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January 26, 2021

Office of the Louisiana
Legislative Auditor
1600 North 3rd Street
Baton Rouge, Louisiana 70804-9397

To Whom It May Concern:

Please find the attached reissued report for the Port of New Orleans as of and for the year ended June 30, 2020. After issuance of the report, a formula error was discovered on the Consolidating Statement of Revenues, Expenses and Changes in Net Position on page 61 of the report whereby the total capital contributions did not include the capital contributions - subsequently disallowed line item. Therefore, the ending net position was incorrect on both consolidating statements. This error also affected the Management's Discussion and Analysis. These errors have been corrected in this reissued report and had no effect on the Statement of Net Position. Our opinion was not modified with respect to these changes and did not result in any subsequent events or change to the report date.

Regards,

Becky Hammond

Becky Hammond, CPA, CISA, CITP, CGAP
Partner
Carr, Riggs & Ingram, LLC

BOARD OF COMMISSIONERS OF
THE PORT OF NEW ORLEANS

FINANCIAL STATEMENTS
JUNE 30, 2020 and 2019

CRI CARR RIGGS & INGRAM
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BOARD OF COMMISSIONERS OF THE PORT OF NEW ORLEANS
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CRI CARR RIGGS & INGRAM
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INDEPENDENT AUDITORS' REPORT

The Board of Commissioners of the
Port of New Orleans
New Orleans, Louisiana

We have audited the accompanying financial statements of the Board of Commissioners of the Port of New Orleans (the "Board") as of and for the years ended June 30, 2020 and 2019, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures inthe financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Board'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 Board'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 opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Board as of June 30, 2020 and 2019, and the results of its operations and its cash flows for the years then ended in conformity 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 Management's Discussion and Analysis and other required OPEB and pension schedules as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Board's basic financial statements. The Consolidating Statement of Net Position on page 58 and 59, Consolidating Statement of Revenues, Expense and Change in Net Position on page 60 and 61, Schedule of Compensation, Benefits, and Other Payments to the Agency Head on page 62, and Revenue Bonds Debt Coverage Schedule on page 63 are presented for purposes of additional analysis and are not a required part of the basic financial statements. These schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, these consolidating statements and other schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards,* we have also issued our report dated November 18, 2020, on our consideration of the Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Board's internal control over financial reporting and compliance.

Carr, Riggs & Ingram, L.L.C.

November 18, 2020

This section of the Board of Commissioners of the Port of New Orleans (Board) annual financial report presents a discussion and analysis of the Board's financial performance for the fiscal year ended June 30, 2020. The Board is a political subdivision of the State of Louisiana formed in 1896 which operates the Port of New Orleans (Port) and also owns the New Orleans Public Belt Railroad Corporation (NOPB). The Board is considered a special purpose entity and as such reports transactions related to its activities similar to those found in the private sector. Please read it in conjunction with the Board's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

The Board's financial performance for the fiscal year ended June 30, 2020 was impacted by the global COVID-19 pandemic. Operating revenues for the fiscal year ended June 30, 2020 were $95.1 million with decreases in all operations due mainly to the economic effects of COVID-19. Cruise revenues were impacted the most due to complete shutdown of the cruise industry in March 2020, as a result of the pandemic. Operating expenses, excluding depreciation decreased by $7.1 million due mainly from decreases in casualty losses and maintenance cost offset by lower capital allocations. Net operating income before depreciation of $23.9 million compared to $22.9 million for the fiscal year ended June 30, 2019. For the fiscal year ended June 30, 2019, there were increases in container revenues and real estate rentals which were offset by lower breakbulk revenues due to tariff issues and cruise revenues.

The Board's net position for the fiscal year ended June 30, 2020 decreased by $8.8 million to $657.7 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

This financial report consists of four parts: management's discussion and analysis (this section), the basic financial statements, the notes to the financial statements and reports on compliance and internal control over financial reporting and federal programs.

The Board's financial statements are prepared on an accrual basis in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units and implements applicable GASB pronouncements. Under this basis of accounting, revenues are recognized in the period in which they are earned, expenses are recognized in the period in which they are incurred, and depreciation of assets is recognized in the Statements of Revenues, Expenses, and Changes in Net Position. The statement of net position presents financial information on all of the Board's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Board is improving or deteriorating. The statement of activities presents information showing how the Board's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows in future fiscal periods (e.g., earned but unused vacation leave).

The financial statements are designed to provide readers with a broad overview of the Board's finances, in a manner similar to a private sector business. The financial statements provide both long and short-term information about the Board's overall financial status. The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

FINANCIAL ANALYSIS

Net Position

The Board's total assets and deferred outflows of resources at June 30, 2020 are $909.4 million. This represents a decrease of $11.6 million from the prior year. Total liabilities and deferred inflows are $252.0 million for a decrease of $2.7 million from the prior year. Total net position is $657.7 million, a decrease of $8.8 million from the fiscal year ended June 30, 2019. The comparison of fiscal year 2019 to 2018 indicated a decrease of $6.8 million in total assets and deferred outflows and a decrease of approximately $4.6 million in net position. (See Table 1).

Table 1
Statements of Net Position
(In thousands)

	2020	2019	Change	2018* (Restated)
Current assets	**$ 101,787**	$ 106,991	$ (5,204)	$ 95,821
Restricted assets	**12,466**	31,428	(18,962)	36,776
Capital assets, net	**781,013**	773,913	7,100	783,940
Other assets	**144**	177	(33)	209
TOTAL ASSETS	**895,410**	912,509	(17,099)	916,746
DEFERRED OUTFLOWS OF RESOURCES	**14,020**	8,483	5,537	11,079
Current liabilities	**30,442**	30,590	(148)	28,713
Net pension liability	**50,106**	48,791	1,135	50,280
Total other post-employment benefit liability, net of current	**10,274**	9,824	450	11,204
Revenue bonds payable, net of current	**149,786**	143,082	6,704	146,921
Other non-current liabilities	**10,054**	20,865	(10,811)	17,499
TOTAL LIABILITIES	**250,662**	253,152	(2,490)	254,617
DEFERRED INFLOWS OF RESOURCES	**1,085**	1,335	(250)	2,097
Net investment in capital assets	**631,095**	628,091	3,004	634,335
Restricted	**12,466**	31,428	(18,962)	36,776
Unrestricted	**14,122**	6,986	7,136	-
TOTAL NET POSITION	**$ 657,683**	$ 666,505	$ (8,822)	$ 671,111

*2018 Restated due to correction of an error related to under-accrual of pension-related deferred outflows and over-accrual of payable to LASERS for HPERS.

The item, "net investment in capital assets," consists of capital assets net of accumulated depreciation and reduced by the amount of outstanding indebtedness (offset by the cash related to unspent bond proceeds) attributable to the acquisition, construction, or improvement of those assets.

For the fiscal year ended June 30, 2020, current assets decreased by $5.2 million or 4.9% due to a decrease in cash and investments used mainly to fund the defeasement of the Series 2017 bonds. Non-current assets decreased by $11.9 million mainly due to a decrease in the restricted revenue bond covenant accounts used to fund capital improvements and a decrease in net capital assets for the Port as depreciation expense was larger than total investments.

For the fiscal year ended June 30, 2019, current assets increased by $11.2 million and non-current assets decreased by $15.4 million.

For the fiscal year ended June 30, 2020, current liabilities decreased $148 thousand or 0.5%. Non-current liabilities decreased by $2 thousand mainly due to a decrease in overall debt and casualty reserves.

For the fiscal year ended June 30, 2019, current liabilities increased $1.9 million and Non-current liabilities decreased by $3.3 million

Changes in Net Position

Net position for the year ended June 30, 2020, decreased by $8.8 million due mainly from losses before contributions primarily as a result of lower revenues due to the COVID-19 pandemic.

Capital contributions decreased by $6.8 million for the fiscal year ended June 30, 2020 as reimbursements from other governmental units were down to $2.0 million and further reduced by a return of $4.5 million grant to fund a portion the Almonaster bridge replacement that will now be rehabilitated.

Net position for the year ended June 30, 2019, decreased $4.6 million.

The changes in net position are detailed in Table 2.

Table 2
Changes in Net Position
(In thousands)

	2020	2019	Change	2018 * (Restated)
Operating Revenues				
Terminal operations	**$44,040**	$44,814	$ (774)	$ 43,429
Rail operations	**30,325**	31,583	(1,258)	12,379
Cruise and tourism	**10,525**	14,449	(3,924)	13,229
Real estate	**10,173**	10,314	(141)	9,267
Total Operating Revenues	**95,063**	101,160	(6,097)	78,304
Operating Expenses				
Operating expenses	**71,133**	78,274	(7,141)	56,539
Depreciation	**29,637**	27,975	1,662	27,832
Total Operating Expenses	**100,770**	106,249	(5,479)	84,371
Operating Loss	**(5,707)**	(5,089)	(618)	(6,067)
Non-Operating Revenues (Expenses)				
Investment income	**1,956**	2,843	(887)	865
Interest expense	**(6,298)**	(6,545)	247	(5,552)
Hurricane loss	**(36)**	(30)	(6)	(30)
(Loss) gain on disposal of assets	**61**	(29)	90	40
Canceled capital projects	**-**	-	-	(2,723)
Demolition costs	**-**	(1,091)	1,091	-
Appreciation in value related to NOPB	**-**	-	-	167,714
Environmental remediation expense	**-**	-	-	(3,750)
Miscellaneous, net	**2,497**	(123)	2,620	(929)
Total Non-Operating (Expenses) Revenues, net	**(1,820)**	(4,975)	3,155	155,635
(Loss) income before contributions	**(7,527)**	(10,064)	2,537	149,568
Capital Contributions	**(1,295)**	5,458	(6,753)	3,061
Change in net position	**(8,822)**	(4,606)	(4,216)	152,629
Net Position, beginning of year	666,505	671,111	(4,606)	518,482
Net position, end of year	**$657,683**	$ 666,505	$ (8,822)	$ 671,111

*2018 restated due to correction of an error related to underaccrual of pension-related deferred outflows and over-accrual of payable to LASERS for HPERS.

For the year ended June 30, 2020, the Board's operating expenses decreased approximately $7.1 million or 9.1%. The major categories of decrease were labor and benefits and maintenance expenses as the Board looked to decrease expenses during the COVID19 pandemic. The Board also had a significant reduction in claims expenses due to increased safety measures, lower self-retention for insurance policies and lower than expected claims cost. In addition, the Port ended self-insuring its workers compensation obligations and significantly lowered its self-insured retention for Jones Act obligations.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

As of June 30, 2020, the Board had invested $781.0 million in capital assets net of accumulated depreciation; $627.0 million in Port capital assets and $154.0 million in NOPB capital assets. As compared to the prior year, this amount represents an increase (including additions and disposals) of $7.1 million in capital assets.

Debt Administration

The Board made its regularly scheduled payments on its Port Facility Revenue Bonds, Series 2008, Series 2010, Series 2011, Series 2012, Series 2013A&B, Series 2017, and Series 2018 A&B. Total bond debt payments, principle and interest for the fiscal year ended June 30, 2020 were $7.1. The Board defeased the Series 2017 to obtain a reduction in debt service for fiscal years 2020 and 2021. The Board refunded Series 2013A&B and the Louisiana (GoZone) Debt Service Assistance Loan to obtain interest savings in May 2020. The 2013A&B were refunded with the $15.9 million Series 2020A and $28.5 million Series 2020B bonds. The Louisiana GoZone bonds were refunded with the $15.9 million subordinate Series 2020C bonds.

All bond debt and lease covenants have been met.

Additional detailed information relating to capital assets and debt administration is presented in the financial statements and Note 5, "Capital Assets, Net" and Note 6, "Non-Current Liabilities".

ECONOMIC FACTORS

General cargo volumes have been generally increasing for over nine fiscal years and again in FY2020 until the start of the COVID-19 pandemic. Specifically, related to cargo volumes, Port container volumes increased approximately 9,000 units or 1.4 percent when comparing to the fiscal year ended June 30, 2020. However, breakbulk volumes decreased approximately 580,000 tons or 27.2% in the fiscal year ended June 30, 2020 due to the continued effects of tariffs and COVID-19.

Rail volumes also decreased by approximately 3,000 railcars or 2.1% due to COVID-19. In comparison, Port containers increased by 66,000 units or 12.0% for the fiscal year ended June 30, 2019. Breakbulk decreased 290,000 tons or 12.0%.

The cruise sector was on track to set record passenger counts at the Port until COVID-19 began in March 2020, which completely shut down cruise traffic. By the end of the fiscal year passenger volumes decreased 26.3% ending the year at approximately 891,000 passengers. In comparison, the Port had approximately 1.2 million passengers the fiscal year ended June 30, 2019.

Board real estate revenues for the fiscal year ended June 30, 2020 decreased by approximately $255,000 or 1.9% due to lower volume rents due to COVID-19.

CONTACTING THE BOARD'S FINANCIAL MANAGEMENT

This financial report is designed to provide our bondholders, the public, patrons, and other interested parties with a general overview of the Board's finances and to demonstrate the Board's accountability for the funds received. If you have any questions about this report or need additional financial information, contact Ronald Wendel, Jr., Vice-President of Finance and Administration, Chief Financial Officer at (504) 528-3559.

BOARD OF COMMISSIONERS OF THE PORT OF NEW ORLEANS
STATEMENTS OF NET POSITION

As of June 30,		**2020**		2019
ASSETS				
Current Assets:				
Cash and cash equivalents	**$**	**11,007,900**	$	19,732,548
Investments		**59,550,683**		57,947,800
Accounts receivable, net		**16,118,340**		14,163,426
Due from other governments		**1,607,571**		2,404,560
Stores inventory		**8,150,700**		7,465,598
Prepaid items		**5,351,407**		5,277,524
Total Current Assets		**101,786,601**		106,991,456
Non-Current Assets:				
Restricted revenue bond accounts - government money market accounts		**99,799**		2,788,161
Restricted revenue bond accounts - investments		**12,365,616**		28,639,578
Capital assets - net		**781,013,357**		773,912,511
Other assets		**143,803**		176,969
Total Non-Current Assets		**793,622,575**		805,517,219
Total Assets		**895,409,176**		912,508,675
DEFERRED OUTFLOWS OF RESOURCES				
Deferred loss on bond refunding		**4,617,455**		1,065,843
Deferred amounts related to total OPEB liability		**1,264,525**		518,080
Deferred amounts related to net pension liability		**8,138,331**		6,899,390
Total Deferred Outflows of Resources	**$**	**14,020,311**	$	8,483,313

(Continued)

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

BOARD OF COMMISSIONERS OF THE PORT OF NEW ORLEANS
STATEMENTS OF NET POSITION

As of June 30,		**2020**		2019
LIABILITIES				
Current Liabilities:				
Accounts payable	**$**	**12,487,109**	$	9,725,317
Revenue bonds payable - current		**2,500,000**		3,320,000
Debt service assistance program loan payable - current		**-**		939,522
Capital leases payable - current		**173,069**		173,634
Accrued interest payable		**1,380,187**		1,660,404
Unearned income		**5,815,266**		5,679,313
Compensated absences payable - current		**1,093,374**		415,133
Workers compensation and casualty reserve - current		**1,800,992**		3,984,005
Payable to LASERS for HPERS - current (note 10)		**105,258**		97,806
Total other post employment benefit liability - current		**1,038,386**		1,066,177
Other liabilities		**4,048,597**		3,528,926
Total Current Liabilities		**30,442,238**		30,590,237
Non-Current Liabilities:				
Revenue bonds payable		**149,786,380**		143,082,494
Debt service assistance program loan payable		**-**		7,917,372
Capital leases payable		**149,844**		310,809
Net pension liability		**50,106,255**		48,791,258
Payable to LASERS for HPERS (note 10)		**149,574**		288,674
Total other post employment benefit liability		**10,273,561**		9,824,401
Compensated absences payable		**1,338,969**		1,845,938
Workers compensation and casualty reserve		**3,964,393**		6,046,868
Environmental remediation liability		**4,450,315**		4,454,057
Total Non-Current Liabilities		**220,219,291**		222,561,871
Total Liabilities		**250,661,529**		253,152,108
DEFERRED INFLOWS OF RESOURCES				
Deferred amounts related to total OPEB liability		**178,666**		200,999
Deferred amounts related to net pension liability		**906,546**		1,134,295
Total Deferred Inflows of Resources		**1,085,212**		1,335,294
NET POSITION				
Net investment in capital assets		**631,095,134**		628,091,417
Restricted for revenue bond debt service		**12,465,415**		31,427,739
Unrestricted net position		**14,122,197**		6,985,430
TOTAL NET POSITION	**$**	**657,682,746**	$	666,504,586

(Concluded)

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

BOARD OF COMMISSIONERS OF THE PORT OF NEW ORLEANS
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

For the Years Ended June 30,		***2020***		*2019*
OPERATING REVENUES				
Terminal operations	**$**	**22,683,583**	$	22,977,751
Terminal operations - rentals		**21,357,190**		21,836,298
Cruise and tourism		**10,524,643**		14,448,773
Switching		**23,600,145**		23,993,651
Real estate rentals		**10,059,020**		10,314,096
Railcar Repair		**3,802,893**		5,703,106
Railcar Storage		**2,921,942**		1,732,834
Miscellaneous		**113,578**		153,394
Total Operating Revenues		**95,062,994**		101,159,903
OPERATING EXPENSES				
Payroll and benefits:				
Payroll expense		**31,978,057**		32,089,266
Pension expense		**5,431,397**		5,822,420
Other benefits expense		**11,217,017**		11,422,485
Total Payroll and Benefits		**48,626,471**		49,334,171
Other operating expenses:				
Travel, promotion and advertising		**1,000,191**		1,278,912
Professional fees		**2,919,985**		1,988,941
Utilities		**3,580,004**		3,125,716
Maintenance agreements		**2,746,295**		2,538,103
Maintenance expenses		**10,817,165**		14,223,994
Other costs		**3,040,193**		3,106,569
Reimbursable costs		**(5,237,824)**		(6,231,272)
Capital allocations		**(1,156,314)**		(1,205,481)
Security fees		**(1,303,706)**		(826,467)
Insurance		**5,771,853**		4,895,381
Workers' compensation and casualty losses		**328,332**		6,046,214
Total Other Operating Expenses		**22,506,174**		28,940,610
Depreciation		**29,637,421**		27,974,544
Total Operating Expenses		**100,770,066**		106,249,325
OPERATING LOSS	**$**	**(5,707,072)**	$	(5,089,422)

(Continued)

BOARD OF COMMISSIONERS OF THE PORT OF NEW ORLEANS
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

For the Years Ended June 30,		***2020***		*2019*
NON-OPERATING REVENUE (EXPENSES)				
Investment income	**$**	**1,956,415**	$	2,842,587
Interest expense		**(6,298,349)**		(6,545,356)
Hurricane loss		**(36,162)**		(30,433)
(Loss) gain on disposal of assets		**60,994**		(28,809)
Demolition costs		**-**		(1,090,572)
Miscellaneous, net		**2,496,799**		(122,262)
Total Non-Operating (Expense) Revenue, net		**(1,820,303)**		(4,974,845)
(LOSS) INCOME BEFORE CONTRIBUTIONS		**(7,527,375)**		(10,064,267)
CAPITAL CONTRIBUTIONS				
Capital contributions		**3,255,273**		5,458,138
Capital contributions - subsequently disallowed		**(4,549,738)**		-
Total Capital Contributions		**(1,294,465)**		5,458,138
CHANGE IN NET POSITION		**(8,821,840)**		(4,606,129)
NET POSITION, BEGINNING OF YEAR		**666,504,586**		671,110,715
NET POSITION, END OF YEAR	**$**	**657,682,746**	$	666,504,586

(Concluded)

BOARD OF COMMISSIONERS OF THE PORT OF NEW ORLEANS
STATEMENTS OF CASH FLOWS

For the Years Ended June 30,		***2020***		*2019*
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	**$**	**93,244,033**	$	95,933,469
Payments to suppliers		**(28,769,498)**		(24,399,580)
Payments to employees		**(32,485,026)**		(31,871,797)
Payments to benefits on behalf of employee		**(16,600,923)**		(17,289,404)
Net Cash Provided By Operating Activities		**15,388,586**		22,372,688
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Expenditures for acquisition and construction of capital assets		**(40,681,115)**		(17,357,751)
Capital projects reclassified to repair projects		**4,003,842**		-
Capital contributions from other governments		**5,002,662**		3,636,892
Financial assistance from other governments		**1,546,399**		-
Proceeds from issuance and refinancing of bonds		**52,550,665**		-
Payment on refunded bonds and escrow accounts		**(50,379,921)**		(3,177,609)
Repayments of principal borrowed to finance acquisition and construction of capital assets		**(9,137,111)**		(897,861)
Interest paid on amounts to finance acquisition and construction of capital assets		**(6,298,349)**		(6,545,356)
Demolition costs and other		**-**		(1,090,572)
Hurricane costs		**(36,162)**		(30,433)
Net Cash Used In Capital and Related Financing Activities		**(43,429,090)**		(25,462,690)
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of investments		**(43,123,859)**		(33,268,290)
Proceeds from sales and maturities of investments		**57,794,938**		38,251,417
Investment income received		**1,956,415**		2,842,587
Net Cash Provided By Investing Activities		**16,627,494**		7,825,714
NET CHANGE IN CASH AND CASH EQUIVALENTS		**(11,413,010)**		4,735,712
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR		**22,520,709**		17,784,997
CASH AND CASH EQUIVALENTS, END OF YEAR	**$**	**11,107,699**	$	22,520,709

(Continued)

BOARD OF COMMISSIONERS OF THE PORT OF NEW ORLEANS
STATEMENTS OF CASH FLOWS

For the Years Ended June 30,		***2020***		*2019*
RECONCILIATION OF LOSS FROM OPERATIONS TO NET CASH PROVIDED BY OPERATING ACTIVITIES				
Operating loss	$	**(5,707,072)**	$	(5,089,422)
Adjustments to reconcile loss from operations to net cash provided by operating activities:				
Depreciation		**29,637,421**		27,974,544
Workers compensation reserve		**(4,265,488)**		4,359,121
Changes in assets, deferred outflows, liabilities, and deferred inflows relating to operating activities:				
Accounts and insurance receivable		**(1,954,914)**		(3,421,717)
Due from other governments		**-**		(1,821,246)
Stores inventories		**(685,102)**		(428,855)
Prepaid items		**(73,883)**		(397,842)
Other assets		**33,166**		32,409
Deferred outflow of resources related to total OPEB liability		**(746,445)**		(420,461)
Deferred outflow of resources related to net pension liability		**(1,238,941)**		2,938,922
Accounts payable		**(1,787,946)**		488,372
Unearned income		**135,953**		16,529
Other liabilities		**519,671**		(216,232)
Net pension liability		**1,314,997**		(1,488,298)
Payable to LASERS for HPERS (note 10)		**(131,648)**		-
Post-employment benefit obligation		**421,369**		(313,084)
Compensated absences payable		**171,272**		217,469
Environmental remediation		**(3,742)**		704,057
Deferred inflow of resources related to net pension liability		**(22,333)**		200,999
Deferred inflow of resources related to total OPEB liability		**(227,749)**		(962,577)
Net Cash Provided By Operating Activities	**$**	**15,388,586**	$	22,372,688
RECONCILIATION TO STATEMENT OF NET ASSETS				
Cash and cash equivalents for cash flow statements include:				
Cash and cash equivalents	**$**	**11,007,900**	$	19,732,548
Restricted assets:				
Restricted for revenue bond debt service - government money market accounts		**99,799**		2,788,161
Total Cash and Cash Equivalents	**$**	**11,107,699**	$	22,520,709

(Continued)

For the Years Ended June 30,		***2020***		*2019*
SUPPLEMENTAL DISCLOSURE OF NON-CASH CAPITAL AND RELATED FINANCING ACTIVITIES				
Accrual of environmental remediation expense	**$**	**(3,742)**	$	704,057

(Concluded)

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Board of Commissioners of the Port of New Orleans (the Board) is an independent political subdivision of the State of Louisiana, which is authorized by Louisiana Revised Statutes 34:1-47. The Port is governed by a Board of Commissioners consisting of seven members appointed by the Governor. The Board has all the powers and privileges granted to it by the constitution and statutes of the State of Louisiana including, but not limited to, the authority to incur debt, to issue bonds, to construct and maintain wharves and landings, and to charge fees for the use of the wharves and other facilities administered by the Port of New Orleans (the Port) and to operate a rail road system administered by the New Orleans Public Belt Railroad Corporation (the NOPB).

The Board prepares its financial statements in accordance with standards issued by the Governmental Accounting Standards Board (GASB).

The Board is considered a primary government entity based on satisfying the following criteria: (a) no entity appoints a voting majority of its governing body; (b) it is legally separate from other entities; and (c) it is fiscally independent of other state and local governments.

Basis of Presentation

In 2018, the Board acquired the assets of the Public Belt Railroad Commission of the City of New Orleans and placed them in the New Orleans Public Belt Railroad Corporation (NOPB), a public not-for-profit corporation. The financial statements include the accounts of the Board of Commissioners of the Port of New Orleans and its wholly-owned subsidiary, New Orleans Public Belt Railroad Corporation. All material intercompany transactions and balances have been eliminated.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The accounting policies of the Board conform to accounting principles generally accepted in the United States of America as applicable to governments. The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses, excluding depreciation and amortization, are recorded when a liability is incurred, regardless of the timing of the related cash flows. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis Accounting and Financial Statement Presentation (continued)

The Board's accounts are organized into a single proprietary fund. The Board's operations are financed and operated in a manner similar to private business enterprises. The intent of the governing body is that the costs (expenses, including depreciation) of providing services on a continuing basis be financed or recovered primarily through user charges. Operating revenues and expenses are distinguished from non-operating items. Operating revenues and expenses generally result from leasing properties or providing services. Operating expenses include the cost of providing services, administrative services and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the Board's policy to use restricted resources first, then unrestricted resources as they are needed.

Under the provisions of GASB Statement 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, the Board applies all applicable Financial Accounting Standards Board pronouncements issued on or before November 30, 1989 in accounting for its operations unless those pronouncements conflict or contradict GASB pronouncements.

Use of Estimates

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

Allowance for Doubtful Accounts

An allowance for estimated uncollectible accounts receivable is established at the time information becomes available, which would indicate the uncollectibility of the particular receivable. As of June 30, 2020 and 2019, the Board had an allowance of $287,857 and $432,325, respectively.

Investments

Investments of the Board are recorded at fair value. Fair value is based on quoted market prices. All investment income, including changes in the fair value of the investments, is recognized in the Statements of Revenues, Expenses, and Changes in Net Position. The Board categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Certificates of deposit are valued at their carrying amounts, which approximate fair value because of the short-term maturity of these assets.

Stores Inventory

The inventory of the Board consists of expendable materials, supplies and fuel and is valued at cost.

Prepaid Items

Prepaid items consist of annual insurance premium and computer contracts paid for in advance and are amortized over the policy period.

Restricted Assets

Certain proceeds of the Board's revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets because they are maintained in separate investment accounts and their use is limited by applicable bond requirements.

Capital Assets and Depreciation

The Board capitalizes assets that have an individual cost of $5,000 or more and an estimated useful life in excess of one year. Capital assets constructed or acquired by purchase are stated at cost. Donated capital assets are stated at acquisition value on the date received.

Depreciation of capital assets and amortization of capital lease assets is computed using the mid-year convention (Port) and straight-line (NOPB) method over the following estimated useful lives:

Wharves and sheds	40-50 years
Roads and drainage	20 years
Marshalling areas	15 years
Railroad track structures	10-70 years
Bridges	30-100 years
Buildings	15-40 years
Machinery and equipment	3-40 years

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Major outlays for capital asset and improvements are capitalized as projects are constructed. When assets or equipment are retired or sold, the cost, net of accumulated depreciation, is removed from the respective capital asset accounts.

Beginning July 1, 2017, the Board early adopted GASB Statement 89, *Accounting for Interest Costs Incurred before the End of a Construction Period*, pursuant to which interest cost incurred before the end of a construction period is recognized as an expenditure in the statement of revenues, expenses and change in net position.

Debt and Amortization

Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

Unearned Income

Operating revenues include rental income derived from leasing Board-owned properties. Amounts due from certain lease agreements are billed in advance and recognition of the related revenue is deferred and recognized over the appropriate lease term.

Compensated Absences

Employees accumulate vacation and sick leave at varying rates according to years of service. For the Port, upon termination, unused vacation not to exceed 300 hours is paid to the employee at the employee's current rate of pay. At retirement, unused vacation in excess of 300 hours and unused sick leave is considered in computing the years of service for retirement benefit purposes. For the NOPB, non-union employees are allowed to carry over up to 120 hours of unused vacation per year and are paid for any unused vacation upon termination. Union employees will be paid for any unused vacation upon termination, but are not allowed to carry forward any unused vacation to the following year. Clerical union employees, which is the only union craft with paid sick leave from NOPB, can carry forward up to 640 hours (80 days) of unused sick leave, but are not paid for these days upon termination.

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Pension Plans

The Port is a participating employer in the Louisiana State Employees' Retirement System (LASERS) defined benefit pension plan (the Plan) as described in Note 9. As discussed in Note 10, the Port previously participated in the Harbor Police Employees' Retirement System (HPERS), which was completely dissolved and merged into LASERS effective July 1, 2015. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position of each of the plans, and additions to/deductions from each plans' fiduciary net position have been determined on the same basis as they are reported by each of the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments have been reported at fair value within each plan. The NOPB does not participate in this plan but rather the United States Railroad Retirement Board plan.

Statements of Cash Flows

For purposes of the statement of cash flows, cash and cash equivalents consist of demand deposits with banks, overnight repurchase agreements, and money market mutual funds.

Deferred Outflows and Inflows of Resources

Deferred outflows of resources represent a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense) until then. The deferred charge on refunding reported on the statements of net position results from the difference in carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

Deferred outflows and inflows have been recognized for the net difference between the projected and actual investment earnings. This amount is deferred and amortized over a period of five years. In addition, deferred outflows and inflows have been recognized for the differences between the actuarial expectation and the actual economic experience and changes in proportion and difference between the employer's contributions and the proportionate share of contributions related to the defined benefit pension plan. These amounts are deferred and amortized over the average of the expected service lives of pension plan members. See Note 9 and Note 10 for additional information on deferred outflows and inflows related to the pension plans.

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred outflows and inflows have been recognized for the differences between the actuarial expectation and the actual economic experience related to the other post-employment benefits plan. These amounts are deferred and amortized over the average of the expected service lives of the members of the plan. See Note 11 for additional information on deferred outflows and inflows related to the other post-employment benefits plan.

Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, November 18, 2020. See Note 16 for relevant disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

Future Accounting Pronouncements

The Governmental Accounting Standards Board has issued statements that will become effective in future years. These statements address:

- Leases;
- Majority equity interests;
- Subscription based information technology arrangements; and
- Conduit debt obligations.

The Port is currently evaluating the effects that these statements will have on its financial statements.

NOTE 2 – CASH AND INVESTMENTS

The Board's cash and investments consist primarily of deposits with financial institutions and investments in direct obligations of the United States Treasury or agencies thereof.

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Under state law, all deposits must be secured by federal depository insurance and the pledge of securities held by the pledging banks agent in the Board's name. At June 30, 2020 and 2019, the carrying amount of the Board's deposits (demand deposits and certificates of deposit) was $15,312,501 and $18,153,722 and the related bank balances were $11,464,380 and $19,123,275, respectively. Of the bank balances, $1,250,000 and $1,250,000 were covered by federal depository insurance and the remaining balances were covered by collateral held by the pledging banks' trust department or agent in the Board's name at June 30, 2020 and 2019, respectively.

NOTE 2 – CASH AND INVESTMENTS (CONTINUED)

Investments

The Board may invest idle funds as authorized by Louisiana Statutes and the Board's investment policy as follows:

- United States bonds, treasury notes, certificates, or any other federally insured investment.
- Time certificates of deposit of state banks organized under the laws of Louisiana and national banks having their principal office in the State of Louisiana.
- Debt instruments issued by the state of Louisiana or any of its political subdivisions with a rating of at least BBB- or higher by Standard and Poor and the final maturity can be no more than three years.
- Bonds, debentures, notes or other indebtedness issued by a state of the United States of America other than Louisiana or any such state's political subdivisions with a minimum rating A- or higher by Standard and Poor and the final maturity can be no more than three years.
- Top Tier Al/Pl rated Commercial Paper
- Security Repurchase Agreements

Mutual or trust funds, which are registered with the Securities and Exchange Commission under the Securities Act of 1933 and the Investment Act of 1940 and which have underlying investments consisting solely of and limited to securities of the United States government or its agencies.

The Board invests monies with the Louisiana Asset Management Pool (LAMP). LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with Louisiana R.S. 33:2955.

GASB Statement No. 40 *Deposit and Investment Risk Disclosure*, requires disclosure of credit risk, custodial credit risk, concentration of credit risk interest rate risk, and foreign currency risk for all public entity investments.

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:

NOTE 2 – CASH AND INVESTMENTS (CONTINUED)

Investments (Continued)

- Credit risk: LAMP is rated AAAm 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: Pooled investments are excluded from the 5 percent disclosure requirement.
- 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 60 days and consists of no securities with a maturity in excess of 397 days. The WAM for LAMP's total investments is 99 as of June 30, 2020.
- Foreign currency risk: Not applicable to investment pools.

The investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the 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.

LAMP issues financial reports which can be obtained by writing: LAMP, Inc., 228 St. Charles Avenue, Suite 1123, New Orleans, LA 70130.

Cash and investments were included in the Statements of Net Position as of June 30 as follows:

		2020		2019
Cash and cash equivalents	**$**	**11,007,900**	$	19,732,548
Investments		**59,550,683**		57,947,800
Restricted revenue bond accounts – government money market accounts		**99,799**		2,788,161
Restricted revenue bond accounts – investments		**12,365,616**		28,639,578
	$	**83,023,998**	$	109,108,087

NOTE 2 – CASH AND INVESTMENTS (CONTINUED)

Investments (Continued)

Included in cash and investments at June 30, were the following:

		2020		2019
U.S. treasury notes	$	4,018,194	$	1,494,369
U.S. government and state agencies		18,496,575		26,063,819
Corporate bonds		3,683,461		1,004,358
LAMP		40,498,069		56,670,055
Deposits:				
Certificates of deposit		5,220,000		1,354,777
Government money market accounts		1,015,198		5,721,764
Demand deposit with banks		10,092,501		16,798,945
Total cash and investments	**$**	**83,023,998**	$	109,108,087

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. In general, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Board has a formal investment policy that targets investment maturities equal to or less than three years as a means of managing its exposure to fair value losses arising from increasing interest rates. In addition, approximately 40% of the Board's portfolio shall be one year or less for liquidity reasons and interest rate volatility risk.

As of June June 30, 2020, the Board had the following investments and maturities:

		Remaining Maturity (in Years)			
	Fair Value	**Less Than One**	**1 - 5**	**6 - 10**	**Greater Than Ten**
U.S. treasury notes	$ 4,018,194	$ 2,007,958	$ 2,010,236	$ -	$ -
U.S. government and state agencies	18,496,575	1,134,434	7,845,425	411,183	9,105,533
Corporate bonds	3,683,461	-	3,683,461	-	-
Total	**$ 26,198,230**	**$ 3,142,392**	**$ 13,539,122**	**$ 411,183**	**$ 9,105,533**

NOTE 2 – CASH AND INVESTMENTS (CONTINUED)

Investments (Continued)

As of June 30, 2019, the Board had the following investments and maturities:

		Remaining Maturity (in Years)			
	Fair Value	**Less Than One**	**1 - 5**	**6 - 10**	**Greater Than Ten**
U.S. treasury notes	$ 1,494,369	$ 1,494,369	$ -	$ -	$ -
U.S. government and state agencies	26,063,819	3,032,421	10,679,715	1,846,175	10,505,508
Corporate bonds	1,004,358	1,004,358	-	-	-
Total	**$ 28,562,546**	**$ 5,531,148**	**$ 10,679,715**	**$ 1,846,175**	**$ 10,505,508**

Credit Risk

State law limits investments to instruments as described under "Investments" for the purpose of safety of principal. The Board's investment policy does not further limit its investment choices. LAMP has been rated AAA by Standard & Poor's Corporation. The Federal National Mortgage Association, Federal Home Loan Mortgage Corporation, Federal Home Loan Bank Consolidated Bonds and the Federal Farm Credit Banks are all rated AA+ by Standard & Poor's Corporation. The corporate bond is rated AA- by Stand & Poor's Corporation. The money market mutual funds and the Brokerage Cash Account are unrated accounts.

NOTE 3 – FAIR VALUE MEASUREMENT

The Board had the following recurring fair value measurements as of June 30, 2020 and 2019:

	Fair Value Measurements – June 30, 2020		
	Level 1	**Level 2**	**Level 3**
U.S. treasury notes	$ 4,018,194	$ -	$ -
U.S. government and state agencies	1,392,705	17,103,870	-
Corporate bonds	1,674,702	2,008,760	-
Total	**$ 7,085,600**	**$ 19,112,630**	**$ -**

NOTE 3 – FAIR VALUE MEASUREMENT (CONTINUED)

	Fair Value Measurements – June 30, 2019		
	Level 1	**Level 2**	**Level 3**
U.S. treasury notes	$ 1,494,369	$ -	$ -
U.S. government and state agencies	500,656	25,563,163	-
Corporate bonds	1,004,358	-	-
Total	$ 2,999,383	$ 25,563,163	$ -

NOTE 4 – DUE FROM OTHER GOVERNMENTS

At June 30, 2020 and 2019, amounts due from other governments consisted of the following:

	2020	2019
U.S. Department of Environmental Quality – Clean Truck	**$ -**	$ 216,892
Department of Homeland Security - Port Security	**56,609**	227,610
U.S Department of Transportation – MARAD	**-**	1,960,058
State of Louisiana, Division of Administration – Napoleon Avenue Container Crane Expansion	**600,562**	-
U.S. Army Corps of Engineers - WAARDA	**950,400**	-
Total amounts due	**$ 1,607,571**	$ 2,404,560

NOTE 5 – CAPITAL ASSETS, NET

A summary of changes in property is as follows:

	June 30, 2019	Additions	Deletions	June 30, 2020
Property not being depreciated				
Land and improvements	$ 86,824,736	$ 308,808	$ -	**$ 87,133,544**
Construction in progress	56,518,148	38,662,266	(14,624,805)	**80,555,609**
Total property not being depreciated	143,342,884	38,971,074	(14,624,805)	**167,689,153**
Property being depreciated				
Property	1,105,020,773	9,660,901	(860,363)	**1,113,821,311**
Furniture and equipment	17,745,119	723,046	(34,494)	**18,433,671**
Equipment	43,651,427	2,876,925	(41,683)	**46,485,150**
Total property being depreciated	1,166,417,319	13,260,572	(937,759)	**1,178,740,132**
Less accumulated depreciation				
Property	(502,811,683)	(26,079,710)	-	**(528,891,393)**
Furniture and equipment	(14,855,368)	(833,670)	33,694	**(15,655,344)**
Equipment	(18,180,641)	(2,730,233)	41,683	**(20,869,191)**
Total accumulated depreciation	(535,847,692)	(29,643,613)	75,377	**(565,415,928)**
Total property being depreciated, net	630,569,627	(16,383,041)	(862,382)	**613,324,204**
Property, net	$773,912,511	$ 22,588,033	$ (15,487,187)	**$ 781,013,357**

NOTE 5 – CAPITAL ASSETS, NET (CONTINUED)

	June 30, 2018	Additions	Deletions	June 30, 2019
Property not being depreciated				
Land and improvements	$ 86,824,736	$ -	$ -	$ 86,824,736
Construction in progress	131,466,529	15,081,175	(90,029,556)	56,518,148
Total property not being depreciated	218,291,265	15,081,175	(90,029,556)	143,342,884
Property being depreciated				
Property	1,015,672,925	89,347,848	-	1,105,020,773
Furniture and equipment	17,641,176	213,369	(109,426)	17,745,119
Equipment	40,334,604	3,385,853	(69,030)	43,651,427
Total property being depreciated	1,073,648,705	92,947,070	(178,456)	1,166,417,319
Less accumulated depreciation				
Property	(478,072,133)	(24,739,550)	-	(502,811,683)
Furniture and equipment	(13,983,840)	(962,519)	90,991	(14,855,368)
Equipment	(15,944,216)	(2,272,475)	36,050	(18,180,641)
Total accumulated depreciation	(508,000,189)	(27,974,544)	127,041	(535,847,692)
Total property being depreciated, net	565,648,516	64,972,526	(51,415)	630,569,627
Property, net	$ 783,939,781	$ 80,053,701	$ (90,080,971)	$ 773,912,511

Construction in progress consisted of the following at June 30, 2020 and 2019:

	2020	**2019**
Capital improvements	**$ 77,831,974**	$ 52,768,150
Natural disaster	**-**	1,055,388
Major maintenance	**-**	352,589
Damage claims	**1,554,043**	1,620,765
Studies	**1,169,592**	1,155,546
Major maintenance offset expense	**-**	(434,290)
Total	**$ 80,555,609**	$ 56,518,148

As part of the Board's long-term capital construction program, commitments related to such capital construction projects were approximately $40.9 million and $57.4 million as of June 30, 2020 and 2019, respectively.

NOTE 6 – NON-CURRENT LIABILITIES

Revenue Bonds

Revenue bonds consisted of the following at June 30, 2020 and 2019:

	2020	2019
Revenue bonds payable	**$ 142,890,000**	$ 136,405,000
Premium and discounts	**9,396,380**	9,997,494
	152,286,380	146,402,494
Less: current portion	**(2,500,000)**	(3,320,000)
Total Long-Term Debt	**$ 149,786,380**	$ 143,082,494

On June 27, 2012, the Board issued $15,495,000 of Board of Commissioners of the Port of New Orleans Port Facility Refunding Revenue Bonds, Series 2012. The purpose of the issue was to provide sufficient funds for a partial refund of the Port's outstanding Port Facility Revenue Bonds, Series 2002 in the outstanding amount of $14,980,000; the outstanding balance of the 2002 bonds was refunded on July 6, 2012. The Series 2012 bonds were purchased by Regions Bank through the placement agent, Morgan Keegan & Company, Inc. The interest rate is fixed at 3.53%. Covenants with Regions bank are contained in the commitment letter dated May 31, 2012. As of June 30, 2020, management believes it is in compliance with the applicable covenants. The refunding was entered into for the reason of future interest savings. The Board advance refunded the bonds to reduce total gross debt service payments through June 30, 2027 by $1,785,929 and to obtain an economic gain of $1,631,307. At June 30, 2020 and 2019, the principal balance was 14,160,000 and $13,655,000, respectively.

On January 1, 2013, the Board issued $19,115,000 of Board of Commissioners of the Port of New Orleans Port Facility Refunding Revenue Bonds, Series 2013A. The purpose of the issue was to provide sufficient funds to refund $2,475,000 of the Port's Facility Revenue Bonds, Series 2002 and $15,845,000 of Port's Facility Revenue Bonds, Series 2003. The refunding left an outstanding amount of $11,190,000 in the Series 2002 and $15,270,000 in Series 2003. The Series 2013A bonds were purchased by IBERIABANK through the placement agent, Raymond James & Associates. The interest rate is fixed at 3.25%. Covenants with IBERIABANK are contained in the commitment letter dated December 10, 2012. As of June 30, 2020, management believes it is in compliance with the applicable covenants. The refunding was entered into for the reason of future interest savings. The Board advance refunded the bonds to reduce total gross debt service payments through June 30, 2028 by $2,975,244 and to obtain an economic gain of $2,317,088. At June 30, 2019, the principal balance was $15,605,000. These bonds were refunded on May 15, 2020 with the Board of Commissioners of the Port of New Orleans Port Facility Refunding Revenue Bonds, Series 2020A noted below.

NOTE 6 – NON-CURRENT LIABILITIES (CONTINUED)

Revenue Bonds (Continued)

On February 21, 2013, the Board issued $24,895,000 of Board of Commissioners of the Port of New Orleans Port Facility Refunding Revenue Bonds, Series 2013B. The purpose of the issue was to provide sufficient funds to refund of the remaining Port's Facility Revenue Bonds, Series 2002 and Series 2003. The refunding was accomplished through a public offering. The interest rate is at an average of 4.25% with a maturity of April 1, 2033. The refunding was entered into for the reason of future interest savings. The Board advance refunded the bonds to reduce total gross debt service payments through June 30, 2033 by $3,597,309 and to obtain an economic gain of $2,117,638. At June 30, 2019, the principal balance was $24,795,000. These bonds were refunded on May 22, 2020 with the Board of Commissioners of the Port of New Orleans Port Facility Refunding Revenue Bonds, Series 2020B noted below.

On December 12, 2017, the Board issued $8,980,000 of Board of Commissioners of the Port of New Orleans Port Facility Refunding Revenue Bonds, Series 2017A. The purpose of the issue was to provide sufficient funds to refund the remaining Board's Facility Revenue Bonds, Series 2011. The interest rate is locked at a rate of 1.81% with a maturity of April 1, 2021. The refunding was entered into for the reason of future interest savings. The Board advance refunded the bonds to reduce total gross debt service payments by $310,337 and to obtain an economic gain of $299,825. At June 30, 2019, the principal balance was $2,325,000. The Board defeased these bonds on March 6, 2020 with $4,693,803 to pay the remaining principal and interest payments to reduce debt service covenants for fiscal years 2020 and 2021.

On March 1, 2018, the Board issued $20,630,000 and $56,075,000 of Board of Commissioners of the Port of New Orleans Port Facility Revenue Bonds, Series 2018A, and Board of Commissioners of the Port of New Orleans Port Facility Revenue and Refunding Revenue Bonds, Series 2018B, respectively. The purpose of the issue was to provide sufficient funds to rehabilitate, construct, and install port infrastructures and to refund $13,640,000 of the Board's Port Facility Revenue Bonds, Series 2008, and $15,635,000 of Board's Subordinate Lien Variable Rate Bonds, Series 2010. The Series 2018A and 2018B bonds were purchased by Citigroup and J.P. Morgan through the placement agent. The interest rate is fixed at 5% for both Series 2018A and 2018B with maturity dates of April 1, 2048 and April 1, 2045, respectively. Covenants with Citigroup are contained in the Official Statement dated February 21, 2018. As of June 30, 2020, management believes it is in compliance with the applicable covenants. The refunding was entered into for the reason of future interest savings. The Board advance refunded the bonds, through deferral of principal payments through fiscal year 2038, to obtain an economic gain of $1,185,877. At June 30, 2020 and 2019, the principal balance was $20,630,000 for the Series 2018A and $56,075,000 for the Series 2018B.

NOTE 6 – NON-CURRENT LIABILITIES (CONTINUED)

Revenue Bonds (Continued)

On May 15, 2020, the Board issued $15,900,000 of Board of Commissioners of the Port of New Orleans Port Facility Refunding Revenue Bonds, Series 2020A. The purpose of the issue was to provide sufficient funds to refund $7,917,372 of Port's Facility Revenue Bonds, Series 2013A. Regions Capital Advantage, Inc. purchased the Series 2020A bonds. The interest rate is fixed at 1.46% and covenants with Regions Capital Advantage, Inc. are contained in the commitment letter dated April 21, 2020. As of June 30, 2020, management believes it is in compliance with the applicable covenants. The refunding was entered into for the reason of future interest savings. The Board advance refunded the bonds to reduce total gross debt service payments through June 30, 2028 by $806,013 and to obtain an economic gain of $760,072. At June 30, 2020, the principal balance was $15,900,000.

On May 15, 2020, the Board issued $8,120,000 of Board of Commissioners of the Port of New Orleans Port Taxable Subordinate Lien Refunding Revenue Bonds, Series 2020C. The purpose of the issue was to provide sufficient funds to refund $15,605,000 of Port's Debt Service Assistance Program Loan Payable to the State of Louisana. Regions Capital Advantage, Inc. purchased the Series 2020B bonds. The interest rate is fixed at 2.01% and covenants with Regions Capital Advantage, Inc. are contained in the commitment letter dated April 21, 2020. As of June 30, 2020, management believes it is in compliance with the applicable covenants. The refunding was entered into for the reason of future interest savings. The Board advance refunded the bonds to reduce total gross debt service payments through June 30, 2027 by $376,243 and to obtain an economic gain of $460,285. At June 30, 2020, the principal balance was $8,120,000.

On May 22, 2020, the Board issued $28,510,000 of Board of Commissioners of the Port of New Orleans Port Facility Refunding Revenue Bonds, Series 2020B. The purpose of the issue was to provide sufficient funds to refund $24,795,000 of Port's Facility Revenue Bonds, Series 2013B. JP Morgan Inc. purchased the Series 2020B bonds. The interest rate is fixed at taxable rate of 3.25% until the conversion to tax free rate of 2.25% on March 31, 2023 and covenants with JP Morgan are contained in the commitment letter dated April 21, 2020. As of June 30, 2020, management believes it is in compliance with the applicable covenants. The refunding was entered into for the reason of future interest savings. The Board advance refunded the bonds to reduce total gross debt service payments through June 30, 2033 by $2,590,629 and to obtain an economic gain of $2,217,902. At June 30, 2020, the principal was $28,510,000.

NOTE 6 – NON-CURRENT LIABILITIES (CONTINUED)

Revenue Bonds (Continued)
Operating revenues, net of operating expenses, are pledged as security for all revenue bond issues. Debt service requirements relating to bonds outstanding are as follows:

Years Ending June 30,	Principal	Interest	Total
2021	$ 2,500,000	$ 5,459,613	$ 7,959,613
2022	4,970,000	5,581,312	10,551,312
2023	5,100,000	5,458,107	10,558,107
2024	5,505,000	5,052,959	10,557,959
2025	5,655,000	4,918,510	10,573,510
2026-2030	26,600,000	22,631,688	49,231,688
2031-2035	25,765,000	19,653,375	45,418,375
2036-2040	24,945,000	14,008,250	38,953,250
2041-2045	24,215,000	8158,750	32,373,750
2046-2048	17,635,000	1,792,000	19,427,000
Total	**$ 142,890,000**	**$ 92,714,563**	$ 235,604,563

Debt Service Assistance Program Loan Payable

In July 2006, the Board and the State of Louisiana (the State) entered into a Cooperative Endeavor Agreement whereby the State agreed to lend up to $14,365,679 from State funds on deposit in the Debt Service Assistance Fund, authorized by the Gulf Opportunity Zone Act of 2005 and Act 41 of the First Extraordinary Session of the Louisiana Legislature of 2006, to assist in payment of debt service requirements from 2006 through 2008 due to disruption of revenue streams caused by Hurricanes Katrina and Rita. Loan payments in the amount of $14,365,679 were made on behalf of the Port by the State as debt service became due. No principal or interest was payable during the initial five year period of the loan. After the expiration of the initial five year period, the loan bears interest at a fixed rate of 4.64%. Principal payments on the bonds began in July 2012 and the loan will mature in July 2026. Interest is payable semi-annually on January 15 and July 15 which began in January 2012. At June 30, 2019, the principal balance was $8,856,894. This loan was refunded by the Board of Commissioners of the Port of New Orleans Port Taxable Subordinate Lien Refunding Revenue Bonds, Series 2020C as noted above.

Capital Leases

Capital lease obligations consisted of the following at June 30, 2020 and 2019:

	2020	2019
Capital leases payable	**$ 322,913**	$ 484,443
Less: current portion	**(173,069)**	(173,634)
Long-term capital leases	**$ 149,844**	$ 310,809

NOTE 6 – NON-CURRENT LIABILITIES (CONTINUED)

Capital Leases

Lease payments relating to capital leases outstanding are as follows:

Years Ending June 30,	Principal	Interest	Total
2021	$ 173,069	$ 10,413	$ 184,868
2022	149,844	4,528	154,372
2023	-	-	-
Total	**$ 322,913**	**$14,941**	**$337,854**

During the year ended June 30, 2017, the Port entered into a capital lease agreement for Allfax copier for $10,650 at a 3.95% interest rate. The monthly lease installment including interest is $314 for the 36 month period ended September 1, 2019. The book value of the asset is $10,650 and there is $10,650 of accumulated depreciation at June 30, 2020.

During the year ended June 30, 2017, the Port entered into a capital lease agreement for an Allfax copier for $36,230 at a 5.47% interest rate. The monthly lease installment including interest is $702 for the 60 month period ending through December 1, 2021. The book value of the asset is $21,738 and there is $36,230 of accumulated depreciation at June 30, 2020.

During the year ended June 30, 2018, the Port entered into six capital lease agreements for Allfax copiers for $49,968 at a 2.15% interest rate. The monthly lease installment including interest is $1,385 for the 36 month period through July 1, 2020. The book value of the asset is $46,968 and there is $46,968 of accumulated depreciation at June 30, 2020.

During the year ended June 30, 2019, the Port entered into six capital lease agreements for Allfax copiers for $64,000 at a 2.03% interest rate. The monthly lease installment including interest is $1,834 for the 36 month period through October 1, 2021. The book value of the asset is $64,000 and there is $42,668 of accumulated depreciation at June 30, 2020.

During the year ended June 30, 2019, the Port entered into two capital lease agreements for an Allfax copiers for $12,000 at a 3.06% interest rate. The monthly lease installment including interest is $349 for the 36 month period through October 1, 2021. The book value of the asset is $12,000 and there is $8,000 of accumulated depreciation at June 30, 2020.

During the year ended June 30, 2020, the Port entered into a capital lease agreement for an Allfax Copier for $20,553 at a 9.97% interest rate. The monthly lease installment including interest is $853 for the 27 month period ending through October 1, 2021. The book value of the asset is $20,533 and there is $6,853 of accumulated depreciation at June 30, 2020.

During the year ended June 30, 2020, the Port entered into a capital lease agreement for an Allfax Copier for $2,945 at a 3.42% interest rate. The monthly lease installment including interest is $122 for the 24 month period ending through January 1, 2022. The book value of the asset is $2,945 and there is no accumulated depreciation at June 30, 2020.

NOTE 6 – NON-CURRENT LIABILITIES (CONTINUED)

Capital Leases (Continued)

During the year ended June 30, 2018, NOPB entered into a lease agreement which financed the purchase of radios. This lease is payable in five annual installments including interest at 3.26% beginning November 30, 2017. Annual lease payments including interest of $123,193 are due for years 2019 through 2022. The book value of the asset is $430,277 and there is $207,967 of accumulated depreciation at June 30, 2020.

During the year ended June 30, 2018, NOPB entered into a lease agreement which financed the purchase of radio console equipment. This lease is payable in five annual installments including interest at 3.26% beginning November 30, 2017. Annual lease payments including interest of $14,024 are due for years 2019 through 2022. The book value of the asset is $60,387 and there is $29,187 of accumulated depreciation at June 30, 2020.

Changes in Non-Current Liabilities

Non-current liabilities activity for the years ended June 30, 2020 and 2019 was as follows:

	June 30, 2019	Additions	Reductions	June 30, 2020	Due within one year
Bonds Payable:					
Revenue bonds	$ 136,405,000	$52,530,000	$46,045,045	**$ 142,889,955**	$2,500,000
Bond premiums and discounts	9,997,494	-	601,069	**9,396,425**	-
Total Bonds Payable	146,402,494	52,530,000	46,646,114	**152,286,380**	$2,500,000
Debt service assistance program	8,856,894	-	8,856,894	**-**	-
Capital leases payable	484,443	-	161,530	**322,913**	173,069
Net pension liability	48,791,258	1,314,997	-	**50,106,255**	-
Payable to LASERS for HPERS	386,480	-	131,648	**254,832**	105,258
Total post-employment benefit liability	10,890,578	421,639	-	**11,311,947**	1,038,386
Compensated absences	2,261,071	2,413,664	2,242,392	**2,432,343**	1,093,374
Workers compensation and casualty reserve	10,030,873	-	4,265,488	**5,765,385**	1,800,992
Environmental remediation liability	4,454,057	-	3,742	**4,450,315**	-
Total	$ 232,558,148	$56,680,030	$62,307,808	**$ 226,930,370**	$6,711,079

NOTE 6 – NON-CURRENT LIABILITIES (CONTINUED)

Changes in Non-Current Liabilities (Continued)

	June 30, 2018	Additions	Reductions	June 30, 2019	Due within one year
Bonds Payable:	(As restated)			(as restated)	
Revenue bonds	$ 139,660,000	$ -	$ (3,255,000)	**$ 136,405,000**	$ 3,320,000
Bond premiums and discounts	10,516,221	-	(518,727)	**9,997,494**	-
Total Bonds Payable	150,176,221	-	(3,773,727)	**146,402,494**	3,320,000
Debt service assistance program	9,754,755	-	(897,861)	**8,856,894**	939,522
Capital leases payable	571,885	76,000	(163,442)	**484,443**	173,634
Net pension liability	50,279,556	-	(1,488,298)	**48,791,258**	-
Payable to LASERS for HPERS	508,722	-	(122,242)	**386,480**	97,806
Total post-employment benefit liability	11,203,662	-	(313,084)	**10,890,578**	-
Compensated absences	2,352,747	2,264,178	(2,355,854)	**2,261,071**	415,133
Workers compensation and casualty reserve	5,671,752	5,545,575	(1,186,454)	**10,030,873**	3,984,005
Environmental remediation liability	3,750,000	704,057	-	**4,454,057**	-
Total	$ 234,269,300	$ 8,589,810	$ (10,300,962)	**$ 232,558,148**	$ 8,930,100

NOTE 7 – RISK MANAGEMENT, CONTINGENCIES AND COMMITMENTS

The Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the Board carries commercial liability and property insurance. The Port is insured for workers' compensation and general maritime claims ("Jones Act"). The Port has no self-insured retention for workers' compensation. The Port continues to be liable for each Jones Act claim up to $50,000, with judgments and settlements over the $50,000 limit being covered by the Port's primary Maritime Employers Liability policy with limits of $1,000,000 and an umbrella liability policy up to $50,000,000 for each occurrence. The NOPB maintains $75,000,000 of rail liability with a self-insured retention of $1,000,000. There were no expenses related to police professional liability incurred during the year ended June 30, 2020 and 2019. For each of the past three years, there were no settlements that exceeded the Port's insurance coverage.

NOTE 7 – RISK MANAGEMENT, CONTINGENCIES AND COMMITMENTS (CONTINUED)

A summary of activity in the liability for claims, which are included in other liabilities, is as follows:

	2020	2019	2018
Balance, beginning of year	**$ 10,030,873**	$ 5,671,752	$ 3,761,327
Public Belt acquisition (Note 16)	**-**	-	1,471,506
Provision for claims	**(3,903,861)**	5,545,575	2,244,034
Benefit payments, net of recoveries	**(361,627)**	(1,186,454)	(1,805,115)
Balance, end of year	**$ 5,765,385**	$ 10,030,873	$ 5,671,752

The Board is a party to various legal proceedings incidental to its business. There are several lawsuits pending in which the Board is named as a defendant by longshoremen claiming asbestos-related injuries because the Board at one time had asbestos materials cross its wharves. Certain other claims, suits and complaints arising in the ordinary course of business have been filed or are pending against the Port. The resolution of these matters is not expected to have a material adverse effect on the financial statements of the Port.

The Port receives financial assistance directly from Federal agencies which are subject to audit and final acceptance by these agencies. In the opinion of management, amounts that might be subject to disallowance upon final audit, if any, would not have a material effect on the Port's financial position.

Environmental Remediation Liability

In November 2017, the Louisiana Department of Environmental Quality informed the Board that the Board is the owner of the Former Bollinger Gulf Repair site. The Board may be a potentially responsible party with respect to the remediation of this site pursuant to Chapter 12 of the Louisiana Environmental Quality Act, LSA-R.S. 30:2271 et seq. Suspect asbestos material was identified in 2001 during utility work and site investigations to define the area occurred in 2003 and 2005. The investigation identified an area of approximately 3.7 acres defined as the impacted area. For the year ended June 30, 2018, the Board accrued $3,750,000 related to further remediation work related to the site based on information currently available to the management of the Board.

For the year ended June 30, 2019, the Board accrued $700,315 for the remediation of the soil on the Jackson Avenue Ferry property. This property was contributed by the state of Louisiana, and this remediation will be done before any further development takes place at this site.

NOTE 8 – REVENUES AND LEASES

Revenues of the Board are reported net of estimated uncollectible amounts. Total estimated uncollectible amounts related to accounts receivable were $287,857 and $432,325 at June 30, 2020 and 2019, respectively. Total operating revenue was $95,062,994 and $101,159,903 for the year ended June 30, 2020 and 2019, respectively. For the year ended June 30, 2020, four customers accounted for approximately 36% of revenue. For the year ended June 30, 2019, four customers accounted for approximately 38% of revenue.

NOTE 8 – REVENUES AND LEASES (CONTINUED)

The Port leases to others substantially all of its land, property and equipment under various operating lease agreements. Operating lease rental income was $32,742,603 and $33,291,847 during the years ended June 30, 2020 and 2019, respectively.

As of June 30, 2020, future minimum rental payments to be received under operating leases that have initial or remaining non-cancelable lease terms in excess of one year for each of the next five fiscal years are as follows:

Year	Amount
2021	34,615,127
2022	27,354,766
2023	19,637,220
2024	12,574,006
2025	8,820,043
Future Years	115,420,934
Total	$ 218,422,096

NOTE 9 – LOUISIANA STATE EMPLOYEES' RETIREMENT SYSTEM

The Port is a participating employer in the cost-sharing multiple-employer defined benefit plan administered by the Louisiana State Employees' Retirement System (LASERS).

Plan Description

Employees of the Port are provided with pensions through a cost-sharing multiple-employer defined benefit plan administered by the Louisiana State Employees' Retirement System (LASERS). Section 401 of Title 11 of the Louisiana Revised Statutes (La. R.S. 11:401) grants to LASERS Board of

Trustees and the Louisiana Legislature the authority to review administration, benefit terms, investments, and funding of the plan. LASERS issues a publicly available financial report that can be obtained at www.lasersonline.org.

Benefits Provided

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

Retirement
The age and years of creditable service required in order for a member to retire with full benefits are established by statute, and vary depending on the member's hire date, employer, and job classification. Rank and file members hired prior to July 1, 2006, may either retire with full benefits at any age upon completing 25 years of creditable service at age 60 and at age 55 completing 30 years

NOTE 9 – LOUISIANA STATE EMPLOYEES' RETIREMENT SYSTEM (CONTINUED)

of creditable service and at age 60 upon completing ten years of creditable service depending on their plan. Those members hired between July 1, 2006 and June 30, 2015, may retire at age 60 upon completing five years of creditable service and those hired on or after July 1, 2015 may retire at age 62 upon completing five years of creditable service. The basic annual retirement benefit for members is equal to 2.5% to 3.5% of average compensation multiplied by the number of years of creditable service. Additionally, members may choose to retire with 20 years of service at any age, with an actuarially reduced benefit.

Average compensation is defined as the member's average annual earned compensation for the highest 36 consecutive months of employment for members employed prior to July 1, 2006. For members hired July 1, 2006 or later, average compensation is based on the member's average annual earned compensation for the highest 60 consecutive months of employment. The maximum annual retirement benefit cannot exceed the lesser of 100% of average compensation or a certain specified dollar amount of actuarially determined monetary limits, which vary depending upon the member's age at retirement. Judges, court officers, and certain elected officials receive an additional annual retirement benefit equal to 1.0% of average compensation multiplied by the number of years of creditable service in their respective capacity. As an alternative to the basic retirement benefits, a member may elect to receive their retirement benefits under any one of six different options providing for reduced retirement benefits payable throughout their life, with certain benefits being paid to their designated beneficiary after their death.

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

Act 226 of the 2014 Louisiana Regular Legislative Session established new retirement eligibility for members of LASERS hired on or after July 1, 2015, excluding hazardous duty plan members. Regular members and judges under the new plan are eligible to retire at age 62 after five years of creditable service and, may also retire at any age, with a reduced benefit, after 20 years of creditable service. Average compensation will be based on the member's average annual earned compensation for the

NOTE 9 – LOUISIANA STATE EMPLOYEES' RETIREMENT SYSTEM (CONTINUED)

highest 60 consecutive months of employment. Members in the regular plan will receive a 2.5% accrual rate, and judges a 3.5% accrual rate, with the extra 1.0% accrual rate based on all years of service as a judge.

Members of the Harbor Police Retirement System who were members prior to July 1, 2014, may retire after 25 years of creditable service at any age, 12 years of creditable service at age 55, 20 years of creditable service at age 45, and 10 years of creditable service at age 60. Average compensation for the plan is the member's average annual earned compensation for the highest 36 consecutive months of employment with a 3.33% accrual rate.

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

Deferred Retirement Benefits

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

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

NOTE 9 – LOUISIANA STATE EMPLOYEES' RETIREMENT SYSTEM (CONTINUED)

Disability Benefits
Generally, active members with ten or more years of credited service who become disabled may receive a maximum disability retirement benefit equivalent to the regular retirement formula without reduction by reason of age.

Upon reaching age 60, the disability retiree may receive a regular retirement benefit by making application to the Board of Trustees.

For injuries sustained in the line of duty, hazardous duty personnel in the Hazardous Duty Services Plan will receive a disability benefit equal to 75% of final average compensation or 100% of final average compensation if the injury was the result of an intentional act of violence.

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

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

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

Contributions

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

NOTE 9 – LOUISIANA STATE EMPLOYEES' RETIREMENT SYSTEM (CONTINUED)

The rates in effect during the years ending June 30, 2020 and 2019 for the various plans follow:

Plan	Plan Status	Employee Contribution Rate	Employer Contribution Rate 2019	Employer Contribution Rate 2020
Regular State Employee hired before 7/01/06	Closed	7.5%	37.9%	40.7%
Regular State Employee hired after 7/01/06	Open	8.0%	37.9%	40.7%

The Port's contractually required composite contribution rate for the period from July 1, 2018 to June 30, 2019 was 37.9%, and for the period from July 1, 2019 to June 30, 2020 was 40.7%, of annual payroll, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any Unfunded Actuarial Accrued Liability. Contributions to the pension plan from the Port were $5,583,090 and $5,334,373 for the years ended June 30, 2020 and 2019, respectively.

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

Pension Liability and Pension Expense

At June 30, 2020 and 2019, the Port reported a liability of $50,106,225 and $48,791,258, respectively, for its proportionate share of the net pension liability of LASERS. The net pension liability was measured as of June 30, 2019 and 2018, respectively, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of those dates. The Port's proportion of the net pension liability was based on a projection of the Port's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2019 and 2018, the Port's proportion was 0.69161% and 0.71542%, respectively, which was a decrease of 0.02382% and an increase of 0.001102% from its proportion measured as of June 30, 2018 and 2017, respectively.

For the years ended June 30, 2020 and 2019, the Port recognized pension expense of $5,431,397 and $3,983,246, respectively, plus the Port's amortization of the change in proportionate share and the difference between employer contributions and proportionate share of contributions of $1,152,797 and $1,630,895, respectively.

NOTE 9 – LOUISIANA STATE EMPLOYEES' RETIREMENT SYSTEM (CONTINUED)

Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2020, the Port reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
LASERS		
Differences between expected and actual experience	**$ -**	**$ 104,117**
Net difference between projected and actual earnings on pension plan investments	**307,668**	**-**
Changes in assumptions	**429,362**	**-**
Changes in proportion and differences between employer contributions and proportion of shared contributions	**1,818,211**	**802,429**
Employer contributions subsequent to the measurement date	**5,583,090**	**-**
Total LASERS	**$ 8,138,331**	**$ 906,546**

At June 30, 2019, the Port reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
LASERS		
Differences between expected and actual experience	$ -	$ 547,144
Net difference between projected and actual earnings on pension plan investments	632,661	-
Changes in assumptions	496,490	-
Changes in proportion and differences between employer contributions and proportion of shared contributions	435,866	587,151
Employer contributions subsequent to the measurement date	5,334,373	-
Total LASERS	$ 6,899,390	$ 1,134,295

NOTE 9 – LOUISIANA STATE EMPLOYEES' RETIREMENT SYSTEM (CONTINUED)

As of June 30, 2020, deferred outflows of resources of $5,583,090 related to pensions resulting from the Port's contributions subsequent to the measurement date will be recognized as a reduction of net pension liability in the year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30:		LASERS
2021	$	**1,027,345**
2022		**(503,799)**
2023		**476,263**
2024		**648,884**

Actuarial Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2020 and 2019 are as follows:

Valuation Date	June 30, 2019 and 2018
Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Expected Remaining Service Lives	2 and 3 years for 2019 and 2018, respectively
Investment Rate of Return	2019: 7.60% per annum, net of investment expenses. 2018: 7.65% per annum, net of investment expenses.
Inflation Rate	2019: 2.5% per annum 2018: 2.75% per annum
Mortality	Non-disabled members - Mortality rates for 2019 were based on the RP-2014 Healthy Mortality Table with mortality improvement projected using the MP-2018 Mortality Improvement Scale, applied on a fully generational basis. 2018 mortality rates were based on the RP-2000 Combined Healthy Mortality Table with mortality improvement projected through 2015 using scale AA. Disabled members – Mortality rates based on the RP-2000 Disabled Retiree Mortality Table with no projection for mortality improvement.

NOTE 9 – LOUISIANA STATE EMPLOYEES' RETIREMENT SYSTEM (CONTINUED)

Termination, Disability, and Retirement

Termination, disability, and retirement assumptions were projected based on a five-year (2014-2018) experience study of the System's members for 2019. 2018 was projected based on a five-year (2009-2013) experience study of the System's members.

Salary Increases

Salary increases were projected based on 2014-2018 and 2009-2013 experience studies of the System's members for 2019 and 2018, respectively. The salary increase ranges for 2019 specific types of members were:

Member Type	Lower Range	Upper Range
Regular	3.2%	13.0%
Judges	2.8%	5.3%
Corrections	3.8%	14.0%
Hazardous Duty	3.8%	14.0%
Wildlife	3.8%	14.0%

Cost of Living Adjustments

The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The projected benefit payments do not include provisions for potential future increases not yet authorized by the Board of Trustees as they were deemed not to be substantively automatic.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by 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 expected rate of inflation was 2.75% and 3.25% for 2019 and 2018, respectively.

NOTE 9 – LOUISIANA STATE EMPLOYEES' RETIREMENT SYSTEM (CONTINUED)

The target allocation and best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2019 and 2018 are summarized in the following table:

	2019		2018	
Asset Class	**Target Allocation**	**Long-Term Expected Real Rate of Return**	**Target Allocation**	**Long-Term Expected Real Rate of Return**
Cash	0%	.24%	0%	-0.48%
Domestic equity	23%	4.83%	25%	4.31%
International equity	32%	5.83%	32%	5.26%
Domestic fixed income	6%	2.79%	8%	1.49%
International fixed income	10%	4.49%	6%	2.23%
Alternative investments	22%	8.32%	22%	7.67%
Risk parity	7%	5.06%	7%	4.96%
Totals	100%	6.09%	100%	5.40%

Discount Rate

The discount rate used to measure the total pension liability was 7.60% and 7.65% for the years ended June 30, 2019 and 2018, respectively. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rates and that employer contributions from participating employers will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

The following presents the Port's proportionate share of the Net Pension Liability of LASERS using the discount rate of 7.60 and 7.65% as of June 30, 2019 and 2018, respectively, as well as what the Port's proportionate share of the Net Pension Liability would be as of June 30 2020, if it were calculated using a discount rate that is one percentage-point lower (6.60%) or one percentage-point higher (8.60%) than the current rate:

	1.0% Decrease (6.60%)	**Current Discount Rate (7.60%)**	**1.0% Increase (8.60%)**
Port's proportionate share of the net pension liability	**$ 63,240,484**	**$ 50,106,255**	**$ 39,012,240**

NOTE 9 – LOUISIANA STATE EMPLOYEES' RETIREMENT SYSTEM (CONTINUED)

As of June 30, 2019, The following presents the Port's proportionate share of the Net Pension Liability of LASERS using the discount rate of 7.65%, as well as what the Port's proportionate share of the Net Pension Liability would be if it were calculated using a discount rate that is one percentage-point lower (6.65%) or one percentage-point higher (8.65%) than the current rate:

	1.0% Decrease (6.65%)	Current Discount Rate (7.65%)	1.0% Increase (8.65%)
Port's proportionate share of the net pension liability	$ 61,577,810	$ 48,791,258	$ 37,778,888

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position in LASERS is available in the separately issued LASERS 2018 and 2019 Comprehensive Annual Financial Reports at www.lasersonline.org.

Payables to the Pension Plan

At June 30, 2020 and 2019, the Port had payables included in accounts payable to the pension plans totaling $517,375 and $492,209 respectively, for the June 2020 and 2019, employee and employer legally required contributions. Outstanding balances will be applied to the Port's required monthly contribution. The amounts due are included in liabilities under the amounts reported as accounts payable.

NOTE 10 - HARBOR POLICE EMPLOYEES' RETIREMENT SYSTEM

Effective July 1, 2015, the Harbor Police Employees' Retirement System (HPERS) was completely dissolved and merged into LASERS, and all assets of HPERS were transferred to LASERS during July 2015. All current employees of the Harbor Police Department of the Port are enrolled in LASERS, and the retirement benefits for existing retirees are administered by LASERS for the year ended June 30, 2018. The remaining balance payable to LASERS at June 30, 2020 and 2019 related to HPERS was $254,832 and $396,480, respectively.

Pension Expense and Deferred Outflows of Resources Related to HPERS

At June 30, 2020 and 2019, there were no remaining Deferred Outflows of Resources or Deferred Inflows of Resources related to HPERS.

For the year ended June 30, 2019, the Port recognized pension expense of $208,276.

NOTE 11 – OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

Plan description – The Port of New Orleans (the Port) provides certain continuing health care and life insurance benefits for its retired employees. The Port of New Orleans' OPEB Plan (the OPEB Plan) is a single-employer defined benefit OPEB plan administered by the Port. The authority to establish and/or amend the obligation of the employer, employees and retirees rests with the Port. No assets are accumulated in a trust that meets the criteria in Governmental Accounting Standards Board (GASB) Codification Section P52 *Postemployment Benefits Other Than Pensions—Reporting For Benefits Not Provided Through Trusts That Meet Specified Criteria—Defined Benefit*.

Benefits Provided – Medical benefits are provided through a comprehensive medical plan and are made available to employees upon actual retirement. The employees are covered by a retirement system whose retirement eligibility (D.R.O.P. entry) provisions are as follows: 30 years of service at any age; age 55 and 25 years of service; or, age 60 and 10 years of service. For employees hired on or after July 1, 2006, the retirement eligibility is age 60 and 10 years of service. For employees hired on or after July 1, 2015, the retirement eligibility is age 60 and 5 years of service.

There is a closed group of retirees for whom the employer currently pays approximately 80% of the premium; there will not be any additions to this group in the future. The life insurance benefit for this group has been included in this valuation. All of the assumptions used for the valuation of the medical benefits have been used except for the trend assumption; zero trend was used for life insurance.

Employees covered by benefit terms – At June 30, 2020, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	188
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	223
	411

Total OPEB Liability

The Port's total OPEB liability of $11,311,947 and $10,890,578 was measured as of June 30, 2020 and 2019, respectively, and was determined by an actuarial valuation as of June 30, 2019 and rolled forward to June 30, 2020.

NOTE 11 – OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Actuarial Assumptions and other inputs – The total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	**2019:** 2.5% annually **2018:** 2.5% annually
Salary increases	**2019:** 4.0%, including inflation **2018**: 4.0%, including inflation
Discount rate	**2019:** 3.13% annually (Beginning of Year to Determine ADC) 2.21% annually (As of End of Year Measurement Date) **2018:** 3.62% annually (Beginning of Year to Determine ADC) 3.13% annually (As of End of Year Measurement Date)
Healthcare cost trend rates	**2019 and 2018:** Flat 5.5% annually; employer payments for premiums limited to 200% of 2008 rates when applying trend
Mortality	SOA RP-2014 Table

The discount rate was based on the Bond Buyers' 20 Year General Obligation municipal bond index on the applicable measurement dates.

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of ongoing evaluations of the assumptions from July 1, 2009 to June 30, 2020.

Changes in the Total OPEB Liability

	2020	2019
Balance at June 30,	$ 10,890,578	$ 11,203,662
Changes for the year:		
Service cost	100,386	110,919
Interest	325,059	386,275
Differences between expected and actual experience	7,817	(223,332)
Changes of assumptions	998,701	479,231
Benefit payments	(1,010,594)	(1,066,177)
Net changes	421,369	(313,084)
Balance at June 30,	**$ 11,311,947**	**$ 10,890,578**

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

Sensitivity of the total OPEB liability to changes in the discount rate – The following presents the total OPEB liability of the Port, as well as what the Port's total OPEB liability as of June 30, 2020 would be if it were calculated using a discount rate that is 1-percentage-point lower (1.21%) or 1-percentage-point higher (3.21%) than the current discount rate:

NOTE 11 – OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

	1.0% Decrease (1.21%)	Current Discount Rate (2.21%)	1.0% Increase (3.21%)
Total OPEB liability	$ 12,594,337	$ 11,311,947	$ 10,233,393

The following presents the total OPEB liability of the Port, as well as what the Port's total OPEB liability as of June 30, 2019 would be if it were calculated using a discount rate that is 1-percentage-point lower (2.13%) or 1-percentage-point higher (4.13%) than the current discount rate:

	1.0% Decrease (2.13%)	Current Discount Rate (3.13%)	1.0% Increase (4.13%)
Total OPEB liability	$ 11,951,616	$ 10,890,578	$ 9,978,994

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

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates – The following presents the total OPEB liability of the Port, as well as what the Port's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (4.5%) or 1-percentage-point higher (6.5%) than the current healthcare trend rates. Because of the application of the cap of 200% of the 2008 rates, the trend increases have reached the maximum and the sensitivity is not any longer effective as of June 30, 2020:

	1.0% Decrease (4.5%)	Current Trend (5.5%)	1.0% Increase (6.5%)
Total OPEB liability	$ 11,311,947	$ 11,311,947	$ 11,311,947

Because of application of the cap of 200% of the 2008 rates, the trend increases have reached the maximum and the sensitivity is not any longer effective as of June 30, 2019.

	1.0% Decrease (4.5%)	Current Trend (5.5%)	1.0% Increase (6.5%)
Total OPEB liability	$ 10,890,578	$ 10,890,578	$ 10,890,578

NOTE 11 – OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

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

For the year ended June 30, 2020 and 2019, respectively, the Port recognized OPEB expense of $663,185 and a benefit of $(532,546). At June 30, 2020, the Port reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 513,487	$ -
Changes in assumptions and other inputs	751,039	(178,668)
Total	$ 1,264,525	$ (178,668)

At June 30, 2019, the Port reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 86,772	$ 200,999
Changes of assumptions and other inputs	431,308	-
Total	$ 518,080	$ 200,999

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

Years ending June 30:	
2021	237,740
2022	237,740
2023	237,740
2024	237,740
2025	36,436
Thereafter	98,462

NOTE 12 – DEFERRED COMPENSATION PLAN

The Board participates in the Louisiana Public Employees Deferred Compensation Plan (the 457 Plan) for the purpose of providing supplemental retirement income to employees by permitting them to defer a portion of compensation to be invested and distributed in accordance with the terms of the 457 Plan. All compensation deferred under the 457 Plan, all property and rights purchased with such amounts, and all income attributable to such amounts, property or rights, shall be held for the exclusive benefit of participants and their beneficiaries. The Board makes contributions to the 457 Plan on behalf of each non-union employee based on 3% of base pay up to a maximum of $2,400 per calendar year for Port employees and no maximum for NOPB non-union employees. Contributions to the 457 Plan by the Board totaled $314,277 and $320,594 for the years ended June 30, 2020 and 2019, respectively.

The Port established a Non-ERISA 401(a) Governmental Port of New Orleans Money Purchase Pension Plan (the MPP Plan); a defined contribution plan, for executives in the President/ CEO, Vice President, and Executive Council positions of the Port in fiscal 2018 for the purpose of providing supplemental retirement income to certain specific employees as noted; the funds are invested and distributed in accordance with the terms of the MPP Plan. The Port contributes $40,000 for the President / CEO and $26,600 for Vice Presidents and Executive Counsel; the employee has a mandatory employee contribution of 3.125% of base pay. Port contributions are cliff vested after three (3) years of service and employee contributions are 100% vested at the time of contribution. All vested compensation deferred under the MPP Plan, all property and rights purchased with such amounts, and all income attributable to such amounts, property or rights, shall be held for the exclusive benefit of participants and their beneficiaries. Contributions to the MPP Plan by the Port totaled $108,204 and $102,500 for the years ended June 30, 2020 and 2019, respectively.

NOTE 13 – CONDUIT DEBT

From time to time, the Port has issued Industrial Revenue Bonds to provide assistance for private-sector entities for Port related projects that are deemed to be in the public interest. The Port is not obligated for repayment of the bonds. Accordingly, the bonds are not reported in the accompanying financial statements.

Port facility revenue bonds in the amount of $3,700,000 were issued on June 8, 2000 for the account of New Orleans Steamboat Company for the purpose of constructing a facility within the jurisdiction of the Port as part of the public port. At June 30, 2019, $1,200,000 was outstanding. At June 30, 2020, there was no remaining balance as the debt was paid in full. The bonds are limited obligations of the Port, secured by a letter of credit issued by First Bank and Trust in New Orleans and a confirming letter of credit of the Federal Horne Loan Bank in New Orleans for the account of New Orleans Steamboat Company.

NOTE 13 – CONDUIT DEBT (CONTINUED)

Port facility revenue bonds in the amount of $7,500,000 were issued on November 1, 2002 for the account of New Orleans Cold Storage and Warehouse Company Limited (NOCS) for the purpose of constructing a cold storage facility. On June 7, 2012, NOCS restructured and reissued the bonds in a private placement with JPMorgan Chase Bank, N.A. Previous to this date, the bonds were secured by a letter of credit issued by the Whitney National Bank in New Orleans for the account of NOCS. This security was cancelled with the reissuance. At June 30, 2019, $6,041,667 was outstanding. At June 30, 2020, there was no remaining balance as the debt was paid in full.

NOTE 14 – NATURAL DISASTER

In the past, the Board has been materially affected by various natural disasters and the Board feels it maintains adequate insurance coverages. As in the past excess property losses along with certain preparation cost may be covered by the Federal Emergency Management Emergency Agency (FEMA), which the Board actively pursues.

NOTE 15 – RELATED PARTY TRANSACTIONS

At June 30, 2020, Transportation Consultants, Inc., TCI Packaging, LLC, and the Jenson Companies, LLC, related entities to a commissioner, had lease agreements with the Port and two storage agreements with the NOPB. The agreements expire at various dates through August 2037. During the years ended June 30, 2020 and 2019, the Port received lease payments totaling approximately $398,923 and $220,000, respectively. The NOPB received approximately $522,000 for the year ended June 30, 2020 and $487,000 related to these agreements year ended June 30, 2019. At June 30, 2020 and 2019, these entities had outstanding receivables of approximately $198,449 and $210,263, respectively.

NOTE 16 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through November 18, 2020, the date that the financial statements were available to be issued, and determined the following events after this date have been evaluated for inclusion in these financial statements.

In March 2020, the World Health Organization made the assessment that the outbreak of a novel coronavirus (COVID-19) can be characterized as a pandemic. As a result, uncertainties have arisen that may have a significant negative impact on the operating activities and results of the RTA. The occurrence and extent of such an impact will depend on future developments, including (i) the duration and spread of the virus, (ii) government quarantine measures, (iii) voluntary and precautionary restrictions on travel or meetings, (iv) the effects on the financial markets, and (v) the effects on the economy overall, all of which are uncertain. In June 2020, the Board was awarded a Coronavirus Aid, Relief, and Economic Security (CARES) Act financial assistance through State of Louisiana Division of Administration of $510,332.

NOTE 16 – SUBSEQUENT EVENTS (CONTINUED)

The New Orleans Public Belt Railroad Commission for the Port of New Orleans (the "Railroad Commission") is a political subdivision of the State, duly organized and created pursuant to Section 4530(A) of Title 33 of the Louisiana Revised Statutes of 1950, as amended. Pursuant to Act 359 of the 2020 Regular Session of the Louisiana Legislature, the Public Belt Railroad will be transferred from NOPB to the Railroad Commission on the first day of the month that commences no less than fifteen (15) days following the effectiveness of the Federal Surface Transportation Board authority or exemption for the transfer of the Public Belt Railroad system from NOPB to the Railroad Commission (the "Transfer Date"). The Transfer Date occurred on October 1, 2020.

On September 1, 2020, the Board issued series 2020D and 2020E Board of Commissioners of the Port of New Orleans Port Facility Revenue Bonds to fund various capital investment projects. The face value of the bonds was $74,2 million and sold at a premium of $90.7 million. The premium funds were used to fund capital improvements, cost of issuance, debt service reserve, and to pay Fiscal Years 2021 and 2022 debt service of the new bonds. The bonds have a final maturity in 2050 and have an aggregate All-in TIC of 3.60% and an arbitrage yield of 2.37%

BOARD OF COMMISSIONERS OF THE PORT OF NEW ORLEANS
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS

For the year ended June 30,	2020	2019	2018
TOTAL OPEB LIABILITY			
Service cost	$ 100,386	$ 110,919	$ 104,206
Interest	325,059	386,275	424,206
Change of benefit term	-	-	-
Differences between expected and actual experience	7,817	(223,332)	108,466
Change of assumptions	998,701	479,231	-
Benefit payments, including refunds of member contributions	(1,010,594)	(1,066,177)	(1,047,395)
Net Change in Total OPEB Liability	421,369	(313,084)	(410,517)
Total OPEB Liability - Beginning	10,890,578	11,203,662	11,614,179
Total OPEB Liability - Ending (a)	$ 11,311,947	$ 10,890,578	$ 11,203,662
Covered-employee payroll	$ 13,748,737	$ 14,138,117	$ 13,594,343
Total OPEB liability as a percentage of covered-employee payroll	82.28%	77.03%	82.41%

Notes to Schedule:

Benefit Changes. There were no changes of benefit terms for the three years ended June 30, 2020.

Changes of Assumptions. The discount rate as of June 30, 2018 was 3.62%. The discount rate as of June 30, 2019 was 3.62%. The discount rate as of June 30, 2020 was 2.21%.

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

BOARD OF COMMISSIONERS OF THE PORT OF NEW ORLEANS
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
FOR THE LAST SIX YEARS

For the Year Ended June 30,*	Agency's proportion of the net pension liability (asset)	Agency's proportionate share of the net pension liability (asset)	Agency's covered payroll	Agency's Proportionate share of the net pension liability (asset) as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
Louisiana State Emoloyees' Retirement System					
2019	0.691606%	$ 50,106,255	$ 15,076,798	332.34%	62.90%
2018	0.715422%	$ 48,791,258	$ 14,665,450	332.70%	64.30%
2017	0.714320%	$ 50,279,556	$ 15,263,994	329.40%	62.50%
2016	0.739690%	$ 58,084,383	$ 15,605,548	372.20%	57.70%
2015	0.670100%	$ 45,573,447	$ 12,745,929	357.55%	62.70%
2014	0.681100%	$ 42,586,318	$ 12,168,178	349.98%	65.00%

* The amounts presented were determined as of the measurement date (prior fiscal year ended June 30).

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

BOARD OF COMMISSIONERS OF THE PORT OF NEW ORLEANS
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
FOR THE LAST SIX YEARS

For the Year Ended June 30,*	(a) Statutorily Required Contribution	(b) Contributions in relation to the Statutorily required contribution	(a-b) Contribution Deficiency (Excess)	Agency's covered payroll	Contributions as a percentage of covered payroll
Louisiana State Emoloyees' Retirement System					
2020	$ 5,583,090	$ 5,583,090	$ -	$ 14,547,960	36.7%
2019	$ 5,334,373	$ 5,334,373	$ -	$ 15,076,798	35.7%
2018	$ 5,386,459	$ 5,386,459	$ -	$ 14,665,450	38.5%
2017	$ 5,645,469	$ 5,645,469	$ -	$ 15,263,994	37.0%
2016	$ 6,132,717	$ 6,132,717	$ -	$ 15,605,548	39.3%
2015	$ 5,217,874	$ 5,217,874	$ -	$ 12,745,929	40.9%

**Amounts presented were determined as of the end of the fiscal year (June 30).*

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

Notes to Schedule

Changes of Benefit Terms

For LASERS, a 1.5% COLA, effective July 1, 2016, provided by Acts 93 and 512 of the 2016 Louisiana Regular Legislative Session, and, added benefits for members of the Harbor Police Retirement System which was merged with LASERS effective July 1, 2015 by Act 648 of 2014.

Changes of Assumptions

For LASERS, the investment rate of return was decreased from 7.65% to 7.60%, the expected remaing service life decreased from 3 years to 2 years, and the inflation rate was decreased from 2.75% to 2.50% for the valuation date June 30, 2019.

For LASERS, the investment rate of return was decreased from 7.70% to 7.65% for the valuation dated June 30, 2018.

For LASERS, the investment rate of return was decreased from 7.75% to 7.70% and the inflation rate was decreased from 3.00% to 2.75% for the valuation dated June 30, 2017.

BOARD OF COMMISSIONERS OF THE PORT OF NEW ORLEANS
CONSOLIDATING STATEMENT OF NET POSITION

June 30, 2020	Port	PBRC	Elimination	Board Total
ASSETS				
Current Assets:				
Cash and cash equivalents	$ 5,801,806	$ 5,206,094	$ -	$ **11,007,900**
Investments	44,917,507	14,633,176	-	**59,550,683**
Accounts receivable, net	8,136,483	7,981,857	-	**16,118,340**
Due from other governments	1,607,571	-	-	**1,607,571**
Stores inventory	6,634,797	1,515,903	-	**8,150,700**
Prepaid items	4,590,833	760,574	-	**5,351,407**
Total Current Assets	71,688,997	30,097,604	-	**101,786,601**
Non-Current Assets:				
Restricted revenue bond accounts - government money market accounts	99,799	-	-	**99,799**
Restricted revenue bond accounts - investments	12,365,616	-	-	**12,365,616**
Capital assets - net	627,020,826	153,992,531	-	**781,013,357**
Investment in PBRC	176,908,022	-	(176,908,022)	-
Other assets	143,803	-	-	**143,803**
Total Non-Current Assets	816,538,066	153,992,531	(176,908,022)	**793,622,575**
Total Assets	888,227,063	184,090,135	(176,908,022)	**895,409,176**
DEFERRED OUTFLOWS OF RESOURCES				
Deferred loss on bond refunding	4,617,455	-	-	**4,617,455**
Deferred amounts related to total OPEB liability	1,264,525	-	-	**1,264,525**
Deferred amounts related to net pension liability	8,138,331	-	-	**8,138,331**
Total Deferred Outflows of Resources	14,020,311	-	-	**14,020,311**

(Continued)

CONSOLIDATING STATEMENT OF NET POSITION

June 30, 2020	Port	PBRC	Elimination	Board Total
LIABILITIES				
Current Liabilities				
Accounts payable	$ 11,956,716	$ 530,393	$ -	$ **12,487,109**
Revenue bonds payable - current	2,500,000	-	-	**2,500,000**
Capital leases payable - current	44,492	128,577	-	**173,069**
Accrued interest payable	1,375,179	5,008	-	**1,380,187**
Unearned income	5,283,003	532,263	-	**5,815,266**
Compensated absences payable - current	105,000	988,374	-	**1,093,374**
Workers compensation and casualty reserve - current	338,592	1,462,400	-	**1,800,992**
Payable to LASERS for HPERS - current (note 10)	105,258	-	-	**105,258**
Total other post employment benefit liability - current	1,038,386	-	-	**1,038,386**
Other liabilities	2,827,656	1,220,941	-	**4,048,597**
Total Current Liabilities	25,574,282	4,867,956	-	**30,442,238**
Non-Current Liabilities				
Revenue bonds payable	149,786,380	-	-	**149,786,380**
Capital leases payable	17,044	132,800	-	**149,844**
Net pension liability	50,106,255	-	-	**50,106,255**
Payable to LASERS for HPERS (note 10)	149,574	-		**149,574**
Total other post employment benefit liability	10,273,561	-	-	**10,273,561**
Compensated absences payable	1,338,969	-	-	**1,338,969**
Workers compensation and casualty reserve	1,783,036	2,181,357	-	**3,964,393**
Environmental remediation liability	4,450,315	-	-	**4,450,315**
Total Non-Current Liabilities	217,905,134	2,314,157	-	**220,219,291**
Total Liabilities	243,479,416	7,182,113	-	**250,661,529**
DEFERRED INFLOWS OF RESOURCES				
Deferred amounts related to total OPEB liability	178,666	-	-	**178,666**
Deferred amounts related to net pension liability	906,546	-	-	**906,546**
Total Deferred Inflows of Resources	1,085,212	-	-	1,085,212
NET POSITION				
Net investment in capital assets	631,095,134	153,731,154	(153,731,154)	**631,095,134**
Restricted for revenue bond debt service	12,465,415		-	**12,465,415**
Unrestricted net position	14,122,197	23,176,868	(23,176,868)	**14,122,197**
TOTAL NET POSITION	$ 657,682,746	$ 176,908,022	$ (176,908,022)	$ **657,682,746**

(Concluded)

See accompanying independent auditors' report.

BOARD OF COMMISSIONERS OF THE PORT OF NEW ORLEANS
CONSOLIDATING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

For the Year Ended June 30, 2020	Port	PBRC	Elimination	Board Total
OPERATING REVENUES				
Terminal operations	$ 22,683,583	$ -	$ -	**$ 22,683,583**
Terminal operations - rentals	21,357,190	-	-	**21,357,190**
Cruise and tourism	10,524,643	-	-	**10,524,643**
Switching	-	23,600,145	-	**23,600,145**
Real estate rentals	8,745,250	1,313,770	-	**10,059,020**
Railcar Repair	-	3,802,893	-	**3,802,893**
Railcar Storage	-	2,921,942	-	**2,921,942**
Miscellaneous	-	113,578	-	**113,578**
Total Operating Revenues	63,310,666	31,752,328	-	**95,062,994**
OPERATING EXPENSES				
Payroll and benefits:				
Payroll expense	18,156,544	13,821,513	-	**31,978,057**
Pension expense	5,431,397	-	-	**5,431,397**
Other benefits expense	5,181,363	6,035,654	-	**11,217,017**
Total Payroll and Benefits	28,769,304	19,857,167	-	**48,626,471**
Other operating expenses:				
Travel, promotion and advertising	913,024	87,167	-	**1,000,191**
Professional fees	2,513,194	406,791	-	**2,919,985**
Utilities	3,381,644	198,360	-	**3,580,004**
Maintenance agreements	1,692,683	1,053,612	-	**2,746,295**
Maintenance expenses	4,108,067	6,709,098	-	**10,817,165**
Other costs	2,412,002	628,191	-	**3,040,193**
Reimbursable costs	-	(5,237,824)	-	**(5,237,824)**
Capital allocations	(1,156,314)	-	-	**(1,156,314)**
Security fees	(1,303,706)	-	-	**(1,303,706)**
Insurance	4,791,340	980,513	-	**5,771,853**
Workers' compensation and casualty losses	128,332	200,000	-	**328,332**
Service allocations	(2,000,000)	2,000,000	-	**-**
Total Other Operating Expenses	15,480,266	7,025,908	-	**22,506,174**
Depreciation	26,563,230	3,074,191	-	**29,637,421**
Total Operating Expenses	70,812,800	29,957,266	-	**100,770,066**
OPERATING LOSS	$ (7,502,134)	$ 1,795,062	$ -	**$ (5,707,072)**

(Continued)

See accompanying independent auditors' report .

BOARD OF COMMISSIONERS OF THE PORT OF NEW ORLEANS
CONSOLIDATING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

For the Year Ended June 30, 2020	Port	PBRC	Elimination	Board Total
NON-OPERATING REVENUE (EXPENSES)				
Investment income	$ 1,650,033	$ 306,382	$ -	**$ 1,956,415**
Intercompany investment income	3,449,582	-	(3,449,582)	**-**
Interest expense	(6,298,349)	-	-	**(6,298,349)**
Hurricane loss	(36,162)	-	-	**(36,162)**
(Loss) gain on disposal of assets	19,639	41,355	-	**60,994**
Miscellaneous, net	2,114,876	381,923	-	**2,496,799**
Total Non-Operating (Expense) Revenue, net	899,619	729,660	(3,449,582)	**(1,820,303)**
(LOSS) INCOME BEFORE CONTRIBUTIONS	(6,602,515)	2,524,722	(3,449,582)	**(7,527,375)**
CAPITAL CONTRIBUTIONS				
Capital contributions	2,330,413	924,860	-	**3,255,273**
Capital contributions - subsequently disallowed	(4,549,738)	-	-	**(4,549,738)**
Total Capital Contributions	(2,219,325)	924,860	-	**(1,294,465)**
CHANGE IN NET POSITION	(8,821,840)	3,449,582	(3,449,582)	**(8,821,840)**
NET POSITION, BEGINNING OF YEAR	666,504,586	173,458,440	(173,458,440)	**666,504,586**
NET POSITION, END OF YEAR	$ 657,682,746	$ 176,908,022	$ (176,908,022)	**$ 657,682,746**

(Concluded)

See accompanying independent auditors' report .

BOARD OF COMMISSIONERS OF THE PORT OF NEW ORLEANS
SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS TO THE AGENCY HEAD

For the Year Ended June 30,2020

Agency Head Name: Brandy Christian, CEO

Purpose		**Amount**
Salary	$	319,987
Benefits - Insurance		26,560
Benefits - Retirement		135,119
Benefits - Board match - deferred compensation		2,400
Benefits - 401(A) plan		40,000
Car allowance		12,000
Reimbursements		2,871
Travel		42,218
Registration fees		1,700
Conference travel		3,481
Total	**$**	**586,336**

BOARD OF COMMISSIONERS OF THE PORT OF NEW ORLEANS
REVENUE BONDS DEBT SERVICE COVERAGE

Fiscal Year		Operating Revenue (a)		Direct Operating Expenses (b)		Net Revenue Available for Debt Service		Debt Service Requirement (1) Principal		Interest		Total	Subordinate Coverage
2020	$	97,019,409	$	73,368,113	$	23,651,296	$	1,035,000	$	6,070,050	$	7,105,050	3.33
2019		103,280,879		76,440,507		26,840,372		3,255,000		6,170,856		9,425,856	2.85
2018		79,028,464		58,177,810		20,850,654		3,485,000		3,869,502		7,354,502	2.84

Fiscal Year		Operating Revenue		Direct Operating Expenses		Net Revenue Available for Debt Service		Debt Service Requirement (2) Principal		Interest		Total	Subordinate Coverage
2020	$	97,019,409	$	73,368,113	$	23,651,296	$	1,035,000	$	6,070,050	$	7,105,050	3.33
2019		103,280,879		76,440,507		26,840,372		3,255,000		6,170,856		9,425,856	2.85
2018		79,028,464		58,177,810		20,850,654		3,095,000		3,577,881		6,672,881	3.12

(1) Including series 2008, 2010, 2011, 2012, 2013A, 2013B, 2017A, 2018A, 2018B, 2020A, 2020B, and 2020C bonds as applicable.
(2) Including series 2008, 2011, 2012, 2013A, 2013B, 2017A, 2018A, 2018B, 2020A, 2020B, and 2020C bonds as applicable.
(a) Includes non-restricted investment income.
(b) Excludes depreciation and amortization.

BOARD OF COMMISSIONERS OF

THE PORT OF NEW ORLEANS

SINGLE AUDIT REPORT

JUNE 30, 2020

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REPORT

CRI CARR RIGGS & INGRAM
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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

The Board of Commissioners of the
Port of New Orleans
New Orleans, 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 Board of Commissioners of the Port of New Orleans (the "Board"), which comprise the statement of financial position as of June 30, 2020, and the related statement of revenues, expenses and changes in net position and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated November 18, 2020.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Board'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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Board's internal control. Accordingly, we do not express an opinion on the effectiveness of the Board'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 a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization'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 organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Carr, Riggs & Ingram, L.L.C.

November 18, 2020

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR THE MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

The Board of Commissioners of the
Port of New Orleans
New Orleans, Louisiana

Report on Compliance for the Major Federal Program

We have audited the Board of Commissioners of the Port of New Orleans' (the "Board") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on the Port's major federal program for the year ended June 30, 2020. The Board's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for the Board's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major federal program. However, our audit does not provide a legal determination of the Board's compliance.

Opinion on the Major Federal Program

In our opinion, the Board complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2020.

Report on Internal Control Over Compliance

Management of the Board is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Board's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Board's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the Board, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements. We issued our report thereon dated November 18, 2020, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Carr, Riggs & Ingram, L.L.C.

November 18, 2020

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2020

Federal Grantor/Program Title	CFDA Number	Passed-Through to Subrecipients	Expenditures
Department of Transportation			
Passed through the State of Louisiana Department of Transportation and Development			
America's Marine Highway Grants	20.816	$ -	$ 519,540
Total Department of Transportation			519,540
Department of Homeland Security			
Passed through the State of Louisiana Office of Homeland Security and Emergency Preparedness			
Disaster Grants - Public Assistance (Presidentially Declared Disasters) - Port of New Orleans	97.036	-	39,395
Disaster Grants - Public Assistance (Presidentially Declared Disasters) - Public Belt Railroad	97.036	-	924,860
Total Disaster Grants - Public Assistance (Presidentially Declared Disasters)		-	964,255
Passed through the State of Louisiana Office of State and Local Government Coordination and Preparedness			
Port Security Grant Program	97.056	-	117,424
Total Department of Homeland Security		-	1,081,679
United States Environmental Protection Agency			
Passed through the State of Louisiana Department of Environmental Quality			
Diesel Emissions Reduction Act (DERA) State Grants	66.040	292,073	292,073
Direct federal award			
Brownfields Training, Research, and Technical Assistance Grants and Cooperative Agreements	66.814	-	49,849
Total United States Environmental Protection Agency		292,073	341,922
Department of the Treasury			
Passed through the City of New Orleans			
Coronavirus Relief Fund	21.019	-	510,332
Total Department of the Treasury		-	510,332
Total Expenditures of Federal Awards		$ 292,073	$ 2,453,473

See accompanying Notes to Schedule of Expenditures of Federal Awards.

NOTE 1: BASIS OF ACCOUNTING

The accompanying Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting, which is described in Note 1 to the Board's financial statements for the year ended June 30, 2020.

NOTE 2: PROGRAM COSTS

The amounts shown as current year expenditures represent only the federal grant portion of the program costs. Entire program costs, including the Board's portion, are more than shown. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 3: LOANS

The Board did not expend federal awards related to loans or loan guarantees during the year ended June 30, 2020.

NOTE 4: FEDERALLY FUNDED INSURANCE

The Board has no federally funded insurance.

NOTE 5: NONCASH ASSISTANCE

The Board did not receive any federal noncash assistance for the year ended June 30, 2020.

NOTE 6: INDIRECT COST RATE

The Board did not elect to use the 10 percent (10%) de minimis indirect cost rate.

NOTE 7: PRIOR YEAR FEMA EXPENDITURES

The Board included $17,504 of FEMA expenditures paid in prior years on the SEFA for the year ended June 30, 2020.

A. SUMMARY OF AUDITORS' RESULTS

Financial Statements

1. Type of auditors' report issued	Unmodified
2. Internal control over financial reporting:	
a. Material weaknesses identified?	No
b. Significant deficiencies identified not considered to be material weaknesses?	None noted
c. Noncompliance material to the financial statements noted?	No

Federal Awards

1. Type of auditors' report issued on compliance for major programs	Unmodified
2. Internal control over major programs:	
a. Material weaknesses identified?	No
b. Significant deficiencies identified not considered to be material weaknesses?	None noted
3. Any audit findings that are required to be reported in accordance with 2 CFR Section 200.516(a)?	No
4. Identification of the major programs:	

Name of Federal Awards (or Cluster)	CFDA No.
Coronavirus Relief Fund	21.019

5. Dollar threshold used to distinguish between type A and type B programs:	$750,000
6. Auditee qualified as a low-risk auditee?	Yes

B. FINDINGS RELATED TO THE FINANCIAL STATEMENTS

There were no findings related to the financial statements for the year ended June 30, 2020.

C. FINDINGS RELATED TO COMPLIANCE AND OTHER MATTERS

There were no findings related to compliance and other matters for the year ended June 30, 2020.

D. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAM

There were no findings or questioned costs related to the major federal award program for the year ended June 30, 2020.

A. PRIOR AUDIT FINDINGS RELATED TO THE FINANCIAL STATEMENTS

There were no findings related to the financial statements for the year ended June 30, 2019.

B. PRIOR AUDIT FINDINGS RELATED TO COMPLIANCE AND OTHER MATTERS

There were no findings related to compliance and other matters for the year ended June 30, 2019.

C. PRIOR AUDIT FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS

There were no findings or questioned costs related to the major federal award programs for the year ended June 30, 2019.