

CITY OF BROUSSARD, LOUISIANA

Financial Report

Year Ended June 30, 2021

TABLE OF CONTENTS

	Page
Independent Auditor's Report	1-3
BASIC FINANCIAL STATEMENTS	
GOVERNMENT-WIDE FINANCIAL STATEMENTS (GWFS)	
Statement of net position	6
Statement of activities	7
FUND FINANCIAL STATEMENTS (FFS)	
Major fund descriptions	9
Balance sheet - governmental funds	10
Reconciliation of the governmental funds balance sheet to the statement of net position	11
Statement of revenues, expenditures, and changes in fund balances - governmental funds	12
Reconciliation of the statement of revenues, expenditures, and changes in fund balances of governmental funds to the statement of activities	13
Combined statement of net position - proprietary funds	14
Combined statement of revenues, expenses, and change in fund net position - proprietary funds	15
Combined statement of cash flows - proprietary funds	16
NOTES TO BASIC FINANCIAL STATEMENTS	17-44
REQUIRED SUPPLEMENTARY INFORMATION	
Budgetary comparison schedules:	
General Fund	46
1992 Sales Tax Special Revenue Fund	47
TIF Sales Tax Special Revenue Fund	48
2011 Recreational Sales Tax Special Revenue Fund	49
Schedule of employer's share of net pension liability	50
Schedule of employer contributions	51
Notes to the required supplementary information	52-53
OTHER SUPPLEMENTARY INFORMATION	
Statement of net position - compared to prior year totals	55
General Fund:	
Schedule of revenues - budget (GAAP basis) and actual - with comparative actual amounts for prior year	56
Schedule of expenditures - budget (GAAP basis) and actual - with comparative actual amounts for prior year	57-59
Sales Tax Special Revenue Funds:	
1992 Sales Tax Special Revenue Fund:	
Schedule of revenues, expenditures, and changes in fund balances - budget (GAAP basis) and actual with comparative actual amounts for prior year	60

(continued)

TABLE OF CONTENTS (Continued)

	Page
OTHER SUPPLEMENTARY INFORMATION (Continued)	
TIF Sales Tax Special Revenue Fund:	
Schedule of revenues, expenditures, and changes in fund balances - budget (GAAP basis) and actual with comparative actual amounts for prior year	61
2011 Recreational Sales Tax Special Revenue Fund:	
Schedule of revenues, expenditures, and changes in fund balances - budget (GAAP basis) and actual with comparative actual amounts for prior year	62
Capital Projects Funds:	
LCDBG/Streets Capital Projects Fund -	
Schedule of revenues, expenditures, and changes in fund balances - with comparative actual amounts for prior year	63
Nonmajor Funds Statements -	
Combining balance sheet - nonmajor governmental funds	64
Combining statement of revenues, expenditures, and changes in fund balances - nonmajor governmental funds	65
Comparative statement of net position - Utility Fund	66
Comparative statement of revenues, expenses, and changes in fund net position - Utility Fund	67
Comparative departmental statement of revenues and expenses - Utility Fund	68
Statement of net position - Parks and Recreation Fund	69
Statement of revenues, expenses, and changes in fund net position - Parks and Recreation Fund	70
Schedule of number of utility customers (unaudited)	71
Schedule of insurance in force (unaudited)	72
Justice System Funding Schedule - Collecting/Disbursing Entity	73
INTERNAL CONTROL, COMPLIANCE AND OTHER MATTERS	
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	75-76
Summary schedule of current and prior year audit findings and management's corrective action plan	77

KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA*
Brad E. Kolder, CPA, JD*
Gerald A. Thibodeaux, Jr., CPA*
Robert S. Carter, CPA*
Arthur R. Mixon, CPA*
Stephen J. Anderson, CPA*
Christine C. Doucet, CPA
Wanda F. Arcement, CPA, CVA
Bryan K. Joubert, CPA
Matthew E. Margaglio, CPA
Casey L. Ardoin, CPA, CFE

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

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

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

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

Victor R. Slaven, CPA* - retired 2020

* A Professional Accounting Corporation

WWW.KCSRPCAS.COM

INDEPENDENT AUDITOR'S REPORT

The Honorable Ray Bourque,
and Members of the Board of Aldermen
City of Broussard, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Broussard, Louisiana, (City) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City'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.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Basis for Adverse Opinion on Discretely Presented Component Units

The financial statements referred to above do not include financial data for the City's legally separate component units. Accounting principles generally accepted in the United States of America require the financial data for component units to be reported with the financial data of the City's primary government unless the City also issues financial statements for the financial reporting entity that include the financial data for its component units. The City has not issued such reporting entity financial statements. Because of this departure from accounting principles generally accepted in the United States of America, the assets, liabilities, net assets, revenues, and expenses of the discretely presented component units would have been reported as \$2,763,422, \$30,789, \$2,732,633, \$1,739,183, and \$1,892,067, respectively.

Adverse Opinion

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

Unmodified Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Broussard, Louisiana, as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require the budgetary comparison information, schedule of employer's share of net pension liability, and schedule of employer contributions on pages 46 through 51 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Broussard, Louisiana's basic financial statements. The combining and comparative statements and various schedules included in other supplementary information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The comparative statements and the Justice System Funding Schedule are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting 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 comparative statements and the Justice System Funding Schedule are fairly stated, in all material respects, in relation to the basic financial statements as a whole. The prior year comparative information on the combining and comparative statements has been derived from the City of Broussard's 2020 financial statements, which was subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, was fairly presented in all material respects in relation to the basic financial statements from which they have been derived.

The various schedules, except the Justice System Funding Schedule, included in other supplementary information have not been subjected to the auditing procedures applied in the audit of the basic financial statements and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 23, 2021, on our consideration of the City of Broussard, Louisiana's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
November 23, 2021

BASIC FINANCIAL STATEMENTS

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

CITY OF BROUSSARD, LOUISIANA

Statement of Net Position
June 30, 2021

	Governmental Activities	Business- Type Activities	Total
ASSETS			
Current assets:			
Cash and interest-bearing deposits	\$ 12,285,067	\$ 482,573	\$12,767,640
Receivables, net	3,384,885	517,212	3,902,097
Internal balances	(1,446)	1,446	-
Due from other governmental agencies	609,529	53,442	662,971
Prepaid items	185,699	79,865	265,564
Total current assets	<u>16,463,734</u>	<u>1,134,538</u>	<u>17,598,272</u>
Noncurrent assets:			
Restricted assets -			
Cash and interest-bearing deposits	4,725,519	1,916,075	6,641,594
Capital assets -			
Land and construction in progress	6,918,467	5,704,096	12,622,563
Capital assets, net	24,193,449	57,839,649	82,033,098
Total noncurrent assets	<u>35,837,435</u>	<u>65,459,820</u>	<u>101,297,255</u>
Total assets	<u>52,301,169</u>	<u>66,594,358</u>	<u>118,895,527</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred loss on bond refunding	443,206	-	443,206
Deferred outflows related to pensions	1,362,222	-	1,362,222
Total deferred outflows of resources	<u>1,805,428</u>	<u>-</u>	<u>1,805,428</u>
LIABILITIES			
Current liabilities:			
Accounts, salaries and other payables	1,268,880	259,809	1,528,689
Due to other governmental agencies	946,828	-	946,828
Capital leases payable	205,578	-	205,578
Loan payable	-	45,000	45,000
Bonds payable	800,000	695,000	1,495,000
Accrued interest payable	94,093	165,078	259,171
Customers' deposits payable	-	439,368	439,368
Total current liabilities	<u>3,315,379</u>	<u>1,604,255</u>	<u>4,919,634</u>
Noncurrent liabilities:			
Compensated absences payable	503,783	146,195	649,978
Net pension liability	1,590,346	-	1,590,346
Capital leases payable	515,963	-	515,963
Loan payable	-	1,033,903	1,033,903
Bonds payable	16,601,521	23,940,000	40,541,521
Total noncurrent liabilities	<u>19,211,613</u>	<u>25,120,098</u>	<u>44,331,711</u>
Total liabilities	<u>22,526,992</u>	<u>26,724,353</u>	<u>49,251,345</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	101,890	-	101,890
NET POSITION			
Net investment in capital assets	20,097,060	38,524,842	58,621,902
Restricted for sales tax dedications	8,818,366	-	8,818,366
Restricted for debt service	1,764,391	616,629	2,381,020
Restricted for external legal constraint	2,867,040	-	2,867,040
Unrestricted (deficit)	(2,069,142)	728,534	(1,340,608)
Total net position	<u>\$ 31,477,715</u>	<u>\$39,870,005</u>	<u>\$71,347,720</u>

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

CITY OF BROUSSARD, LOUISIANA

Statement of Activities
For the Year Ended June 30, 2021

Activities	Expenses	Program Revenues			Net (Expense) Revenues and Changes in Net Position		
		Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities:							
General government	\$ 2,784,763	\$ 1,903,589	-	-	\$ (881,174)	-	\$ (881,174)
Economic development	347,649	-	-	-	(347,649)	-	(347,649)
Public safety	5,568,369	496,385	332,996	-	(4,738,988)	-	(4,738,988)
Streets and drainage	4,758,048	-	531,590	344,861	(3,881,597)	-	(3,881,597)
Culture and recreation	5,660	-	-	-	(5,660)	-	(5,660)
Interest on long-term debt	582,132	-	-	-	(582,132)	-	(582,132)
Total governmental activities	<u>14,046,621</u>	<u>2,399,974</u>	<u>864,586</u>	<u>344,861</u>	<u>(10,437,200)</u>	-	<u>(10,437,200)</u>
Business-type activities:							
Water	2,607,102	2,034,941	3,814	-	-	(568,347)	(568,347)
Sewer	2,295,595	1,071,454	25,384	63,824	-	(1,134,933)	(1,134,933)
Sanitation	1,307,682	1,376,882	-	-	-	69,200	69,200
Parks and Recreation	3,631,695	710,933	4,755	-	-	(2,916,007)	(2,916,007)
Total business-type activities	<u>9,842,074</u>	<u>5,194,210</u>	<u>33,953</u>	<u>63,824</u>	-	<u>(4,550,087)</u>	<u>(4,550,087)</u>
Total	<u>\$ 23,888,695</u>	<u>\$ 7,594,184</u>	<u>\$ 898,539</u>	<u>\$ 408,685</u>	<u>(10,437,200)</u>	<u>(4,550,087)</u>	<u>(14,987,287)</u>
General revenues:							
Taxes -							
Sales and use taxes, levied for general purposes							
					16,468,255	-	16,468,255
Franchise taxes							
					1,163,768	-	1,163,768
Grants and contributions not restricted to specific programs -							
State sources							
					134,431	-	134,431
Non-employer contributions							
					37,507	-	37,507
Interest and investment earnings							
					44,752	18,168	62,920
Gain on sale of capital assets							
					-	1,133	1,133
Miscellaneous							
					262,991	-	262,991
Transfers							
					(4,783,740)	4,783,740	-
Total general revenues and transfers							
					<u>13,327,964</u>	<u>4,803,041</u>	<u>18,131,005</u>
Change in net position							
					2,890,764	252,954	3,143,718
Net position - July 1, 2020							
					<u>28,586,951</u>	<u>39,617,051</u>	<u>68,204,002</u>
Net position - June 30, 2021							
					<u>\$ 31,477,715</u>	<u>\$ 39,870,005</u>	<u>\$ 71,347,720</u>

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

FUND FINANCIAL STATEMENTS (FFS)

MAJOR FUND DESCRIPTIONS

General Fund

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

Special Revenue Funds

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

1992 Sales Tax Fund -

To account for the receipt and use of proceeds of the City's 1992 1% sales and use tax (rededicated in 1998). These taxes are dedicated to be used for (1) constructing, improving, operating and maintaining waterworks facilities, fire protection facilities, and police protection facilities, including the acquisition of equipment therefore, (2) constructing, improving, operating and maintaining sewers and sewerage disposal works, and (3) constructing, improving, operating and maintaining public streets and bridges and drainage facilities, including the acquisition of equipment therefore, and shall be used to fund any bonds issued for any of the aforesaid purposes to pay for the capital costs thereof.

TIF Sales Tax Fund -

To account for the receipt and use of proceeds of the City's 2006 1% TIF district sales and use tax for the Broussard Economic Development District. These taxes are dedicated to be used to fund revenue bonds to be issued to finance economic development projects within the district.

2011 Recreational Sales Tax Fund -

To account for the receipt and use of proceeds of the City's 2011 1/2% recreational facilities sales and use tax. These taxes are dedicated to be used for the operations of the park and for the payment of revenue bonds associated with the acquisition, construction and equipping of recreational facilities and related infrastructure throughout the City.

Capital Projects Fund

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed by proprietary funds.

LCDBG/Streets Capital Projects Fund -

To account for the improvements of various projects using proceeds from grant revenue and City's funds.

Enterprise Funds

Utility Fund -

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

Parks and Recreation Fund -

To account for the operation of the St. Julien Park Sports Complex and Arceneaux Park. All fees and revenues derived from these facilities and all related expenses are accounted for in this fund.

CITY OF BROUSSARD, LOUISIANA

Balance Sheet
Governmental Funds
June 30, 2021

	General	1992 Sales Tax	TIF Sales Tax	2011 Recreational Sales Tax	LCDBG/Streets Capital Projects	Other Governmental Funds	Total
ASSETS							
Cash and interest-bearing deposits	\$ 7,019,453	\$ 4,358,850	\$ 1,544,375	\$ 1,687,655	\$ 541,774	\$ 1,858,479	\$ 17,010,586
Receivables -							
Taxes and licenses	1,410,390	1,171,045	218,102	585,348	-	-	3,384,885
Due from other governmental agencies	487,511	-	-	-	122,018	-	609,529
Due from other funds	7,629	-	-	-	161,766	5	169,400
Prepaid items	185,699	-	-	-	-	-	185,699
Total assets	<u>\$ 9,110,682</u>	<u>\$ 5,529,895</u>	<u>\$ 1,762,477</u>	<u>\$ 2,273,003</u>	<u>\$ 825,558</u>	<u>\$ 1,858,484</u>	<u>\$ 21,360,099</u>
LIABILITIES AND FUND BALANCES							
Liabilities -							
Accounts payable and accrued expenditures	\$ 420,514	\$ 9,325	\$ 2,884	\$ 4,932	\$ 280	\$ -	\$ 437,935
Contracts payable	6,870	-	-	-	681,472	-	688,342
Retainage payable	7,898	-	-	-	134,705	-	142,603
Due to other governmental agencies	378,731	378,731	-	189,366	-	-	946,828
Due to other funds	3,525	155,005	6,766	-	5,550	-	170,846
Total liabilities	<u>817,538</u>	<u>543,061</u>	<u>9,650</u>	<u>194,298</u>	<u>822,007</u>	<u>-</u>	<u>2,386,554</u>
Fund balances -							
Nonspendable for prepaid items	185,699	-	-	-	-	-	185,699
Restricted for sales tax dedications	-	4,986,834	1,752,827	2,078,705	-	-	8,818,366
Restricted for debt service	-	-	-	-	-	1,858,484	1,858,484
Restricted for external legal constraint	2,867,040	-	-	-	-	-	2,867,040
Assigned for capital expenditures	-	-	-	-	3,551	-	3,551
Unassigned	5,240,405	-	-	-	-	-	5,240,405
Total fund balances	<u>8,293,144</u>	<u>4,986,834</u>	<u>1,752,827</u>	<u>2,078,705</u>	<u>3,551</u>	<u>1,858,484</u>	<u>18,973,545</u>
Total liabilities and fund balances	<u>\$ 9,110,682</u>	<u>\$ 5,529,895</u>	<u>\$ 1,762,477</u>	<u>\$ 2,273,003</u>	<u>\$ 825,558</u>	<u>\$ 1,858,484</u>	<u>\$ 21,360,099</u>

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

CITY OF BROUSSARD, LOUISIANA

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

Total fund balances for governmental funds at June 30, 2021		\$18,973,545
Total net position reported for governmental activities in the statement of net position is different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of:		
Land	\$ 1,213,659	
Construction in progress	5,704,808	
Buildings and improvements, net of \$1,820,073 accumulated depreciation	1,893,105	
Equipment and vehicles, net of \$2,580,153 accumulated depreciation	1,218,822	
Infrastructure, net of \$6,778,196 accumulated depreciation	<u>21,081,522</u>	31,111,916
The deferred loss on bond refunding is not an available resource, and therefore, is not reported in the funds		443,206
The deferred outflows of expenditures in the municipal police employees retirement system are not a use of current resources, and therefore, are not reported in the funds		1,362,222
Long-term liabilities at June 30, 2021:		
Compensated absences payable	(503,783)	
Net pension liability	(1,590,346)	
Capital leases payable	(721,541)	
Bonds payable	(17,401,521)	
Accrued interest payable	<u>(94,093)</u>	(20,311,284)
The deferred inflows of contributions for the municipal police employees retirement system are not available resources, and therefore, are not reported in the funds		<u>(101,890)</u>
Total net position of governmental activities at June 30, 2021		<u>\$31,477,715</u>

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

CITY OF BROUSSARD, LOUISIANA

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

	General	1992 Sales Tax	TIF Sales Tax	2011 Recreational Sales Tax	LCDBG/Streets Capital Projects	Other Governmental Funds	Total
Revenues:							
Taxes	\$ 7,426,444	\$ 6,262,676	\$ 812,198	\$ 3,130,705	\$ -	\$ -	\$ 17,632,023
Licenses and permits	1,903,589	-	-	-	-	-	1,903,589
Intergovernmental	1,054,401	-	-	-	284,474	-	1,338,875
Fine and forfeits	496,385	-	-	-	-	-	496,385
Interest	17,884	13,716	1,206	4,852	-	7,094	44,752
Miscellaneous	262,991	-	-	-	-	-	262,991
Total revenues	<u>11,161,694</u>	<u>6,276,392</u>	<u>813,404</u>	<u>3,135,557</u>	<u>284,474</u>	<u>7,094</u>	<u>21,678,615</u>
Expenditures:							
Current -							
General government	2,519,765	83,855	14,608	39,669	2,716	-	2,660,613
Economic development	340,958	-	-	-	-	-	340,958
Public safety	4,816,101	-	-	-	-	-	4,816,101
Streets and drainage	3,710,990	-	-	-	-	-	3,710,990
Culture and recreation	-	-	-	5,660	-	-	5,660
Debt service	223,026	-	-	-	-	1,485,655	1,708,681
Capital outlay	1,007,778	-	-	14,318	1,230,641	-	2,252,737
Total expenditures	<u>12,618,618</u>	<u>83,855</u>	<u>14,608</u>	<u>59,647</u>	<u>1,233,357</u>	<u>1,485,655</u>	<u>15,495,740</u>
Excess (deficiency) of revenues over expenditures	<u>(1,456,924)</u>	<u>6,192,537</u>	<u>798,796</u>	<u>3,075,910</u>	<u>(948,883)</u>	<u>(1,478,561)</u>	<u>6,182,875</u>
Other financing sources (uses):							
Transfers in	2,650,000	-	-	-	1,311,766	1,469,065	5,430,831
Transfers out	(82,687)	(6,174,065)	(856,766)	(2,445,981)	(655,072)	-	(10,214,571)
Total other financing sources (uses)	<u>2,567,313</u>	<u>(6,174,065)</u>	<u>(856,766)</u>	<u>(2,445,981)</u>	<u>656,694</u>	<u>1,469,065</u>	<u>(4,783,740)</u>
Net change in fund balances	1,110,389	18,472	(57,970)	629,929	(292,189)	(9,496)	1,399,135
Fund balances - beginning	7,182,755	4,968,362	1,810,797	1,448,776	295,740	1,867,980	17,574,410
Fund balances - ending	<u>\$ 8,293,144</u>	<u>\$ 4,986,834</u>	<u>\$ 1,752,827</u>	<u>\$ 2,078,705</u>	<u>\$ 3,551</u>	<u>\$ 1,858,484</u>	<u>\$ 18,973,545</u>

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

CITY OF BROUSSARD, LOUISIANA

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

Total net changes in fund balances at June 30, 2021 in the
statement of revenues, expenditures and changes in fund balances \$ 1,399,135

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

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

Capital outlay which is considered expenditures in the statement of revenues, expenditures and changes in fund balances	\$ 2,224,759	
Capital assets transferred from business-type activities to governmental activities	5,003	
Depreciation expense for the year ended June 30, 2021	(1,387,716)	
Loss on disposal of capital assets	<u>(27,848)</u>	814,198

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

Principal payments	1,068,488	
Amortization of bond premium	83,507	
Loss on refunding amortized	<u>(29,547)</u>	1,122,448

Expenses reported in the statement of activities are recognized when liabilities
are incurred; while expenditures are recognized at the fund level when cash
payments are made. The amounts below represent the difference between
the expenses incurred at the government-wide level and current financial
resources expended at the fund level

Compensated absences	(44,402)	
Interest expense	4,101	
Pension expense	<u>(442,223)</u>	(482,524)

Non-employer contributions to the municipal police employees retirement system	<u>37,507</u>	
--	---------------	--

Total changes in net position at June 30, 2021 in the statement of activities	<u>\$ 2,890,764</u>
---	---------------------

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

CITY OF BROUSSARD, LOUISIANA

Combined Statement of Net Position
 Proprietary Funds
 June 30, 2021

	Utility Fund	Parks and Recreation Fund	Total
ASSETS			
Current assets:			
Cash and interest-bearing deposits	\$ 405,764	\$ 76,809	\$ 482,573
Accounts receivable, net	488,418	28,794	517,212
Due from other funds	-	3,525	3,525
Due from other governmental agencies	48,881	4,561	53,442
Prepaid insurance	52,601	27,264	79,865
Total current assets	<u>995,664</u>	<u>140,953</u>	<u>1,136,617</u>
Noncurrent assets:			
Restricted assets -			
Cash and interest-bearing deposits	439,368	1,476,707	1,916,075
Capital assets -			
Land and construction in progress	2,414,502	3,289,594	5,704,096
Capital assets, net	<u>26,937,085</u>	<u>30,902,564</u>	<u>57,839,649</u>
Total noncurrent assets	<u>29,790,955</u>	<u>35,668,865</u>	<u>65,459,820</u>
Total assets	<u>30,786,619</u>	<u>35,809,818</u>	<u>66,596,437</u>
LIABILITIES			
Current liabilities:			
Accounts payable	165,790	24,189	189,979
Retainage payable	4,457	-	4,457
Contracts payable	40,117	-	40,117
Accrued expenses	12,478	12,778	25,256
Due to other funds	2,079	-	2,079
Loan payable	45,000	-	45,000
Payable from restricted assets:			
Bonds payable	-	695,000	695,000
Accrued interest	-	165,078	165,078
Customers' deposits	<u>439,368</u>	<u>-</u>	<u>439,368</u>
Total current liabilities	<u>709,289</u>	<u>897,045</u>	<u>1,606,334</u>
Noncurrent liabilities:			
Compensated absences payable	95,585	50,610	146,195
Loan payable	1,033,903	-	1,033,903
Bonds payable	<u>-</u>	<u>23,940,000</u>	<u>23,940,000</u>
Total noncurrent liabilities	<u>1,129,488</u>	<u>23,990,610</u>	<u>25,120,098</u>
Total liabilities	<u>1,838,777</u>	<u>24,887,655</u>	<u>26,726,432</u>
NET POSITION			
Net investment in capital assets	28,272,684	10,252,158	38,524,842
Restricted for debt service	-	616,629	616,629
Unrestricted	<u>675,158</u>	<u>53,376</u>	<u>728,534</u>
Total net position	<u>\$ 28,947,842</u>	<u>\$ 10,922,163</u>	<u>\$ 39,870,005</u>

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

CITY OF BROUSSARD, LOUISIANA

Combined Statement of Revenues, Expenses and Changes in Fund Net Position

Proprietary Funds

For the Year Ended June 30, 2021

	Utility Fund	Parks and Recreation Fund	Total
Operating revenues:			
Charges for services	\$ 3,945,097	\$ 710,933	\$ 4,656,030
Miscellaneous	538,180	-	538,180
Total operating revenues	<u>4,483,277</u>	<u>710,933</u>	<u>5,194,210</u>
Operating expenses:			
Water	2,595,234	-	2,595,234
Sewer	2,289,931	-	2,289,931
Garbage	1,298,242	-	1,298,242
St. Julien Sports Complex	-	2,577,395	2,577,395
Arceneaux Park	-	33,962	33,962
Total operating expenses	<u>6,183,407</u>	<u>2,611,357</u>	<u>8,794,764</u>
Loss from operations	<u>(1,700,130)</u>	<u>(1,900,424)</u>	<u>(3,600,554)</u>
Nonoperating revenues (expenses):			
Interest earned	1,255	16,913	18,168
Interest expense	(26,972)	(1,014,835)	(1,041,807)
Grant revenue	29,198	4,755	33,953
Gain/loss on disposal of capital asset	1,133	(5,503)	(4,370)
Total nonoperating revenues (expenses)	<u>4,614</u>	<u>(998,670)</u>	<u>(994,056)</u>
Loss before capital contributions and transfers	<u>(1,695,516)</u>	<u>(2,899,094)</u>	<u>(4,594,610)</u>
Capital contributions	<u>63,824</u>	<u>-</u>	<u>63,824</u>
Transfers:			
Transfer from General Fund	-	82,687	82,687
Transfer from Capital Projects	655,072	-	655,072
Transfer from 1992 Sales Tax Fund	1,600,000	-	1,600,000
Transfer from Recreational Sales Tax Fund	-	2,445,981	2,445,981
Total transfers	<u>2,255,072</u>	<u>2,528,668</u>	<u>4,783,740</u>
Change in net position	623,380	(370,426)	252,954
Net position, beginning	<u>28,324,462</u>	<u>11,292,589</u>	<u>39,617,051</u>
Net position, ending	<u>\$28,947,842</u>	<u>\$10,922,163</u>	<u>\$39,870,005</u>

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

CITY OF BROUSSARD, LOUISIANA

Combined Statement of Cash Flows
 Proprietary Funds
 For the Year Ended June 30, 2021

	Utility Fund	Parks and Recreation Fund	Total
Cash flows from operating activities:			
Receipts from customers	\$ 3,903,047	\$ 710,933	\$ 4,613,980
Payments to suppliers	(3,856,065)	(898,194)	(4,754,259)
Payments of employees	(888,847)	(764,809)	(1,653,656)
Other income	538,180	-	538,180
Net cash used by operating activities	<u>(303,685)</u>	<u>(952,070)</u>	<u>(1,255,755)</u>
Cash flows from noncapital financing activities:			
Cash paid to other funds	(908,397)	(72,420)	(980,817)
Transfers from other funds	2,255,072	2,528,668	4,783,740
Grant revenue	29,198	4,755	33,953
Net increase in customer deposits payable	44,780	-	44,780
Net cash provided by noncapital financing activities	<u>1,420,653</u>	<u>2,461,003</u>	<u>3,881,656</u>
Cash flows from capital and related financing activities:			
Principal paid on bonds	(44,000)	(675,000)	(719,000)
Interest and fiscal agency fees paid on bonds	(26,972)	(1,018,518)	(1,045,490)
Capital contributions	19,250	-	19,250
Acquisition of capital assets	(911,531)	(100,046)	(1,011,577)
Net cash used by capital and related financing activities	<u>(963,253)</u>	<u>(1,793,564)</u>	<u>(2,756,817)</u>
Cash flows from investing activities:			
Purchase of interest-bearing deposits	-	(1,098,092)	(1,098,092)
Maturities of interest-bearing deposits	-	1,081,777	1,081,777
Interest on cash and investments	1,255	16,913	18,168
Net cash provided by investing activities	<u>1,255</u>	<u>598</u>	<u>1,853</u>
Net increase (decrease) in cash and cash equivalents	154,970	(284,033)	(129,063)
Cash and cash equivalents, beginning of period	<u>690,162</u>	<u>739,457</u>	<u>1,429,619</u>
Cash and cash equivalents, end of period	<u>\$ 845,132</u>	<u>\$ 455,424</u>	<u>\$ 1,300,556</u>
Reconciliation of operating loss to net cash used by operating activities			
Operating loss	\$ (1,700,130)	\$ (1,900,424)	\$ (3,600,554)
Adjustments to reconcile operating loss to net cash used by operating activities -			
Depreciation	1,389,775	948,156	2,337,931
Changes in assets and liabilities -			
Accounts receivable	(42,050)	13,519	(28,531)
Due from other governmental agencies	(4,307)	(4,561)	(8,868)
Prepaid insurance	20,654	8,539	29,193
Accounts payable	22,098	6,318	28,416
Accrued expenses	989	4,501	5,490
Deferred revenue	-	(47,285)	(47,285)
Compensated absences payable	9,286	19,167	28,453
Net cash used by operating activities	<u>\$ (303,685)</u>	<u>\$ (952,070)</u>	<u>\$ (1,255,755)</u>

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements

(1) Summary of Significant Accounting Policies

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

A. Financial Reporting Entity

The City of Broussard was incorporated in 1884 under the provisions of the Lawrason Act. The City operates under the Mayor-Board of Aldermen form of government.

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

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

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Based on these criteria, the City has identified the following component units:

Broussard Fire Department

The Broussard Fire Department is a non-profit corporation established in 1989 for the purpose of *impeding, eradicating and extinguishing all types of destructive fires* within or near the City of Broussard. There are five (5) members of the governing board of the Broussard Fire Department, consisting of the Mayor, one member of the Board of Aldermen, the fire chief, and two (2) elected members of the corporation. *Bonded debt issued by the Broussard Fire Department must be approved by the City Council.*

Complete financial statements for the Broussard Fire Department may be obtained upon request at Broussard City Hall.

Broussard Economic Development Corporation

The Broussard Economic Development Corporation was chartered in 1993. The City of Broussard appoints a majority of the Corporations' Board and has the ability to impose its will on the Corporation.

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

Complete financial statements for the Broussard Economic Development Corporation may be obtained upon request at Broussard City Hall.

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

B. Basis of Presentation

Government-Wide Financial Statements (GWFS)

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

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

Fund Financial Statements

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

The various funds of the City are classified into two categories: governmental and proprietary. The emphasis on fund financial statements is on major governmental and proprietary funds, each displayed in a separate column. All remaining funds are aggregated and reported as nonmajor funds.

A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

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

The major funds of the City are described below:

Governmental Funds-

General Fund

The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund. Additionally, it is used to account for the receipt and use of the proceeds of the City's 1975 one percent sales and use tax. These taxes may be used for any lawful public purpose.

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Special Revenue Funds

1992 Sales Tax Fund -

The 1992 Sales Tax Fund is used to account for the receipt and use of the proceeds of the City's 1992 one percent sales and use tax (rededicated in 1998). These taxes are dedicated to be used for (1) constructing, improving, operating and maintaining waterworks facilities, fire protection facilities, and police protection facilities, including the acquisition of equipment therefore, (2) constructing, improving, operating, and maintaining sewers and sewerage disposal works, and (3) constructing, improving, operating and maintaining public streets and bridges and drainage facilities, including the acquisition of equipment therefore, and shall be used to fund any bonds issued for any of the aforesaid purposes to pay for the capital costs thereof.

TIF Sales Tax Fund -

The TIF Sales Tax Fund is used to account for the receipt and use of the proceeds of the City's 2006 one percent TIF District sales and use tax levied on the businesses located in the Broussard Economic Development District. These taxes are dedicated to be used to fund revenue bonds to be issued to finance economic development projects within the District.

2011 Recreational Sales Tax Fund -

The 2011 Recreational Sales Tax Fund is used to account for receipt and use of the proceeds of the City's 2011 one-half percent recreational sales and use tax. These taxes are dedicated to be used for the operations of the park and for the payment of revenue bonds associated with the acquisition, construction, and equipping of recreational facilities and related infrastructure throughout the City.

Capital Projects Fund

LCDBG/Streets Capital Projects Fund –

The LCDBG/Streets Capital Projects Fund is used to account for the improvements of various projects utilizing proceeds from grant revenues and City's funds.

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Proprietary Funds -

Enterprise Funds

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

In addition, the City reports the following nonmajor governmental funds:

Debt Service Funds --

The debt service funds are used to accumulated monies for payment of the City's various sales tax bonds, which are being financed by the 1975 and 1992 sales taxes revenues.

C. Measurement Focus/Basis of Accounting

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

Measurement Focus

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

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

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Basis of Accounting

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

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

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

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

Cash and interest-bearing deposits

For purposes of the statement of net position, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposits of the City. For the purpose of the proprietary funds' statement of cash flows, "cash and cash equivalents" include all demand and savings accounts and certificates of deposits with an original maturity of three months or less.

Interfund receivables and payables

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

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include sales and use taxes, franchise taxes, and grant funds. Business-type activities report customer's utility service receivables as their major receivables. Allowances for uncollectible accounts receivable are based on historical trends and the periodic aging of accounts receivable. The allowance for uncollectible utility receivables was \$119,750 at June 30, 2021. Unbilled utility service receivables resulting from utility services rendered between the date of meter reading and billing and the end of the month, are recorded at year-end.

Capital Assets

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

General Fund	\$ 2,500
Utility Fund	5,000
Parks and Recreation Fund	2,500

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Prior to the adoption of GASB 34, the City did not have a complete listing of infrastructure. At that time, the City began accumulating infrastructure information prospectively.

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

Buildings and improvements	10 -40 years
Equipment and vehicles	3 - 20 years
Utility system and improvements	5 - 40 years
Infrastructure	10 - 40 years

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Restricted Assets

Restricted assets include cash and interest-bearing deposits of the governmental funds and proprietary funds that are legally restricted as to their use. The restricted assets are related to debt service interest sinking and reserve accounts and utility meter deposits.

Long-term debt

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

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

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

Compensated Absences

Unused vacation is paid at the end of each calendar year. Unused sick leave up to 60 days may be carried over, with up to 30 days of the accumulated balance payable at termination of employment. At June 30, 2021, the City has \$649,978 of noncurrent accumulated leave benefits required to be reported in accordance with GASB Statement No. 16 "Accounting for Compensated Absences".

Deferred Outflows of Resources and Deferred Inflows of Resources

In some instances, the GASB requires a government to delay recognition of decreases in net position as expenditures until a future period. In other instances, governments are required to delay recognition of increases in net position as revenues until a future period. In these circumstances, deferred outflows of resources and deferred inflows of resources result from the delayed recognition of expenditures or revenues, respectively. At June 30, 2021, the City's deferred outflows of resources and deferred inflows of resources are attributable to the unamortized loss on the bond refunding and the pension plan.

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Equity Classifications

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

- a. Net investment in capital assets – Consists of net capital assets reduced by outstanding balances of any related debt obligations and deferred inflows of resources attributable to the acquisition, construction, or improvement of those assets and increased by balances of deferred outflows of resources related to those assets.
- b. Restricted net position – Net position is considered restricted if the use is constrained to a particular purpose. Restrictions are imposed by external organizations such as federal or state laws or buyers of the City's debt. Restricted net position is reduced by liabilities and deferred inflows of resources related to the restricted assets.
- c. Unrestricted net position – Consists of all other net position that does not meet the definition of the two components and is available for general use by the City.

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

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

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

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

E. Revenues, Expenditures, and Expenses

Operating Revenues and Expenses

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

Expenditures/Expenses

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

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

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

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

Interfund Transfers

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

F. Revenue Restrictions

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

<u>Revenue Source</u>	<u>Legal Restrictions of Use</u>
Sales tax	See Note 11
Water, sewer and garbage revenue	Utility operations

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

G. Capitalization of Interest Expense

It is the policy of the City of Broussard to capitalize material amounts of interest resulting from borrowings in the course of the construction of capital assets in the proprietary funds. At June 30, 2021, there were no borrowings for assets under construction and no capitalized interest expense was recorded on the books.

H. Use of Estimates

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

(2) Cash and Interest-Bearing Deposits

Under state law, the City may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The City may invest in certificates and time deposits of the state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 2021, the City had cash and interest-bearing deposits (book balances) totaling \$19,409,234 as follows:

Non interest-bearing deposits	\$ 1,002,811
Interest-bearing deposits	16,316,652
Time deposits	<u>2,089,771</u>
Total	<u>\$ 19,409,234</u>

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

Deposit balances (bank balances) at June 30, 2021, which are required to be secured are as follows:

Bank balances	<u>\$ 19,814,892</u>
Federal deposit insurance	1,000,000
Pledged securities	<u>18,814,892</u>
Total insured and secured bank balances	<u>\$ 19,814,892</u>

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Deposits in the amount of \$18,814,892 were exposed to custodial credit risk. These deposits are uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the City's name. Even though the pledged securities are considered uncollateralized, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the City that the fiscal agent has failed to pay deposited funds upon demand. The City does not have a policy for custodial credit risk.

(3) Receivables

Receivables at June 30, 2021 consisted of the following:

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>
	<u>General Fund</u>	<u>Sales Tax Funds</u>	<u>Utility Fund</u>	<u>Parks and Recreation</u>	
Accounts	\$ 86,663	\$ -	\$ 367,535	\$ 28,794	\$ 482,992
Unbilled utility	-	-	120,883	-	120,883
1975 1% sales taxes	1,171,045	-	-	-	1,171,045
1992 1% sales taxes	-	1,171,045	-	-	1,171,045
TIF sales taxes	-	218,102	-	-	218,102
2011 1/2% sales taxes	-	585,348	-	-	585,348
Franchise taxes	<u>152,682</u>	-	-	-	<u>152,682</u>
Totals	<u>\$ 1,410,390</u>	<u>\$1,974,495</u>	<u>\$ 488,418</u>	<u>\$ 28,794</u>	<u>\$3,902,097</u>

(4) Due from Other Governmental Units

Due from other governmental units at June 30, 2021 consisted of the following:

Governmental Activities -

General Fund:

Due from State of Louisiana for beer tax revenue earned through June 30, 2021	\$ 4,943
Due from State of Louisiana for video poker revenue earned through June 30, 2021	18,193
Due from Department of Homeland Security (FEMA) for hurricane related expenses	450,993
Due from Lafayette Parish School System for school resource officers	13,382

LCDBG/Streets Capital Projects Fund:

Due from Louisiana Division of Administration for reimbursement of expenditures	<u>122,018</u>
Total governmental activities	<u>609,529</u>

Business-Type Activities -

Utility Fund:

Due from Department of Homeland Security (FEMA) for hurricane related expenses	4,307
Due from State of Louisiana for LGAP/CWEF	44,574

Parks and Recreation Fund:

Due from Department of Homeland Security (FEMA) for hurricane related expenses	<u>4,561</u>
Total business-type activities	<u>53,442</u>
Total due from other governmental agencies	<u>\$ 662,971</u>

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(5) Restricted Assets

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

	Governmental Activities	Business-Type Activities	Total
2015 revenue bond and interest sinking fund	\$ 185,709	\$ -	\$ 185,709
2015 revenue bond reserve fund	208,789	-	208,789
2016 revenue bond and interest sinking	686,310	-	686,310
2016 revenue bond reserve fund	429,737	-	429,737
2011 DEQ bond and interest sinking fund	82,837	-	82,837
2011 DEQ bond reserve fund	265,097	-	265,097
Saint Martin sales tax reinvestment fund	2,867,040	-	2,867,040
2012 revenue bond and interest sinking	-	378,615	378,615
2012 revenue bond reserve fund	-	1,098,092	1,098,092
Customers' deposits	-	439,368	439,368
Total restricted assets	<u>\$4,725,519</u>	<u>\$1,916,075</u>	<u>\$6,641,594</u>

(6) Capital Assets

Capital asset activity for the year ended June 30, 2021 follows:

	Balance 07/01/20	Additions	Deletions	Balance 06/30/21
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 1,213,659	\$ -	\$ -	\$ 1,213,659
Construction in progress	6,341,919	1,548,011	2,185,122	5,704,808
Other capital assets:				
Buildings and improvements	3,398,662	314,516	-	3,713,178
Equipment and vehicles	3,708,271	388,760	298,056	3,798,975
Infrastructure	25,696,121	2,163,597	-	27,859,718
Totals	<u>40,358,632</u>	<u>4,414,884</u>	<u>2,483,178</u>	<u>42,290,338</u>
Less accumulated depreciation				
Buildings and improvements	1,681,841	138,232	-	1,820,073
Equipment and vehicles	2,518,292	332,069	270,208	2,580,153
Infrastructure	5,860,781	917,415	-	6,778,196
Total accumulated depreciation	<u>10,060,914</u>	<u>1,387,716</u>	<u>270,208</u>	<u>11,178,422</u>
Governmental activities, capital assets, net	<u>\$ 30,297,718</u>	<u>\$3,027,168</u>	<u>\$ 2,212,970</u>	<u>\$ 31,111,916</u>

(continued)

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(6) Capital Assets (Continued)

	Balance 07/01/20	Additions	Deletions	Balance 06/30/21
Business-type activities:				
Capital assets not being depreciated:				
Land - Sewer system	\$ 1,048,966	\$ -	\$ -	\$ 1,048,966
Land - Parks and Recreation	3,279,449	-	-	3,279,449
Construction in progress:				
Utility Fund	1,819,629	762,151	1,216,243	1,365,537
Parks and Recreation Fund	-	10,144	-	10,144
Other capital assets:				
Plant and equipment - Water system	14,459,062	423,503	-	14,882,565
Plant and equipment - Sewer system	28,795,893	979,747	-	29,775,640
Buildings - Parks and Recreation	33,575,228	36,263	-	33,611,491
Autos and office equipment - utility	1,016,106	-	12,741	1,003,365
Equipment - Parks and Recreation	804,117	53,138	11,059	846,196
Vehicle - Parks and Recreation	46,590	-	-	46,590
Totals	<u>84,845,040</u>	<u>2,264,946</u>	<u>1,240,043</u>	<u>85,869,943</u>
Less accumulated depreciation:				
Plant and equipment - Water system	7,943,813	407,929	-	8,351,742
Plant and equipment - Sewer system	8,591,344	918,489	-	9,509,833
Buildings - Parks and Recreation	2,378,637	840,228	-	3,218,865
Autos and office equipment - utility	812,294	63,357	12,741	862,910
Equipment - Parks and Recreation	263,310	101,693	6,056	358,947
Vehicle - Parks and Recreation	17,666	6,235	-	23,901
Total accumulated depreciation	<u>20,007,064</u>	<u>2,337,931</u>	<u>18,797</u>	<u>22,326,198</u>
Business-type activities, capital assets, net	<u>\$ 64,837,976</u>	<u>\$ (72,985)</u>	<u>\$ 1,221,246</u>	<u>\$ 63,543,745</u>

Depreciation expense was charged to governmental activities as follows:

General government	\$ 128,804
Public safety	248,774
Streets	1,010,138
Total depreciation expense - governmental activities	<u>\$ 1,387,716</u>

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

Water system	\$ 429,855
Sewer system	959,920
Parks and Recreation	948,156
Total depreciation expense - business-type activities	<u>\$ 2,337,931</u>

(continued)

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(6) Capital Assets (Continued)

Construction in progress in the governmental activities in the amount of \$5,704,808 consists of various street improvement and extension projects. Construction in progress in the business-type activities in the amount of \$1,375,681 consists of \$1,365,537 for various water and sewer improvement projects and \$10,144 for park improvement projects.

(7) Accounts, Salaries and Other Payables

Accounts, salaries, and other payables consisted of the following at June 30, 2021:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Accounts	\$ 308,636	\$189,979	\$ 498,615
Accrued payroll	105,801	25,256	131,057
Collection fees payable	23,498	-	23,498
Contracts	688,342	40,117	728,459
Retainage	142,603	4,457	147,060
Totals	<u>\$ 1,268,880</u>	<u>\$259,809</u>	<u>\$1,528,689</u>

(8) Due to Other Governmental Agencies

Amounts due to other governmental agencies at June 30, 2021 in the amount of \$946,828 consists of \$378,731 for 1975 sales taxes (accounted for in the General Fund), \$378,731 for 1992 sales taxes, and \$189,366 for 2011 recreational sales taxes due to the Lafayette Parish School System Sales Tax Office for sales taxes erroneously remitted to the City.

(9) Long-Term Liabilities

The following is a summary of long-term liabilities transactions of the City for the year ended June 30, 2021:

	<u>Revenue Bonds</u>	<u>Capital Leases</u>	<u>Compensated Absences</u>
Governmental Activities:			
Balance, June 30, 2020	\$ 16,825,879	\$ 923,029	\$ 459,381
Additions	-	-	115,074
Deletions	<u>(867,000)</u>	<u>(201,488)</u>	<u>(70,672)</u>
Balance, June 30, 2021	<u>\$ 15,958,879</u>	<u>\$ 721,541</u>	<u>\$ 503,783</u>
	<u>Revenue Bonds</u>	<u>Loan Payable</u>	<u>Compensated Absences</u>
Business-type Activities:			
Balance, June 30, 2020	\$ 25,310,000	\$ 1,122,903	\$ 117,742
Additions	-	-	41,287
Deletions	<u>(675,000)</u>	<u>(44,000)</u>	<u>(12,834)</u>
Balance, June 30, 2021	<u>\$ 24,635,000</u>	<u>\$ 1,078,903</u>	<u>\$ 146,195</u>

(continued)

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(9) Long-Term Liabilities - Continued

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

Governmental activities:	<u>Total</u>	<u>Current Portion</u>
General obligation bonds -		
\$4,000,000 2011 Sales Tax Bonds due in annual installments ranging from \$95,000 to \$110,000 through May 1, 2032; interest at .95%; secured by a pledge of and payable solely from the proceeds of the 1% 1992 sales tax revenues.	\$ 1,968,879	\$ 100,000
\$9,225,000 Sales Tax Refunding Bonds, Series 2015, due in annual installments ranging from \$135,000 through \$540,000 through May 1, 2038; interest at 2.0%-5.0%; secured by a pledge of and payable solely from the proceeds of the 1% 1992 sales tax revenues.	7,325,000	385,000
\$7,855,000 Sales Tax Refunding Bonds, Series 2016, due in annual installments ranging from \$290,000 to \$545,000 through May 1, 2037; interest at 2%-4%; secured by a pledge of and payable solely from the proceeds of the 1% 1992 sales tax revenues.	<u>6,665,000</u>	<u>315,000</u>
Total bonds payable	15,958,879	<u>\$ 800,000</u>
Add: unamortized bond premium	<u>1,442,642</u>	
Net bonds payable - governmental activities	<u>\$ 17,401,521</u>	
Capital leases -		
\$84,256 lease-purchase agreement dated September 27, 2019, due in two annual installments of \$42,128 (non-interest bearing) through June 30, 2022; secured by equipment with a book value of \$53,362 (net of \$30,894 accumulated depreciation), which is included in the equipment and vehicles asset class.	\$ 42,128	\$ 42,128
\$288,972 lease-purchase agreement dated May 25, 2020, due in five annual installments of \$62,895 including interest of 2.9% through June 12, 2025; secured by equipment with a book value of \$260,075 (appropriated to the Broussard Fire Department).	234,419	56,127
\$1,099,602 lease-purchase agreement dated May 29, 2020, due in six annual installments, one in the amount of \$549,801 and five in the amount of \$118,002 including interest of 2.4% through May 29, 2025; secured by equipment with a book value of \$1,026,295 (appropriated to the Broussard Fire Department).	<u>444,994</u>	<u>107,323</u>
Total capital leases payable	<u>\$ 721,541</u>	<u>\$ 205,578</u>

(continued)

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(9) Long-Term Liabilities - Continued

Business-type activities:

Parks and Recreation Fund -

\$17,205,000 Recreational Facility Sales Tax Revenue Bonds, Series 2012, due in annual installments ranging from \$210,000 through \$950,000 through May 1, 2042; interest at 1%-5%; secured by a pledge of and payable solely from the proceeds of the 1/2% 2011 sales tax revenues. \$ 13,915,000 \$ 445,000

\$12,000,000 Recreational Facility Sales Tax Revenue Bonds, Series 2015, due in annual installments ranging from \$140,000 through \$830,000 through May 1, 2045; interest at 2%-5%; secured by a pledge of and payable solely from the proceeds of the 1/2% 2011 sales tax revenues. 10,720,000 250,000

24,635,000 695,000

Utility Fund -

Loan from the Louisiana Department of Health and Hospitals; interest at 2.45%; payable from the utilities system revenues. The balance at June 30, 2021 is net of a 20% debt forgiveness. 1,078,903 45,000

Total bonds and loan payable - business-type activities \$ 25,713,903 \$ 740,000

The City borrowed \$1,403,629 (of which \$280,726 was forgiven) from the Louisiana Department of Health and Hospitals as an interim loan to finance the cost of the drinking water infrastructure improvements project. Upon completion of the project, the City will issue taxable utilities revenue bonds for permanent financing. The forgiveness of debt is recorded as a capital contribution in the Utility Fund statement of revenues, expenses, and changes in fund net position.

The annual debt service requirements to maturity for all bonds payable as of June 30, 2021 are as follows:

Year Ended June 30,	Governmental Activities				Business-type Activities	
	Bonds		Capital Leases		Bonds and Loan	
	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ 800,000	\$ 577,106	\$ 205,578	\$ 17,448	\$ 740,000	\$ 1,016,352
2023	835,000	547,956	167,646	13,251	771,000	984,937
2024	855,000	521,356	171,950	8,947	797,000	956,848
2025	895,000	489,856	176,367	4,530	828,000	927,684
2026	925,000	465,684	-	-	854,000	896,682
2027-2031	4,910,000	1,787,334	-	-	4,782,000	3,990,059
2032-2036	5,303,879	841,832	-	-	5,934,000	2,844,388
2037-2041	1,435,000	76,948	-	-	7,087,903	1,613,224
2042-2045	-	-	-	-	3,920,000	349,412
	<u>\$ 15,958,879</u>	<u>\$5,308,072</u>	<u>\$ 721,541</u>	<u>\$ 44,176</u>	<u>\$ 25,713,903</u>	<u>\$ 13,579,586</u>

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(10) Prior Year Defeasance of Debt

During fiscal year 2018, the City defeased \$7,975,000 of Public Improvement Sales Tax Revenue Bonds, Series 2007 by purchasing U.S. Government securities and creating separate irrevocable trust funds with an escrow agent. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt has been considered defeased and therefore, has been removed as a liability from the City's financial statements. As of June 30, 2021, the amount of defeased sales tax revenue debt outstanding but removed from the financial statements amounts to \$6,885,000 of Series 2007 sales tax bonds.

(11) Dedication of Proceeds and Flow of Funds-Sales and Use Tax

In 1975, the voters of the City approved a 1% sales tax (collected in the General Fund) to be used for any lawful public purpose. In 1998, the City incorporated areas in St. Martin Parish. In 2001, an agreement was made between the City and St. Martin Parish Government which requires the City to deposit into a "Reinvestment Fund" an amount equal to ½ of the one cent sales tax collected in the incorporated areas. The funds are to be used for infrastructure development to directly benefit those areas. The balance of cash in the Reinvestment Fund at June 30, 2021 in the amount of \$2,867,040 is restricted in the fund balance of the General Fund statements and the net position of the governmental activities in the government-wide financial statements.

The terms of the bond indenture relative to 1998 Sales Tax Bonds, Series A pledge and dedicate the proceeds of the 1975 sales tax to the retirement of these bonds and to establish and maintain revenue bond sinking and reserve funds adequate to pay the revenue bonds and interest when due. Remaining revenues may then be used for any purpose for which the tax was authorized. The ordinance also contains provisions which restrict the issuance of additional revenue bonds unless the above-mentioned sinking and reserve funds contain the required amounts and certain financial ratios are met.

In 1992 (rededicated in 1998), voters of the City approved an additional 1% sales tax dedicated to constructing, improving, operating and maintaining waterworks, fire and police protection facilities, sewerage works, streets, bridges and drainage. The terms of the bond indentures relative to the Public Improvement Sales Tax Revenue Bonds, Series 2007 and 2008, the 2011 Sales Tax Bonds, and the Sales Tax Refunding Bonds, Series 2015 and 2016 pledge and dedicate the proceeds of the 1992 sales tax to the retirement of these bonds and to establish and maintain revenue bond sinking and reserve funds adequate to pay the revenue bonds and interest on these bonds when due. Remaining revenues may then be used for any purpose for which the tax was authorized. The ordinances also contain provisions which restrict the issuance of additional revenue bonds unless the above-mentioned sinking and reserve funds contain the required amounts and certain financial ratios are met.

In 2006, voters of the City approved an additional 1% sales tax dedicated for financing economic development projects in the Broussard Economic Development District. The City currently has an intergovernmental agreement with the State of Louisiana. The agreement states that the State will contribute 1% of sales and use tax money received in the area up to \$10,000,000. The funds received from the State have been accounted for in lieu of local funds to finance the Ambassador Caffery Road Extension, originally constructed beginning in 2007. The amount collected in the fiscal year end June 30, 2021 is \$812,198. As of June 30, 2021 the \$10,000,000 agreement with the State has a current balance remitted to the City of \$8,875,578.

In 2011, voters of the City approved an additional ½% sales tax dedicated to the payment of revenue bonds associated with the acquisition, construction, and equipping of recreational facilities and related infrastructure throughout the City.

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Recreational Facility Sales Tax Revenue Bonds, Series 2012 and Series 2015 ordinances provide that revenues of the 2011 sales tax is to be used to establish and maintain revenue bond sinking and reserve funds adequate to pay the revenue bonds and interest when due. Remaining revenues may then be used for any purpose for which the tax was authorized. The ordinance also contains provisions which restrict the issuance of additional revenue bonds unless the required above mentioned sinking and reserve funds contain the required amounts and certain financial ratios are met.

The City complied with all significant financial requirements of the bond ordinance as of June 30, 2021.

All of the above sales taxes were issued in perpetuity.

(12) Pension Plan

The City participates in a cost-sharing defined benefit plan, administered by a public employee retirement system. Article X, Section 29(F) of the Louisiana Constitution of 1974 assigns the authority to establish and amend benefit provisions of all plans administered by the public employee retirement system to the State Legislature. The plan is not closed to new entrants.

Municipal Police Employees' Retirement System of Louisiana (MPERS) –

Plan Description: The Municipal Police Employees' Retirement System is the administrator of a cost-sharing multiple-employer plan. Membership in MPERS is mandatory for any full-time police officer employed by a municipality of the State of Louisiana and engaged in law enforcement, empowered to make arrests, providing he or she does not have to pay social security and providing he or she meets the statutory criteria. MPERS provides retirement benefits for municipal police officers. The projections of benefit payments in the calculation of the total pension liability includes all benefits to be provided to current active and inactive employees through MPERS in accordance with benefit terms and any additional legal agreements to provide benefits that are in force at the measurement date. MPERS issues a publicly available financial report that may be accessed on their website (<http://lampers.org>).

Benefit provisions are authorized within Act 189 of 1973 and amended by LRS 11:2211-11:2233. The following is a brief description of the plan and its benefits and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

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

Membership Prior to January 1, 2013 – A member is eligible for regular retirement after he has been a member of MPERS and has 25 years of creditable service at any age or has 20 years of creditable service and is age 50 or has 12 years creditable service and is age 55. A member is eligible for early retirement after he has been a member of MPERS for 20 years of creditable service at any age with an actuarially reduced benefit. Benefit rates are three and one-third percent of average final compensation (average monthly earnings during the highest 36 consecutive months or joined months if service was interrupted) per number of years of creditable service, not to exceed 100% of final salary.

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Upon the death of an active contributing member, or disability retiree, the plan provides for surviving spouses and minor children. Under certain conditions outlined in the statutes, the benefits range from forty to sixty percent of the member's average final compensation for the surviving spouse. In addition, each child under age eighteen receives benefits equal to ten percent of the member's average final compensation or \$200 per month, whichever is greater.

Membership Commencing January 1, 2013 – Member eligibility for regular retirement, early retirement, disability, and survivor benefits are based on Hazardous Duty and Non-Hazardous Duty sub plans. Under the Hazardous Duty sub plan, a member is eligible for regular retirement after he has been a member of MPERS and has 25 years of creditable service at any age or has 12 years of creditable service at age 55. Under the Non-Hazardous Duty sub plan, a member is eligible for regular retirement after he has been a member of MPERS and has 30 years of creditable service at any age, 25 years of creditable service at age 55, or 10 years of creditable service at age 60.

Under both sub plans, a member is eligible for early retirement after he has been a member of MPERS for 20 years of creditable service at any age, with an actuarially reduced benefit from age 55. Under the Hazardous and Non Hazardous Duty sub plans, the benefit rates are three percent and two and a half percent, respectively, of average final compensation (average monthly earnings during the highest 60 consecutive months or joined months if service was interrupted) per number of years of creditable service not to exceed 100% of final salary.

Upon death of an active contributing member, or disability retiree, the plan provides for surviving spouses and minor children. Under certain conditions outlined in the statutes, the benefits range from twenty-five to fifty-five percent of the member's average final compensation for the surviving spouse. In addition, each child under age eighteen receives ten percent of average final compensation or \$200 per month whichever is greater. If deceased member had less than ten years of service, beneficiary will receive a refund of employee contributions only.

Deferred Retirement Option Plan:

A member is eligible to elect to enter the deferred retirement option plan (DROP) when he is eligible for regular retirement based on the members' sub plan participation. Upon filing the application for the program, the employee's active membership in MPERS is terminated. At the entry date into the DROP, the employee and employer contributions cease. The amount to be deposited into the DROP account is equal to the benefit computed under the retirement plan elected by the participant at date of application. The duration of participation in the DROP is thirty-six months or less. If employment is terminated after the three-year period, the participant may receive his benefits by lump sum payment or a true annuity. If employment is not terminated, active contributing membership into MPERS shall resume and upon later termination, he shall receive additional retirement benefit based on the additional service.

For those eligible to enter DROP prior to January 1, 2004, DROP accounts shall earn interest subsequent to the termination of DROP participation at a rate of half of one percentage point below the percentage rate of return of MPERS's investment portfolio as certified by the actuary on an annual basis but will never lose money. For those eligible to enter DROP subsequent to January 1, 2004, an irrevocable election is made to earn interest based on MPERS's investment portfolio return or a money market investment return. This could result in a negative earnings rate being applied to the account.

If the member elects a money market investment return, the funds are transferred to a government money market account.

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Initial Benefit Option Plan:

In 1999, the State Legislature authorized MPERS to establish an Initial Benefit Option program. Initial Benefit Option is available to members who are eligible for regular retirement and have not participated in DROP. The Initial Benefit Option program provides both a one-time single sum payment of up to 36 months of regular monthly retirement benefit, plus a reduced monthly retirement benefit for life. Interest is computed on the balance based on same criteria as DROP.

Contributions:

Contributions for all members are actuarially determined as required by state law but cannot be less than 9% of the employees' earnable compensation excluding overtime but including state supplemental pay. For the year ended June 30, 2021, total contributions due for employers and employees were 43.75%. The employer and employee contribution rates for all members hired prior to January 1, 2013 and Hazardous Duty members hired after January 1, 2013 were 33.75% and 10%, respectively.

Net Pension Liability:

At June 30, 2021, the City reported a liability of \$1,590,346 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportionate share of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2020, the City's proportionate share was 0.172072%.

Since the measurement date of the net pension liability was June 30, 2020, the net pension liability is based upon fiduciary net position for the plan as of that date. Detailed information about the pension plan's assets, deferred outflows, deferred inflows, and fiduciary net position that was used in the measurement of the City's net pension liability is available in the separately issued plan financial report for the fiscal year ended June 30, 2020.

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Actuarial Assumptions:

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

Date of experience study on which significant assumptions are based	7/1/2009 - 6/30/2014
Actuarial cost method	Entry Age Normal Cost
Expected remaining service lives	4 years
Investment rate of return	6.95%, net of investment expense
Inflation rate	2.50%
Projected salary increases	4.7% - 12.3%
Mortality rates	<p>Pub-2010 Safety Below-Median Healthy Retiree Table multiplied by 115% for males and 125% for females, each with full generational projection using the MP 2019 scale.</p> <p>Pub-2010 Safety Below-Median Employee Table multiplied by 115% for males and 125% for females, each with full generational projection using the MP 2019 scale.</p> <p>Pub-2010 Safety Disable Retiree Table multiplied by 115% for males and 125% for females, each with full generational projection using the MP 2019 scale.</p>
Cost-of-living adjustments	<p>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 present values do not include provisions for potential future increases not yet authorized by the Board of Trustees.</p>

Cost of Living Adjustments:

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

Long-term Rate of Return:

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

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

<u>Asset Class</u>	<u>Expected Rate of Return</u>	
	<u>Target Asset Allocation</u>	<u>Long-term Expected Portfolio Real Rate of Return</u>
Equity	48.5%	3.08%
Fixed income	33.5%	0.54%
Alternative	18.0%	1.02%
Other	0.0%	0.00%
	<u>100%</u>	<u>4.64%</u>
Inflation		<u>2.55%</u>
Expected nominal return		<u>7.19%</u>

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

Changes in the net pension liability may either be reported in pension expense in the year the change occurred or recognized as a deferred outflow of resources or a deferred inflow of resources in the year the change occurred and amortized into pension expense over a number of years. For the year ended June 30, 2021, the City recognized \$606,373 in pension expense related to its participation in MPERS.

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

	<u>Governmental Activities</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ -	\$ 62,643
Changes of assumptions	37,790	39,247
Change in proportion and differences between the employer's contributions and the employer's proportionate share of contributions	969,487	-
Net differences between projected and actual earnings on plan investments	190,794	-
Contributions subsequent to the measurement date	<u>164,151</u>	<u>-</u>
Total	<u>\$ 1,362,222</u>	<u>\$ 101,890</u>

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Deferred outflows of resources of \$164,151 resulting from the employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. 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 Ended <u>June 30</u>	
2022	\$ 357,203
2023	399,335
2024	303,410
2025	<u>36,233</u>
	<u>\$ 1,096,181</u>

The projection of cash flows used to determine the discount rate assumed that the plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate used to measure MPERS's net pension liability was 7.125% for the year ended June 30, 2020, which is a decrease of .075% from the prior year.

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

The following presents MPERS's net pension liability of the participating employers calculated using the discount rate of 7.125%, as well as what the employers' net pension liability would be if it were calculated using a discount rate that is one percentage point lower, or one percentage point higher than the current rate.

	1% Decrease	Current Discount Rate	1% Increase
	<u>5.950%</u>	<u>6.950%</u>	<u>7.950%</u>
Net Pension Liability	<u>\$ 2,234,267</u>	<u>\$ 1,590,346</u>	<u>\$ 1,052,055</u>

Payables to the Pension Plan:

For the year ended June 30, 2021, the City's payable for MPERS is \$15,830, which is the contractually required contributions payable for the month of June 2021.

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(13) Retirement and Deferred Compensation

- A. Employees of the City are members of the Social Security System. The City and its employees contribute a percentage of each employee's salary to the System (7.65 percent by the City; 7.65 percent by the employee). The City's contributions during the year ended 2021 amounted to \$451,517.
- B. The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code (IRC) Section 457. The single employer plan, the Town of Broussard Deferred Compensation Plan, is administered by the Hartford, is available to all City employees, and permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. The City contributes 8% to 12% of wages to each participating employee account based on years of service. For the year ended June 30, 2021, the City and employees contributed \$357,196 and \$130,887, respectively. The City's contributions are not mandatory.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) held in a trust, custodial account or annuity contract described in IRC 457(g) for the exclusive benefit of the participants and their beneficiaries. The fair market value of the deferred compensation plan assets at June 30, 2021 was \$3,963,212.

(14) On-Behalf Payments of Salaries

The State of Louisiana paid the City's policemen \$195,950 of supplemental pay during the year ended June 30, 2021. That amount is included in the accompanying financial statements as intergovernmental revenues and police expense in the government-wide statement of activities.

(15) Risk Management

The City is exposed to risks of loss in the areas of general and auto liability, property hazards, and workers' compensation. Those risks are handled by purchasing commercial insurance. There have been no significant reductions in insurance coverage during the current fiscal year. Settlements have not exceeded insurance coverage during the three-year period ended June 30, 2021.

(16) Litigation and Claims

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(17) Operating Lease

The City leases vehicles under several operating leases with varying lease terms expiring in 2023 and 2024 with monthly instalments ranging from \$613 to \$437. Future minimum lease payments are as follows:

Year Ended June 30,	Governmental Activities	Business-type Activities
2022	\$ 43,095	\$ 46,218
2023	43,095	45,616
2024	<u>14,675</u>	<u>17,351</u>
	<u>\$100,865</u>	<u>\$ 109,185</u>

(18) Compensation of Board of Aldermen

Compensation paid to the Board of Aldermen for the year ended June 30, 2021 follows:

Angel Racca	\$ 18,000
David Bonin	18,000
Jesse Regan	18,000
Michael Rabon	18,000
Kenny Higginbotham	18,000
Ray Gary	18,000
Jeff Delahoussaye	<u>24,000</u>
	<u>\$ 132,000</u>

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

The schedule of compensation, benefits, and other payments made to Ray Bourque, Mayor, for the year ended June 30, 2021 follows:

Salary	\$ 80,723
Benefits - insurance	16,035
Benefits - retirement	6,458
Car allowance	9,600
Cell phone	600
Internet	780
Travel and conference	547
Special meals	145
Other (vehicle gas expense)	<u>2,287</u>
	<u>\$ 117,175</u>

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(20) Interfund Transactions

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

	Receivable	Payable
Major funds:		
Governmental funds:		
General Fund	\$ 7,629	\$ 3,525
1992 Sales Tax Special Revenue Fund	-	155,005
TIF Sales Tax Special Revenue Fund	-	6,766
2011 Recreational Sales Tax Special Revenue Fund	-	-
LCDBG/Streets Capital Projects Fund	161,766	5,550
Proprietary funds:		
Utility Fund	-	2,079
Parks and Recreation Fund	3,525	-
Non-major funds - debt service funds	5	-
Total	\$ 172,925	\$ 172,925

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

B. Interfund transfers consisted of the following at June 30, 2021:

	Transfers In	Transfers Out
Major funds:		
Governmental funds:		
General Fund	\$ 2,650,000	\$ 82,687
1992 Sales Tax Special Revenue Fund	-	6,174,065
TIF Sales Tax Special Revenue Fund	-	856,766
2011 Recreational Sales Tax Special Revenue Fund	-	2,445,981
LCDBG/Streets Capital Projects Fund	1,311,766	655,072
Proprietary funds:		
Utility Fund	2,255,072	-
Parks and Recreation Fund	2,528,668	-
Non-major funds - debt service funds	1,469,065	-
Total	\$ 10,214,571	\$ 10,214,571

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(21) New Accounting Pronouncements

The Governmental Accounting Standards Board (GASB) has issued the following statements which were not required to be implemented by the Government during the current fiscal year.

GASB Statement No. 87, "Leases." The requirements of this Statement are effective for fiscal years beginning after June 30, 2022.

GASB Statement No. 89, "Accounting for Interest Cost Incurred before the End of a Construction Period." The requirements for this Statement are effective for fiscal years beginning after December 31, 2021.

(22) Subsequent Event

On July 22, 2021, the City issued \$13,670,000 of Sales Tax Revenue Refunding Bonds, Series 2021 with an average interest rate of 2.66% to refund \$13,005,000 of \$13,915,000 outstanding Recreation Facility Bonds, Series 2012, maturing May 1, 2042 with an average interest rate of 3.94%. As a result of the refunding, the City reduced its total debt service requirements by \$1,482,205, which resulted in an economic gain of \$1,260,502.

(23) Uncertainties Arising During and After Financial Statement Date

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

**REQUIRED
SUPPLEMENTARY INFORMATION**

CITY OF BROUSSARD, LOUISIANA
General Fund

Budgetary Comparison Schedule
For the Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 5,870,963	\$ 7,212,529	\$ 7,426,444	\$ 213,915
Licenses and permits	1,516,000	1,812,051	1,903,589	91,538
Intergovernmental	476,646	1,086,877	1,054,401	(32,476)
Fines and forfeits and seizures	500,000	500,751	496,385	(4,366)
Miscellaneous	183,000	239,559	280,875	41,316
Total revenues	<u>8,546,609</u>	<u>10,851,767</u>	<u>11,161,694</u>	<u>309,927</u>
Expenditures:				
Current -				
General government	2,205,262	2,464,740	2,519,765	(55,025)
Economic development	312,995	338,950	340,958	(2,008)
Public safety:				
Police	3,392,207	3,473,009	3,399,882	73,127
Fire	1,227,541	1,419,093	1,416,219	2,874
Streets and drainage	2,863,447	3,718,728	3,710,990	7,738
Debt service	265,025	223,025	223,026	1
Capital outlay	603,928	1,014,015	1,007,778	6,237
Total expenditures	<u>10,870,405</u>	<u>12,651,560</u>	<u>12,618,618</u>	<u>32,944</u>
Deficiency of revenue over expenditures	<u>(2,323,796)</u>	<u>(1,799,793)</u>	<u>(1,456,924)</u>	<u>342,871</u>
Other financing sources (uses):				
Transfer from 1992 Sales Tax Fund	2,585,000	1,900,000	2,650,000	750,000
Transfer to Parks and Recreation Fund	(270,175)	(95,175)	(82,687)	12,488
Total other financing sources (uses)	<u>2,314,825</u>	<u>1,804,825</u>	<u>2,567,313</u>	<u>762,488</u>
Net change in fund balance	(8,971)	5,032	1,110,389	1,105,359
Fund balance, beginning	<u>7,182,755</u>	<u>7,182,755</u>	<u>7,182,755</u>	<u>-</u>
Fund balance, ending	<u>\$ 7,173,784</u>	<u>\$ 7,187,787</u>	<u>\$ 8,293,144</u>	<u>\$1,105,359</u>

CITY OF BROUSSARD, LOUISIANA
1992 Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
For the Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes -				
Sales taxes - 1%	\$ 4,679,463	\$ 6,041,630	\$ 6,262,676	\$ 221,046
Miscellaneous -				
Interest	<u>12,750</u>	<u>13,798</u>	<u>13,716</u>	<u>(82)</u>
Total revenues	<u>4,692,213</u>	<u>6,055,428</u>	<u>6,276,392</u>	<u>220,964</u>
Expenditures:				
Current -				
General government:				
Collection fees	39,341	68,602	70,383	(1,781)
Professional fees	<u>10,935</u>	<u>15,170</u>	<u>13,472</u>	<u>1,698</u>
Total expenditures	<u>50,276</u>	<u>83,772</u>	<u>83,855</u>	<u>(83)</u>
Excess of revenues over expenditures	<u>4,641,937</u>	<u>5,971,656</u>	<u>6,192,537</u>	<u>220,881</u>
Other financing uses:				
Transfer to General Fund	(2,585,000)	(1,900,000)	(2,650,000)	(750,000)
Transfer to Utility Fund	(224,000)	(1,600,000)	(1,600,000)	-
Transfer to debt service funds	(1,484,065)	(1,469,065)	(1,469,065)	-
Transfer to Street Capital Projects Fund	<u>(613,000)</u>	<u>(374,000)</u>	<u>(455,000)</u>	<u>(81,000)</u>
Total other financing uses	<u>(4,906,065)</u>	<u>(5,343,065)</u>	<u>(6,174,065)</u>	<u>(831,000)</u>
Net change in fund balance	(264,128)	628,591	18,472	(610,119)
Fund balance, beginning	<u>4,968,362</u>	<u>4,968,362</u>	<u>4,968,362</u>	<u>-</u>
Fund balance, ending	<u>\$ 4,704,234</u>	<u>\$ 5,596,953</u>	<u>\$ 4,986,834</u>	<u>\$ (610,119)</u>

CITY OF BROUSSARD, LOUISIANA
TIF Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
For the Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes -				
Sales taxes	\$ 545,510	\$ 788,454	\$ 812,198	\$ 23,744
Miscellaneous -				
Interest	<u> -</u>	<u> 1,167</u>	<u> 1,206</u>	<u> 39</u>
Total revenues	<u>545,510</u>	<u>789,621</u>	<u>813,404</u>	<u>23,783</u>
Expenditures:				
Current -				
General government:				
Collection fees	5,134	5,500	8,152	(2,652)
Professional fees	<u>6,000</u>	<u>9,760</u>	<u>6,456</u>	<u>3,304</u>
Total general government	<u>11,134</u>	<u>15,260</u>	<u>14,608</u>	<u>652</u>
Excess of revenues over expenditures	534,376	774,361	798,796	24,435
Other financing use:				
Transfer to Street Capital Projects Fund	<u>(1,750,000)</u>	<u>(950,371)</u>	<u>(856,766)</u>	<u>93,605</u>
Net change in fund balance	(1,215,624)	(176,010)	(57,970)	118,040
Fund balance, beginning	<u>1,810,797</u>	<u>1,810,797</u>	<u>1,810,797</u>	<u> -</u>
Fund balance, ending	<u>\$ 595,173</u>	<u>\$ 1,634,787</u>	<u>\$ 1,752,827</u>	<u>\$ 118,040</u>

CITY OF BROUSSARD, LOUISIANA
2011 Recreation Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
For the Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes -				
Sales taxes - 1/2%	\$ 2,346,201	\$ 3,020,357	\$ 3,130,705	\$ 110,348
Miscellaneous -				
Interest	6,255	4,838	4,852	14
Total revenues	<u>2,352,456</u>	<u>3,025,195</u>	<u>3,135,557</u>	<u>110,362</u>
Expenditures:				
General government:				
Collection fees	19,670	33,765	35,229	(1,464)
Professional fees	5,300	6,205	4,440	1,765
Total general government	<u>24,970</u>	<u>39,970</u>	<u>39,669</u>	<u>301</u>
Culture and recreation:				
Ida Crouchet Park -				
Repairs and maintenance	500	2,096	2,264	(168)
Utilities	3,000	2,026	2,694	(668)
Supplies	-	228	702	(474)
Total culture and recreation	<u>3,500</u>	<u>4,350</u>	<u>5,660</u>	<u>(1,310)</u>
Capital outlay:				
Ida Crouchet Park improvements	-	14,365	14,318	47
Total expenditures	<u>28,470</u>	<u>58,685</u>	<u>59,647</u>	<u>(962)</u>
Excess of revenues over expenditures	2,323,986	2,966,510	3,075,910	109,400
Other financing use:				
Transfer to Parks and Recreation Fund	<u>(2,323,219)</u>	<u>(2,776,219)</u>	<u>(2,445,981)</u>	<u>330,238</u>
Net change in fund balance	767	190,291	629,929	439,638
Fund balance, beginning	<u>1,448,776</u>	<u>1,448,776</u>	<u>1,448,776</u>	<u>-</u>
Fund balance, ending	<u>\$ 1,449,543</u>	<u>\$ 1,639,067</u>	<u>\$ 2,078,705</u>	<u>\$ 439,638</u>

CITY OF BROUSSARD, LOUISIANA

Municipal Police Employees' Retirement System
 Schedule of Employer's Share of Net Pension Liability
 For the Year Ended June 30, 2021*

<u>Year Ended June 30,</u>	<u>Employer Proportion of the Net Pension Liability (Asset)</u>	<u>Employer Proportionate Share of the Net Pension Liability (Asset)</u>	<u>Employer's Covered Employee Payroll</u>	<u>Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Employee Payroll</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
2021	0.172072%	\$ 1,590,346	\$ 531,495	299.2%	70.94%
2020	0.042158%	382,865	131,656	290.8%	71.01%

* The amounts presented have a measurement date of the previous fiscal year end.

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

CITY OF BROUSSARD, LOUISIANA

Municipal Police Employees' Retirement System
 Schedule of Employer Contributions
 For the Year Ended June 30, 2021

<u>Year Ended June 30,</u>	<u>Contractually Required Contribution</u>	<u>Contributions in Relation to Contractual Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Employer's Covered Employee Payroll</u>	<u>Contributions as a % of Covered Employee Payroll</u>
2021	\$ 164,151	\$ 164,151	-	\$ 486,372	33.75%
2020	172,736	172,736	-	531,495	32.50%

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

CITY OF BROUSSARD, LOUISIANA

Notes to the Required Supplementary Information

(1) Budget and Budgetary Accounting

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

1. The City Clerk submits no later than 15 days prior to the beginning of each fiscal year, a proposed budget to the Mayor and Board of Aldermen.
2. A summary of the proposed budget is published, and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance prior to the commencement of the fiscal year for which the budget is being adopted.
5. *Budgetary amendments involving an increase in a fund's appropriations require the approval of the Board of Aldermen. The Mayor may transfer budget amounts between departments within any fund. The level of budgetary control is by total appropriations (by fund); however, for report purposes, the budgetary information has been expanded.*
6. All budgetary appropriations lapse at the end of each fiscal year.
7. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). *Budgeted amounts are as originally adopted or as amended by the Board of Aldermen.*

(2) Pension Plan

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

(continued)

CITY OF BROUSSARD, LOUISIANA

Notes to the Required Supplementary Information (Continued)

(3) Excess of Expenditures Over Appropriations

For the year ended June 30, 2021, the City had actual expenditures over appropriations at the functional level, as follows:

<u>Fund/Function</u>	<u>Budget</u>	<u>Actual</u>	<u>Excess</u>
General Fund:			
General government	\$2,464,740	\$2,519,765	\$ (55,025)
Economic development	338,950	340,958	(2,008)
1992 Sales Tax Fund:			
General government	83,772	83,855	(83)
2011 Recreation Sales Tax Fund:			
Culture and recreation	4,350	5,660	(1,310)

OTHER SUPPLEMENTARY INFORMATION

CITY OF BROUSSARD, LOUISIANA

Statement of Net Position

June 30, 2021

With Comparative Totals for the Year Ended June 30, 2020

	2021			'2020 Totals
	Governmental Activities	Business- Type Activities	Total	
ASSETS				
Current assets:				
Cash and interest-bearing deposits	\$ 12,285,067	\$ 482,573	\$ 12,767,640	\$ 11,967,354
Receivables, net	3,384,885	517,212	3,902,097	3,332,511
Internal balances	(1,446)	1,446	-	-
Due from other governmental agencies	609,529	53,442	662,971	24,971
Prepaid items	185,699	79,865	265,564	272,613
Total current assets	<u>16,463,734</u>	<u>1,134,538</u>	<u>17,598,272</u>	<u>15,597,449</u>
Noncurrent assets:				
Restricted assets -				
Cash and interest-bearing deposits	4,725,519	1,916,075	6,641,594	6,568,900
Capital assets -				
Land and construction in progress	6,918,467	5,704,096	12,622,563	13,703,622
Capital assets, net	<u>24,193,449</u>	<u>57,839,649</u>	<u>82,033,098</u>	<u>81,432,072</u>
Total noncurrent assets	<u>35,837,435</u>	<u>65,459,820</u>	<u>101,297,255</u>	<u>101,704,594</u>
Total assets	<u>52,301,169</u>	<u>66,594,358</u>	<u>118,895,527</u>	<u>117,302,043</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred loss on bond refunding	443,206	-	443,206	472,753
Deferred outflows related to pensions	<u>1,362,222</u>	<u>-</u>	<u>1,362,222</u>	<u>469,345</u>
Total deferred outflows of resources	<u>1,805,428</u>	<u>-</u>	<u>1,805,428</u>	<u>942,098</u>
LIABILITIES				
Current liabilities:				
Accounts, salaries and other payables	1,268,880	259,809	1,528,689	1,123,844
Deferred revenue	-	-	-	47,285
Due to other governmental agencies	946,828	-	946,828	1,527,740
Capital leases payable	205,578	-	205,578	201,488
Loan payable	-	45,000	45,000	-
Bonds payable	800,000	695,000	1,495,000	1,455,000
Accrued interest payable	94,093	165,078	259,171	266,955
Customers' deposits payable	-	439,368	439,368	394,588
Total current liabilities	<u>3,315,379</u>	<u>1,604,255</u>	<u>4,919,634</u>	<u>5,016,900</u>
Noncurrent liabilities:				
Compensated absences payable	503,783	146,195	649,978	577,123
Net pension liability	1,590,346	-	1,590,346	382,865
Capital leases payable	515,963	-	515,963	721,541
Loan payable	-	1,033,903	1,033,903	1,122,903
Bonds payable	<u>16,601,521</u>	<u>23,940,000</u>	<u>40,541,521</u>	<u>42,207,028</u>
Total noncurrent liabilities	<u>19,211,613</u>	<u>25,120,098</u>	<u>44,331,711</u>	<u>45,011,460</u>
Total liabilities	<u>22,526,992</u>	<u>26,724,353</u>	<u>49,251,345</u>	<u>50,028,360</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows related to pensions	<u>101,890</u>	<u>-</u>	<u>101,890</u>	<u>11,779</u>
NET POSITION				
Net investment in capital assets	20,097,060	38,524,842	58,621,902	57,550,487
Restricted for sales tax dedications	8,818,366	-	8,818,366	8,227,935
Restricted for debt service	1,764,391	616,629	2,381,020	2,386,120
Restricted for external legal constraint	2,867,040	-	2,867,040	2,846,237
Unrestricted (deficit)	<u>(2,069,142)</u>	<u>728,534</u>	<u>(1,340,608)</u>	<u>(2,806,777)</u>
Total net position	<u>\$31,477,715</u>	<u>\$39,870,005</u>	<u>\$ 71,347,720</u>	<u>\$68,204,002</u>

CITY OF BROUSSARD, LOUISIANA
General Fund

Schedule of Revenues
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2021
With Comparative Actual Amounts for the Year Ended June 30, 2020

	2021		Variance - Positive (Negative)	2020 Actual
	Budget	Actual		
Revenues:				
Taxes -				
Franchise taxes	1,170,899	\$ 1,163,768	\$ (7,131)	\$ 1,201,190
Sales taxes - 1%	6,041,630	6,262,676	221,046	5,329,184
Total taxes	<u>7,212,529</u>	<u>7,426,444</u>	<u>213,915</u>	<u>6,530,374</u>
Licenses and permits -				
Occupational licenses	726,704	731,981	5,277	849,957
Insurance licenses	406,684	411,524	4,840	417,659
Permits	678,663	760,084	81,421	386,000
Total licenses and permits	<u>1,812,051</u>	<u>1,903,589</u>	<u>91,538</u>	<u>1,653,616</u>
Intergovernmental -				
Federal sources -				
Bulletproof vest partnership grant	-	3,225	3,225	2,799
FEMA reimbursement	566,800	516,800	(50,000)	119,035
State sources -				
Video poker	99,077	115,350	16,273	88,086
On-behalf payments	198,667	195,950	(2,717)	195,966
Beer taxes	18,338	19,081	743	17,242
Highway maintenance	14,790	14,790	-	3,570
Local sources -				
Resource officer	133,821	133,821	-	118,078
LEDA grant	55,384	55,384	-	-
Total intergovernmental	<u>1,086,877</u>	<u>1,054,401</u>	<u>(32,476)</u>	<u>544,776</u>
Fines and forfeits and seizures	<u>500,751</u>	<u>496,385</u>	<u>(4,366)</u>	<u>460,510</u>
Miscellaneous -				
Interest	16,671	17,884	1,213	46,972
Planning/review fees	36,197	37,687	1,490	13,440
Sale of assets	47,798	47,798	-	26,031
Other	138,893	177,506	38,613	210,096
Total miscellaneous	<u>239,559</u>	<u>280,875</u>	<u>41,316</u>	<u>296,539</u>
Total revenues	<u>10,851,767</u>	<u>\$ 11,161,694</u>	<u>\$ 309,927</u>	<u>\$ 9,485,815</u>

CITY OF BROUSSARD, LOUISIANA

General Fund

Schedule of Expenditures

Budget (GAAP Basis) and Actual

For the Year Ended June 30, 2021

With Comparative Actual Amounts for the Year Ended June 30, 2020

	2021		Variance - Positive (Negative)	2020 Actual
	Budget	Actual		
Current -				
General government:				
Salaries	\$ 730,633	\$ 729,203	1,430	\$ 752,486
Payroll taxes	56,263	55,819	444	58,353
Group insurance	161,882	163,300	(1,418)	170,549
Retirement	48,150	48,166	(16)	52,033
Auto allowance	9,600	9,600	-	9,600
Insurance	50,468	54,040	(3,572)	75,203
Office	52,323	52,630	(307)	57,901
Utilities	24,131	23,708	423	22,702
Telephone	11,304	11,155	149	11,396
Advertising	14,309	19,811	(5,502)	14,713
Dues and subscriptions	15,068	24,637	(9,569)	12,323
Sales tax collection fees	68,602	70,383	(1,781)	49,573
Supplies	16,773	10,740	6,033	18,477
Legal	93,286	89,871	3,415	98,397
Accounting	23,430	22,460	970	26,125
Engineering	182,410	220,979	(38,569)	221,009
Professional fees	262,076	218,768	43,308	210,124
Training and travel	15,271	5,709	9,562	9,597
Building inspection fees	508,997	568,554	(59,557)	288,202
Miscellaneous	18,891	18,675	216	26,781
Magistrate court	58,750	64,430	(5,680)	50,204
Repairs and maintenance	36,123	31,127	4,996	55,792
Civil service salaries	6,000	6,000	-	6,000
Total general government	<u>2,464,740</u>	<u>2,519,765</u>	<u>(55,025)</u>	<u>2,297,540</u>
Economic development				
Salaries	96,593	97,778	(1,185)	82,684
Payroll taxes	7,179	7,117	62	5,771
Group insurance	14,845	14,845	-	14,916
Retirement	4,704	4,704	-	4,642
BEDC appropriation	176,000	176,000	-	220,000
Advertising	2,814	1,882	932	1,979
Dues and subscriptions	3,802	3,460	342	339
Supplies	330	2,457	(2,127)	-
Office expense	3,866	3,503	363	2,938
Miscellaneous	440	352	88	319
Professional fees	25,997	27,523	(1,526)	28,229
Training and travel	2,380	1,337	1,043	2,996
Total economic development	<u>338,950</u>	<u>340,958</u>	<u>(2,008)</u>	<u>364,813</u>

(continued)

CITY OF BROUSSARD, LOUISIANA
General Fund

Schedule of Expenditures
Budget (GAAP Basis) and Actual (Continued)
For the Year Ended June 30, 2021

With Comparative Actual Amounts for the Year Ended June 30, 2020

	2021		Variance - Positive (Negative)	2020 Actual
	Budget	Actual		
Public safety:				
Police department -				
Salaries	1,716,520	1,693,320	23,200	1,674,745
On-behalf payments - salaries	198,667	195,950	2,717	195,966
Payroll taxes	151,904	147,967	3,937	147,209
Retirement	267,784	258,928	8,856	259,012
Group insurance	396,082	387,946	8,136	385,440
Insurance	195,846	176,280	19,566	129,745
Auto	132,359	129,275	3,084	160,370
Auto allowance	9,600	9,253	347	9,600
Uniforms and supplies	66,796	69,557	(2,761)	61,682
Legal	78,539	94,815	(16,276)	9,119
Professional fees	20,391	21,714	(1,323)	23,238
Miscellaneous	9,332	10,352	(1,020)	11,368
K-9 expenses	2,000	2,362	(362)	3,188
Repairs and maintenance	50,400	46,024	4,376	21,426
Training	22,572	13,846	8,726	13,708
Dues and subscriptions	85,000	75,852	9,148	72,496
Utilities and communication	69,217	66,441	2,776	62,011
Total police department	<u>3,473,009</u>	<u>3,399,882</u>	<u>73,127</u>	<u>3,240,323</u>
Fire department -				
Appropriation to Broussard Fire Department:				
Operations	1,328,808	1,314,175	14,633	1,199,252
Capital	90,285	102,044	(11,759)	1,417,742
Total fire department	<u>1,419,093</u>	<u>1,416,219</u>	<u>2,874</u>	<u>2,616,994</u>
Total public safety	<u>4,892,102</u>	<u>4,816,101</u>	<u>76,001</u>	<u>5,857,317</u>
Streets and drainage:				
Salaries	1,389,879	1,397,671	(7,792)	1,226,805
Payroll taxes	104,388	106,300	(1,912)	92,777
Retirement	113,652	113,994	(342)	102,192
Group insurance	287,826	285,493	2,333	264,581
Insurance	205,800	200,768	5,032	167,423
Auto	99,167	105,712	(6,545)	65,162
Equipment rent	21,465	22,002	(537)	32,853
Equipment operating costs	89,964	92,835	(2,871)	113,341
Street and drainage maintenance	853,819	871,527	(17,708)	459,936
Drainage studies - engineering	64,397	55,797	8,600	86,891
Professional	42,966	16,788	26,178	49,137
Office	3,450	2,439	1,011	-
Engineering	136,956	137,506	(550)	103,158
Utilities and communication	144,467	140,949	3,518	125,671
Uniforms and supplies	140,538	139,816	722	141,053
Casual labor	-	-	-	55,589
Miscellaneous	19,994	21,393	(1,399)	15,998
Total streets and drainage	<u>3,718,728</u>	<u>3,710,990</u>	<u>7,738</u>	<u>3,102,567</u>

(continued)

CITY OF BROUSSARD, LOUISIANA
General Fund

Schedule of Expenditures
Budget (GAAP Basis) and Actual (Continued)

For the Year Ended June 30, 2021

With Comparative Actual Amounts for the Year Ended June 30, 2020

	2021		Variance - Positive (Negative)	2020 Actual
	Budget	Actual		
Capital outlay:				
General government -				
Valsin Broussard house	300,000	289,934	10,066	-
City Hall improvements	24,583	24,583	-	69,744
Equipment	9,605	11,589	(1,984)	-
Flagpole	-	-	-	3,012
City and tourism websites	26,218	17,130	9,088	6,770
Downtown Charrette	-	-	-	50,354
City hall server	-	-	-	11,322
LCDBG grant repayment	-	-	-	216,964
Community center parking lot	-	-	-	2,972
Community center generator	-	-	-	6,142
Nova Dr. property	-	-	-	755,488
Municipal complex	20,744	20,744	-	1,875
Police -				
Vehicles and equipment	262,436	262,436	-	406,395
Streets and drainage -				
Streets overlay	101,754	101,755	(1)	13,296
Main street parking	107,837	115,470	(7,633)	3,265
Coach House Manor overlay	-	-	-	1,212
Drainage project - District 2	50,000	53,654	(3,654)	40,198
Drainage improvements	39,204	39,827	(623)	16,334
Pat Williamson Memorial Project	-	-	-	144,753
Railroad approach	-	-	-	6,016
Vehicles and equipment	71,634	70,656	978	256,153
Total capital outlay	<u>1,014,015</u>	<u>1,007,778</u>	<u>6,237</u>	<u>2,012,265</u>
Debt service:				
Principal	201,487	201,488	(1)	549,801
Interest	21,538	21,538	-	-
Total debt service	<u>223,025</u>	<u>223,026</u>	<u>(1)</u>	<u>549,801</u>
Total expenditures	<u>\$12,651,560</u>	<u>\$12,618,618</u>	<u>\$ 32,942</u>	<u>\$14,184,303</u>

CITY OF BROUSSARD, LOUISIANA
1992 Sales Tax Special Revenue Fund

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

	2021		Variance with Final Budget Positive (Negative)	2020 Actual
	Budget	Actual		
Revenues:				
Taxes -				
Sales taxes - 1%	\$6,041,630	\$6,262,676	\$ 221,046	\$5,329,184
Miscellaneous -				
Interest	13,798	13,716	(82)	15,475
Total revenues	<u>6,055,428</u>	<u>6,276,392</u>	<u>220,964</u>	<u>5,344,659</u>
Expenditures:				
Current -				
General government:				
Collection fees	68,602	70,383	(1,781)	49,573
Professional fees	15,170	13,472	1,698	13,498
Total expenditures	<u>83,772</u>	<u>83,855</u>	<u>(83)</u>	<u>63,071</u>
Excess of revenues over expenditures	<u>5,971,656</u>	<u>6,192,537</u>	<u>220,881</u>	<u>5,281,588</u>
Other financing uses:				
Transfer to General Fund	(1,900,000)	(2,650,000)	(750,000)	(1,625,000)
Transfer to Utility Fund	(1,600,000)	(1,600,000)	-	(550,000)
Transfer to debt service funds	(1,469,065)	(1,469,065)	-	(1,537,756)
Transfer to LCDBG/Streets Capital Project Fund	(374,000)	(455,000)	(81,000)	(506,000)
Total other financing uses	<u>(5,343,065)</u>	<u>(6,174,065)</u>	<u>(831,000)</u>	<u>(4,218,756)</u>
Net change in fund balance	628,591	18,472	(610,119)	1,062,832
Fund balance, beginning	<u>4,968,362</u>	<u>4,968,362</u>	-	<u>3,905,530</u>
Fund balance, ending	<u>\$5,596,953</u>	<u>\$4,986,834</u>	<u>\$ (610,119)</u>	<u>\$4,968,362</u>

CITY OF BROUSSARD, LOUISIANA
TIF Sales Tax Special Revenue Fund

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

	2021		Variance with Final Budget Positive (Negative)	2020 Actual
	Budget	Actual		
Revenues:				
Taxes -				
Sales taxes	\$ 788,454	\$ 812,198	\$ 23,744	\$ 693,124
Miscellaneous -				
Other income	-	-	-	1,948
Interest	1,167	1,206	39	1,848
Total revenues	<u>789,621</u>	<u>813,404</u>	<u>23,783</u>	<u>696,920</u>
Expenditures:				
Current -				
General government:				
Collection fees	5,500	8,152	(2,652)	6,969
Professional fees	9,760	6,456	3,304	6,306
Total general government	<u>15,260</u>	<u>14,608</u>	<u>652</u>	<u>13,275</u>
Total expenditures	<u>15,260</u>	<u>14,608</u>	<u>652</u>	<u>13,275</u>
Excess of revenues over expenditures	<u>774,361</u>	<u>798,796</u>	<u>24,435</u>	<u>683,645</u>
Other financing uses:				
Transfer to Street Capital Projects Fund	(950,371)	(856,766)	93,605	(1,471,870)
Transfer to Utility Fund	-	-	-	(519,036)
Total other financing uses	<u>(950,371)</u>	<u>(856,766)</u>	<u>93,605</u>	<u>(1,990,906)</u>
Net change in fund balance	(176,010)	(57,970)	118,040	(1,307,261)
Fund balance, beginning	<u>1,810,797</u>	<u>1,810,797</u>	<u>-</u>	<u>3,118,058</u>
Fund balance, ending	<u>\$ 1,634,787</u>	<u>\$ 1,752,827</u>	<u>\$ 118,040</u>	<u>\$ 1,810,797</u>

CITY OF BROUSSARD, LOUISIANA
2011 Recreational Sales Tax Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2021

With Comparative Actual Amounts for the Year Ended June 30, 2020

	2021		Variance with Final Budget Positive (Negative)	2020 Actual
	Budget	Actual		
Revenues:				
Taxes -				
Sales taxes - 1/2%	\$ 3,020,357	\$ 3,130,705	\$ 110,348	\$ 2,672,581
Miscellaneous -				
Interest	4,838	4,852	14	7,096
Total revenues	<u>3,025,195</u>	<u>3,135,557</u>	<u>110,362</u>	<u>2,679,677</u>
Expenditures:				
General government:				
Collection fees	33,765	35,229	(1,464)	24,886
Professional fees	6,205	4,440	1,765	4,575
Total general government	<u>39,970</u>	<u>39,669</u>	<u>301</u>	<u>29,461</u>
Culture and recreation:				
Ida Crouchet Park -				
Repairs and maintenance	2,096	2,264	(168)	150
Utilities	2,026	2,694	(668)	3,272
Supplies	228	702	(474)	-
Veterans Park -				
Engineering	-	-	-	6,723
Total culture and recreation	<u>4,350</u>	<u>5,660</u>	<u>(1,310)</u>	<u>10,145</u>
Capital outlay:				
Ida Crouchet Park improvements	14,365	14,318	47	39,798
Total expenditures	<u>58,685</u>	<u>59,647</u>	<u>(962)</u>	<u>79,404</u>
Excess of revenues over expenditures	<u>2,966,510</u>	<u>3,075,910</u>	<u>109,400</u>	<u>2,600,273</u>
Other financing sources (uses):				
Transfer from General Fund	-	-	-	1,222,077
Transfer to Parks and Recreation Fund	(2,776,219)	(2,445,981)	330,238	(2,681,899)
Total other financing sources (uses)	<u>(2,776,219)</u>	<u>(2,445,981)</u>	<u>330,238</u>	<u>(1,459,822)</u>
Net change in fund balance	190,291	629,929	439,638	1,140,451
Fund balance, beginning	<u>1,448,776</u>	<u>1,448,776</u>	-	<u>308,325</u>
Fund balance, ending	<u>\$ 1,639,067</u>	<u>\$ 2,078,705</u>	<u>\$ 439,638</u>	<u>\$ 1,448,776</u>

CITY OF BROUSSARD, LOUISIANA
LCDBG/Streets Capital Projects Fund

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

	2021		Variance with Final Budget Positive (Negative)	2020
	Budget	Actual		
Revenues:				
Intergovernmental revenue -				
State grants	\$ 463,462	\$ 162,456	\$ (301,006)	\$ -
LCDBG federal grant	337,600	122,018	(215,582)	-
Total revenues	<u>801,062</u>	<u>284,474</u>	<u>(516,588)</u>	<u>-</u>
Expenditures:				
Current -				
General government:				
Professional fees	2,945	2,716	229	2,828
Capital outlay -				
Streets and drainage:				
La Neuville Road reconstruction	15,000	360	14,640	-
South Bernard Road (Hwy 90 to Highway 182)	49,835	76,534	(26,699)	14,000
South Bernard Road (Hwy 182 to Albertson Pkwy)	923,371	841,157	82,214	1,148,880
Ridgeview Outfall	-	-	-	1,185,717
Main Street Phase I	105,691	120,067	(14,376)	86,508
Main Street Phase II	28,364	47,821	(19,457)	15,827
Main Street Phase III	49,202	94,887	(45,685)	-
Fairfield / Marteau intersection improvements	20,000	31,918	(11,918)	6,470
South Bernard Road J-Turns	27,000	15,609	11,391	-
St. Nazaire Road improvements	2,288	2,288	-	-
Lake Talon Road drainage	10,400	-	10,400	-
Total capital outlay	<u>1,231,151</u>	<u>1,230,641</u>	<u>510</u>	<u>2,457,402</u>
Total expenditures	<u>1,234,096</u>	<u>1,233,357</u>	<u>739</u>	<u>2,460,230</u>
Deficiency of revenues over expenditures	<u>(433,034)</u>	<u>(948,883)</u>	<u>(515,849)</u>	<u>(2,460,230)</u>
Other financing sources (uses):				
Transfer from TIF Sales Tax Fund	950,371	856,766	(93,605)	1,471,870
Transfer from 1992 Sales Tax Fund	374,000	455,000	81,000	506,000
Transfer to Utility Fund	(1,069,924)	(655,072)	414,852	(243,575)
Total other financing sources (uses)	<u>254,447</u>	<u>656,694</u>	<u>402,247</u>	<u>1,734,295</u>
Net change in fund balance	(178,587)	(292,189)	(113,602)	(725,935)
Fund balance, beginning	<u>295,740</u>	<u>295,740</u>	<u>-</u>	<u>1,021,675</u>
Fund balance, ending	<u>\$ 117,153</u>	<u>\$ 3,551</u>	<u>\$ (113,602)</u>	<u>\$ 295,740</u>

CITY OF BROUSSARD, LOUISIANA
Nonmajor Governmental Funds

Combining Balance Sheet
June 30, 2021
With Comparative Totals for June 30, 2020

	2016 Sales Tax Bond	2015 Sales Tax Bond	2011 DEQ Bond	Totals	
				2021	2020
ASSETS					
Cash and interest-bearing deposits	\$1,116,047	\$ 394,498	\$ 347,934	\$1,858,479	\$1,867,980
Receivables:					
Due from other funds	-	2	3	5	-
Total Assets	1,116,047	394,500	347,937	1,858,484	1,867,980
LIABILITIES AND FUND BALANCES					
Liabilities	\$ -	\$ -	\$ -	\$ -	\$ -
Fund balances:					
Restricted for debt service	1,116,047	394,500	347,937	1,858,484	1,867,980
Total liabilities and fund balances	\$1,116,047	\$ 394,500	\$ 347,937	\$1,858,484	\$1,867,980

CITY OF BROUSSARD, LOUISIANA
Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2021
With Comparative Totals for Year Ended June 30, 2020

	2016 Sales Tax Bond	2015 Sales Tax Bond	2011 DEQ Bond	Totals	
				2021	2020
Revenues:					
Miscellaneous - interest earned	\$ 6,118	\$ 323	\$ 653	\$ 7,094	\$ 9,508
Expenditures:					
Debt service -					
Principal retirement	310,000	370,000	187,000	867,000	840,000
Interest and fiscal charges	262,600	335,573	20,482	618,655	647,228
Total expenditures	<u>572,600</u>	<u>705,573</u>	<u>207,482</u>	<u>1,485,655</u>	<u>1,487,228</u>
Deficiency of revenues over expenditures	(566,482)	(705,250)	(206,829)	(1,478,561)	(1,477,720)
Other financing sources:					
Transfers in	<u>569,400</u>	<u>701,989</u>	<u>197,676</u>	<u>1,469,065</u>	<u>1,537,756</u>
Net change in fund balances	2,918	(3,261)	(9,153)	(9,496)	60,036
Fund balances, beginning	<u>1,113,129</u>	<u>397,761</u>	<u>357,090</u>	<u>1,867,980</u>	<u>1,807,944</u>
Fund balances, ending	<u>\$1,116,047</u>	<u>\$394,500</u>	<u>\$347,937</u>	<u>\$1,858,484</u>	<u>\$1,867,980</u>

CITY OF BROUSSARD, LOUISIANA

Comparative Statement of Net Position

Enterprise Fund

Utility Fund

June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
ASSETS		
Current assets:		
Cash and interest-bearing deposits	\$ 405,764	\$ 295,574
Accounts receivable, net	488,418	446,368
Due from other funds	-	57,236
Due from other governmental agencies	48,881	-
Prepaid insurance	<u>52,601</u>	<u>73,255</u>
Total current assets	<u>995,664</u>	<u>872,433</u>
Noncurrent assets:		
Restricted assets -		
Cash and interest-bearing deposits	439,368	394,588
Capital assets -		
Land and construction in progress	2,414,502	2,868,595
Capital assets, net	<u>26,937,085</u>	<u>26,923,610</u>
Total noncurrent assets	<u>29,790,955</u>	<u>30,186,793</u>
Total assets	<u>30,786,619</u>	<u>31,059,226</u>
LIABILITIES		
Current liabilities:		
Accounts payable	165,790	143,692
Retainage payable	4,457	8,081
Contracts payable	40,117	-
Accrued expenses	12,478	11,489
Due to other funds	2,079	967,712
Loan payable	45,000	-
Customers' deposits (payable from restricted assets)	<u>439,368</u>	<u>394,588</u>
Total current liabilities	<u>709,289</u>	<u>1,525,562</u>
Noncurrent liabilities:		
Compensated absences payable	95,585	86,299
Loan payable	<u>1,033,903</u>	<u>1,122,903</u>
Total noncurrent liabilities	<u>1,129,488</u>	<u>1,209,202</u>
Total liabilities	<u>1,838,777</u>	<u>2,734,764</u>
NET POSITION		
Net investment in capital assets	28,272,684	28,669,302
Unrestricted (deficit)	<u>675,158</u>	<u>(344,840)</u>
Total net position	<u>\$ 28,947,842</u>	<u>\$ 28,324,462</u>

CITY OF BROUSSARD, LOUISIANA

Comparative Statement of Revenues, Expenses and Changes in Fund Net Position -
Enterprise Fund
Utility Fund

For the Years Ended June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
Operating revenues:		
Charges for services	\$ 3,945,097	\$ 3,605,879
Miscellaneous	<u>538,180</u>	<u>363,134</u>
Total operating revenues	<u>4,483,277</u>	<u>3,969,013</u>
Operating expenses:		
Water	2,595,234	2,379,748
Sewer	2,289,931	2,275,627
Garbage	<u>1,298,242</u>	<u>1,138,804</u>
Total operating expenses	<u>6,183,407</u>	<u>5,794,179</u>
Loss from operations	<u>(1,700,130)</u>	<u>(1,825,166)</u>
Nonoperating revenues (expenses):		
Interest income	1,255	1,115
Interest expense	(26,972)	(22,939)
Grant revenue	29,198	-
Gain on sale of capital assets	<u>1,133</u>	<u>-</u>
Total nonoperating revenue (expenses)	<u>4,614</u>	<u>(21,824)</u>
Loss before capital contributions and transfers	<u>(1,695,516)</u>	<u>(1,846,990)</u>
Capital contributions	<u>63,824</u>	<u>20,013</u>
Transfers:		
Transfer from 1992 Sales Tax Fund	1,600,000	550,000
Transfer from TIF Sales Tax Fund	-	519,036
Transfer from Capital Projects Fund	<u>655,072</u>	<u>243,575</u>
Total transfers	<u>2,255,072</u>	<u>1,312,611</u>
Change in net position	623,380	(514,366)
Net position, beginning	<u>28,324,462</u>	<u>28,838,828</u>
Net position, ending	<u>\$28,947,842</u>	<u>\$ 28,324,462</u>

CITY OF BROUSSARD, LOUISIANA

Enterprise Fund

Utility Fund

Comparative Departmental Statement of Revenues and Expenses
For the Years Ended June 30, 2021 and 2020

	Totals		Water		Sewer		Garbage	
	2021	2020	2021	2020	2021	2020	2021	2020
Operating revenues:								
Charges for services	\$ 3,945,097	\$ 3,605,879	\$ 1,734,331	\$ 1,577,780	\$ 884,126	\$ 758,425	\$ 1,326,640	\$ 1,269,674
Connections, penalties, impact fees, and other	<u>538,180</u>	<u>363,134</u>	<u>300,610</u>	<u>257,521</u>	<u>187,328</u>	<u>78,180</u>	<u>50,242</u>	<u>27,433</u>
Total operating revenues	<u>4,483,277</u>	<u>3,969,013</u>	<u>2,034,941</u>	<u>1,835,301</u>	<u>1,071,454</u>	<u>836,605</u>	<u>1,376,882</u>	<u>1,297,107</u>
Operating expenses:								
Salaries	642,853	635,977	376,246	388,512	266,607	247,465	-	-
Payroll taxes and retirement	103,611	108,959	61,774	65,331	41,837	43,628	-	-
Bad debt	3,651	12,443	1,606	5,973	767	2,613	1,278	3,857
Group insurance	142,383	148,418	75,927	76,697	66,456	71,721	-	-
Professional fees	36,546	42,394	19,910	24,418	16,636	17,976	-	-
Engineering fees	45,365	148,962	23,363	32,274	22,002	116,688	-	-
Repairs and maintenance	615,664	621,079	82,307	115,509	533,357	505,570	-	-
Vehicle	59,343	41,528	37,505	26,674	21,838	14,854	-	-
Utilities	150,384	162,468	31,651	55,563	118,733	106,905	-	-
Materials and supplies	395,139	407,064	243,674	278,185	151,465	128,879	-	-
Depreciation	1,389,775	1,307,458	429,855	400,983	959,920	906,475	-	-
Insurance	138,069	156,448	70,839	78,522	67,230	77,926	-	-
Office	62,356	60,980	28,297	22,906	18,285	21,731	15,774	16,343
Training and travel	796	1,730	647	905	149	825	-	-
Water purchases	1,055,903	759,745	1,055,903	759,745	-	-	-	-
Garbage collection expense	1,281,190	1,118,604	-	-	-	-	1,281,190	1,118,604
Miscellaneous	<u>60,379</u>	<u>59,922</u>	<u>55,730</u>	<u>47,551</u>	<u>4,649</u>	<u>12,371</u>	-	-
Total operating expenses	<u>6,183,407</u>	<u>5,794,179</u>	<u>2,595,234</u>	<u>2,379,748</u>	<u>2,289,931</u>	<u>2,275,627</u>	<u>1,298,242</u>	<u>1,138,804</u>
Operating income (loss)	<u>\$ (1,700,130)</u>	<u>\$ (1,825,166)</u>	<u>\$ (560,293)</u>	<u>\$ (544,447)</u>	<u>\$ (1,218,477)</u>	<u>\$ (1,439,022)</u>	<u>\$ 78,640</u>	<u>\$ 158,303</u>

CITY OF BROUSSARD, LOUISIANA

Statement of Net Position
Enterprise Fund
Parks and Recreation Fund
June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
ASSETS		
Current assets:		
Cash and interest-bearing deposits	\$ 76,809	\$ 361,139
Accounts receivable	28,794	42,313
Due from other funds	3,525	-
Due from other governmental agencies	4,561	-
Prepaid insurance	27,264	35,803
Total current assets	<u>140,953</u>	<u>439,255</u>
Noncurrent assets:		
Restricted assets -		
Cash and interest-bearing deposits	1,476,707	1,460,095
Capital assets -		
Land and construction in progress	3,289,594	3,279,449
Capital assets, net	<u>30,902,564</u>	<u>31,766,322</u>
Total noncurrent assets	<u>35,668,865</u>	<u>36,505,866</u>
Total assets	<u>35,809,818</u>	<u>36,945,121</u>
LIABILITIES		
Current liabilities:		
Accounts payable	24,189	17,871
Accrued expenses	12,778	8,277
Deferred revenue	-	47,285
Due to other funds	-	68,895
Payable from restricted assets:		
Bonds payable	695,000	675,000
Accrued interest payable	<u>165,078</u>	<u>168,761</u>
Total current liabilities	<u>897,045</u>	<u>986,089</u>
Noncurrent liabilities:		
Compensated absences payable	50,610	31,443
Bonds payable	<u>23,940,000</u>	<u>24,635,000</u>
Total noncurrent liabilities	<u>23,990,610</u>	<u>24,666,443</u>
Total liabilities	<u>24,887,655</u>	<u>25,652,532</u>
NET POSITION		
Net investment in capital assets	10,252,158	10,410,771
Restricted for debt service	616,629	616,334
Unrestricted	<u>53,376</u>	<u>265,484</u>
Total net position	<u>\$ 10,922,163</u>	<u>\$ 11,292,589</u>

CITY OF BROUSSARD, LOUISIANA

Statement of Revenues, Expenses and Changes in Fund Net Position -
Enterprise Fund
Parks and Recreation Fund
For the Years Ended June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
Operating revenues	\$ 710,933	\$ 495,555
Operating expenses:		
St. Julien Sports Complex -		
Salaries	569,539	461,731
Contract labor - services	118,228	126,215
Payroll taxes and retirement	82,791	68,431
Group insurance	112,479	103,045
Professional fees	59,268	65,553
Repairs and maintenance	104,130	147,158
Vehicle	10,193	8,230
Utilities and communication	163,146	167,964
Materials and supplies	105,140	76,138
Insurance	86,518	118,276
Office	21,787	31,669
Uniforms	6,923	8,110
Miscellaneous	6,624	4,780
Advertising	5,043	8,971
Award expenses	3,402	1,065
Sponsorship fees	16,151	31,484
Conference and travel	885	4,005
Security fees	156,992	155,379
Depreciation expense	948,156	943,203
League and tournament expense	-	876
Total St. Julien Sports Complex	<u>2,577,395</u>	<u>2,532,283</u>
Arceneaux Park -		
Utilities and communication	10,643	-
Materials and supplies	12,739	-
Professional fees	605	-
Miscellaneous	2	-
Repairs and maintenance	9,973	-
Total Arceneaux Park	<u>33,962</u>	<u>-</u>
Loss from operations	<u>(1,900,424)</u>	<u>(2,036,728)</u>
Nonoperating revenues (expenses):		
Interest income	16,913	16,239
Interest and fiscal agency fees	(1,014,835)	(1,038,342)
Operating grant	4,755	-
Loss on disposal of capital asset	(5,503)	(1,517)
Total nonoperating revenues (expenses)	<u>(998,670)</u>	<u>(1,023,620)</u>
Loss before capital contributions and transfers	<u>(2,899,094)</u>	<u>(3,060,348)</u>
Capital contribution	<u>-</u>	<u>3,500</u>
Transfers:		
Transfer from General Fund	82,687	92,467
Transfer from 2011 Recreation Sales Tax Fund	2,445,981	2,681,899
Total transfers	<u>2,528,668</u>	<u>2,774,366</u>
Change in net position	(370,426)	(282,482)
Net position, beginning	<u>11,292,589</u>	<u>11,575,071</u>
Net position, ending	<u>\$10,922,163</u>	<u>\$ 11,292,589</u>

CITY OF BROUSSARD, LOUISIANA
Enterprise Fund
Utility Fund

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

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

<u>Department</u>	<u>2021</u>	<u>2020</u>
Water	5,646	5,442
Sewer	4,437	4,260
Garbage	4,823	4,621

CITY OF BROUSSARD, LOUISIANA

Schedule of Insurance in Force
(Unaudited)
June 30, 2021

Description of Coverage	Policy Expiration Date	Coverage Amounts
Workmen's compensation:		
Employer's liability	12/01/21	\$1,000,000
Automobile:		
Liability	12/01/21	1,000,000
Property:		
Buildings, contents, machinery, and equipment	12/01/21	34,579,393
Boiler and machinery	12/01/21	50,000,000
General liability		
Aggregate	12/01/21	3,000,000
Products-Completed Operations Aggregate	12/01/21	3,000,000
Personal & Advertising Injury	12/01/21	1,000,000
Occurrence	12/01/21	1,000,000
Damages to Premises to City	12/01/21	100,000
Public Officials and Employment Practices:		
Aggregate	12/01/21	3,000,000
Public officials liability	12/01/21	1,000,000
Employment practices liability	12/01/21	1,000,000
Law enforcement	12/01/21	1,000,000
Special Risk:		
Fire department vehicles	12/01/21	1,000,000
Umbrella	12/01/21	5,000,000
Crime:		
Aggregate	12/01/21	1,000,000

CITY OF BROUSSARD, LOUISIANA

Justice System Funding Schedule - Collecting/Disbursing Entity
June 30, 2021

	First Six Month Period Ended <u>12/31/2020</u>	Second Six Month Period Ended <u>6/30/2021</u>
Beginning Balance of Amounts Collected	\$ 25,100	\$ 17,971
Add: Collections -		
Civil Fees	-	-
Bond Fees	-	-
Asset Forfeiture/Sale	-	-
Pre-Trial Diversion Program Fees	-	-
Criminal Court Costs/Fees	164,201	186,560
Criminal Fines - Contempt	13,345	15,088
Criminal Fines - Other	164,035	200,514
Restitution	-	-
Probation/Parole/Supervision Fees	-	-
Service/Collection Fees	10,744	14,483
Interest Earnings on Collected Balances	-	-
Other	-	-
Subtotal Collections	<u>352,325</u>	<u>416,645</u>
Less: Disbursements to Governments and Nonprofits -		
Louisiana Commission on Law Enforcement - Criminal Fines	4,023	4,754
Louisiana State Treasurer CMIS - Criminal Fines	4,707	5,280
Acadiana Criminalistics Lab	42,929	49,068
Lafayette Crime Stoppers	3,925	4,395
LA Association of Chiefs of Police	1,570	1,758
15th JDC Indigent Defender Fund	54,894	61,579
Louisiana Traumatic Head and Spinal Cord Injury Trust Fund	3,860	5,055
Louisiana Judicial College Collections	782	878
Department of Treasury, Handicap Parking Fees	275	275
LA Dept of Health & Hospitals THI/SCI - Criminal Fines	-	-
Louisiana Supreme Court - Criminal Fines	-	-
Less: Amounts Retained by Collecting Agency		
Amounts "Self-Disbursed" to Collecting Agency - Criminal Fines Other	231,745	258,427
Less: Disbursements to Individuals/3rd Party Collection or Processing Agencies		
Payments to 3rd Party Collection/Processing Agencies	<u>10,744</u>	<u>15,879</u>
Subtotal Disbursements/Retainage	<u>359,454</u>	<u>407,348</u>
Ending Balance of Amounts Collected but not Disbursed/Retained	<u>\$ 17,971</u>	<u>\$ 27,268</u>

INTERNAL CONTROL, COMPLIANCE

AND

OTHER MATTERS

KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA*
Brad E. Kolder, CPA, JD*
Gerald A. Thibodeaux, Jr., CPA*
Robert S. Carter, CPA*
Arthur R. Mixon, CPA*
Stephen J. Anderson, CPA*
Christine C. Doucet, CPA
Wanda F. Arcement, CPA, CVA
Bryan K. Joubert, CPA
Matthew E. Margaglio, CPA
Casey L. Ardoin, CPA, CFE

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

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

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

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

Victor R. Slaven, CPA* - retired 2020

* A Professional Accounting Corporation

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

WWW.KCSRPCAS.COM

The Honorable Ray Bourque,
and Members of the Board of Aldermen
City of Broussard, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Broussard, Louisiana (the City) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated November 23, 2021.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. 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 City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the 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 Accounting Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
November 23, 2021

CITY OF BROUSSARD, LOUISIANA

Summary Schedule of Current and Prior Year Findings
And Management's Corrective Action Plan (Continued)

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

A. Internal Control Findings –

There are no findings to report under this section.

B. Compliance Findings –

There are no findings to report under this section.

Part II. Prior Year Findings

A. Internal Control Findings –

There are no findings to report under this section

B. Compliance Findings –

There are no findings to report under this section.