	<u>(726,079)</u>
<u>1,632,742</u>	<u>1,626,140</u>	<u>1,512,910</u>	<u>1,365,361</u>	<u>768,869</u>	<u>680,665</u>	-	-
<u>\$ 94,600</u>	<u>\$ 97,245</u>	<u>\$ 33,827</u>	<u>\$ 109,956</u>	<u>\$ 498</u>	<u>\$ 29,059</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF CARENCRO, LOUISIANA
LCDBG Sewer Improvements Fund

Schedule of Revenues, Expenditures, and Changes in Net Position -
For the Year Ended November 30, 2021

Revenues:		
LCDBG program	\$	-
City of Carencro		-
		<u>-</u>
Expenditures:		
Administration		-
Engineering		-
Construction		-
Total expenses		<u>-</u>
Change in net position		-
Net position, beginning of year		<u>-</u>
Net position, end of year	\$	<u>-</u>

CITY OF CARENCRO, LOUISIANA
Enterprise Fund
Utility Fund

Schedule of Number of Utility Customers
(Unaudited)
November 30, 2021 and 2020

Records maintained by the City indicated the following number of customers were being serviced during the month of November, 2021 and 2020:

<u>Department</u>	<u>2021</u>	<u>2020</u>
Gas (metered)	799	781
Water (metered)	3,597	3,334
Sewerage	3,160	2,941
Garbage	3,242	3,070

CITY OF CARENCRO, LOUISIANA

Schedule of Insurance In Force
(Unaudited)
November 30, 2021

Description of Coverage	Coverage Amounts
Workmen's compensation - Employer's liability	Statutory \$ 500,000
Surety bonds -	
Fidelity bond	310,000
Notary public bond	40,000
Comprehensive general liability, bodily injury, property damage, and personal injury	500,000
Law enforcement liability Personal injury, liability, false arrest, etc.	500,000
Automobile bodily injury, property damage, and uninsured motorists	500,000
Public officials liability	500,000
Commercial automobile	1,500,000
Building and personal property coverage -	
Community Center building	1,540,000
City hall:	
Building	800,000
Contents	200,000
Police station:	
Building	550,000
Contents	55,000
Utility Department:	
Water plant buildings	8,626,000
Contents	140,000
Utility sheds	66,000
Contents	35,000
Special risk - fire department -	
Building and personal property coverage -	
Buildings (2 fire stations and 1 annex building)	1,655,973
Contents	148,573
Vehicle coverage	1,337,254
Automobile bodily injury, property damage, and uninsured motorists	1,000,000
General liability	1,000,000
General aggregate	2,000,000
Products	2,000,000
Personal injury	1,000,000
Fire damage	1,000,000
Umbrella (excess coverage) liability, each occurrence	5,000,000
Umbrella (excess coverage) liability, annual aggregate	10,000,000

CITY OF CARENCRO, LOUISIANA

Combined Schedule of Interest-Bearing Deposits and Investments - All Funds
November 30, 2021

		<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amount</u>
Major Governmental Funds:				
General Fund -				
Money Market Investment Account	(R)	Variable	N/A	\$ 309,228
Money Market Investment Account	(R)	Variable	N/A	<u>24,266</u>
				<u>333,494</u>
Special Revenue Funds -				
1967 Sales Tax Fund:				
Money Market Investment Account	(R)	Variable	N/A	21,046
U. S. Treasury Notes and Securities	(E)	1.375 - 4.875%	Various	<u>201,593</u>
				<u>222,639</u>
1993 Sales Tax Fund:				
Money Market Investment Account	(F)	Variable	N/A	104,239
Money Market Investment Account	(F)	Variable	N/A	<u>85,552</u>
				<u>189,791</u>
TIF District Sales Tax Fund:				
Money Market Investment Account	(R)	Variable	N/A	<u>947,687</u>
2016 Sales Tax Fund:				
Money Market Investment Account	(F)	Variable	N/A	<u>8,362,217</u>
Capital Projects Fund -				
Money Market Investment Account	(R)	Variable	N/A	<u>4,905</u>
Nonmajor governmental funds:				
Special Revenue Fund -				
Hotel/Motel Sales Tax Fund				
Money Market Investment Account	(F)	Variable	N/A	<u>25,719</u>
Debt Service Funds -				
2013 Sales Tax Bond Fund:				
Money Market Investment Account	(F)	Variable	N/A	<u>543,445</u>
2014 Sales Tax Bond Fund:				
Money Market Investment Account	(F)	Variable	N/A	467,474
Money Market Investment Account	(F)	Variable	N/A	114,000
Money Market Investment Account	(F)	Variable	N/A	<u>337,974</u>
				<u>919,448</u>
Sidewalk Construction Fund -				
Louisiana Asset Management Pool	(L)	Variable	N/A	<u>28</u>
Total governmental funds				<u>\$ 11,549,373</u>

(continued)

CITY OF CARENCRO, LOUISIANA

Combined Schedule of Interest-Bearing Deposits and Investments - All Funds (Continued)
November 30, 2021

		<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amount</u>
Proprietary Fund:				
Utility Fund -				
Unrestricted Accounts:				
Money Market Investment Account	(F)	Variable	N/A	\$ 106,320
U. S. Treasury Notes and Securities	(E)	1.375 - 4.875%	Various	473,634
Louisiana Asset Management Pool	(L)	Variable	N/A	<u>57,327</u>
Total unrestricted accounts				<u>637,281</u>
Restricted Accounts:				
Customers' Deposits -				
Money Market Investment Account	(R)	Variable	N/A	451,613
Money Market Investment Account	(R)	Variable	N/A	30,259
Louisiana Asset Management Pool	(L)	Variable	N/A	<u>47,058</u>
				<u>528,930</u>
Revenue Bond Sinking Fund -				
Money Market Investment Account	(F)	Variable	N/A	230,766
Money Market Investment Account	(F)	Variable	N/A	440,712
Money Market Investment Account	(F)	Variable	N/A	<u>68,955</u>
				<u>740,433</u>
Total restricted accounts				<u>1,269,363</u>
Total proprietary fund				<u>1,906,644</u>
Total interest-bearing deposits and investments - all funds				<u>\$13,456,017</u>

Certificates of deposit, money market
investment accounts and U.S. Treasury
notes and securities with ---

(F) First Horizon
(L) Louisiana Asset Management Fund
(E) Edward Jones
(R) Rayne State Bank

CITY OF CARENCRO, LOUISIANA

Justice System Funding Schedule - Collecting/Disbursing Entity
Year Ended November 30, 2021

	First Six Month Period Ended 5/31/2021	Second Six Month Period Ended 11/30/2021
Beginning Balance of Amounts Collected	\$ 8,607	\$ 12,485
Add: Collections -		
Civil Fees	-	-
Bond Fees	-	-
Witness Fees	300	-
Criminal Court Costs/Fees	43,395	42,849
Criminal Fines - Contempt	-	-
Criminal Fines - Other	184,489	167,783
Restitution	-	-
Service/Collection Fees	-	-
Interest Earnings on Collected Balances	-	-
Other	-	-
Subtotal Collections	<u>228,184</u>	<u>210,632</u>
Less: Disbursements to Governments and Nonprofits -		
Lafayette Crime Stoppers - Criminal Court Cost	1,756	1,720
Acadiana Criminalistics Lab - Bond Fees	-	-
Acadiana Criminalistics Lab - Criminal Fines Other	25,750	25,500
Louisiana Commission on Law Enforcement - Criminal Court Cost	1,716	1,710
Louisiana State Treasurer CMIS - Criminal Court Cost	2,806	2,580
Louisiana Supreme Court - Criminal Court Cost	2,615	2,710
Louisiana Department of Health- Criminal Court Cost	878	863
Louisiana Association of Chief of Police - Criminal Court Cost	436	430
15th JDC Public Defenders Office - Criminal Court Cost	30,800	30,206
Less: Amounts Retained by Collecting Agency		
Amounts "Self-Disbursed" to Collecting Agency - Criminal Fines Other	<u>157,249</u>	<u>140,553</u>
Less: Disbursements to Individuals/3rd Party Collection or Processing Agencies		
Civil Fee Refunds	-	-
Bond Fee Refunds	-	-
Restitution Payments to Individuals (additional detail is not required)	-	-
Other Disbursements to Individuals (additional detail is not required)	300	-
Payments to 3rd Party Collection/Processing Agencies	-	-
Subtotal Disbursements/Retainage	<u>224,306</u>	<u>206,272</u>
Ending Balance of Amounts Collected but not Disbursed/Retained	<u>\$ 12,485</u>	<u>\$ 16,845</u>

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

KOLDER, SLAVEN & COMPANY, LLC

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Honorable Glenn Brasseaux, Mayor
and Members of the Board of Aldermen
City of Carencro, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Carencro, Louisiana (the City) as of and for the year ended November 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated April 28, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We consider the deficiencies described in the accompanying summary schedule of current and prior year audit findings and management's corrective action plan as items 2021-001 and 2021-002 to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Carencro, Louisiana's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. 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*.

City of Carencro, Louisiana's Response to Findings

The City's responses to the findings identified in our audit is described in the accompanying summary schedule of current and prior year audit findings and management's corrective action plan. The City's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

This report is intended 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 City'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. Although the intended use of this report may be limited, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
April 28, 2022

CITY OF CARENCRO, LOUISIANA

Schedule of Current and Prior Year Audit Findings
and Management's Corrective Action Plan
Year Ended November 31, 2021

Part I. Current Year Findings and Management's Corrective Action Plan

A. Internal Control Findings -

2021-001 Inadequate Segregation of Accounting Functions

Fiscal year finding initially occurred: Unknown

Criteria: The City should have a control policy according to which no person should be given responsibility for more than one related function.

Condition: The City did not have adequate segregation of functions within the accounting system.

Cause: Due to the size of the City, they do not have a sufficient number of employees to provide adequate segregation of segregation of accounting and financial duties.

Effect: Failure to adequately segregate accounting and financial functions increases the risk that errors and/or irregularities including fraud and/or defalcations may occur and not be prevented and/or detected.

Recommendation: The City should monitor mitigating controls over functions that are not completely segregated.

Management's Corrective Action Plan: Due to the size of the operations and the cost-benefit of additional personnel, it may not be feasible to achieve complete segregation of duties.

2021-002 Inadequate Controls Over Financial Statement Preparation

Fiscal year finding initially occurred: 2021

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

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

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

Effect: The City financial transactions and financial statements may not be prepared in accordance with GAAP.

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

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

CITY OF CARENCRO, LOUISIANA

Schedule of Current and Prior Year Audit Findings
and Management's Corrective Action Plan
Year Ended November 31, 2021

Part II: Prior Year Findings

A. Internal Control Findings -

2020-001 Inadequate Segregation of Functions

Fiscal year finding initially occurred: Unknown

Condition: The City did not have adequate segregation of functions within the accounting system.

Recommendation: The City should monitor mitigating controls over functions that are not completely segregated.

Current Status: Unresolved. See item 2021-001