

**TOWN OF GRAND ISLE
LOUISIANA**

**FINANCIAL REPORT
For the Fiscal Year Ended June 30, 2022**

TOWN OF GRAND ISLE, LOUISIANA

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INDEPENDENT AUDITOR'S REPORT

The Honorable David Camardelle, Mayor
and Members of the Town Council
Town of Grand Isle, Louisiana

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund, and the aggregate remaining fund information of the Town of Grand Isle, Louisiana, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Town of Grand Isle, Louisiana's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to on the previous page present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of the Town of Grand Isle, Louisiana, as of June 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town of Grand Isle, Louisiana and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town of Grand Isle, Louisiana's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison information, on pages 4-19 and 53-63 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Grand Isle, Louisiana’s basic financial statements. The combining and individual non-major fund financials, the Justice System Funding Schedule-Collecting/Disbursing Entity, the Justice System Funding Schedule-Receiving Entity, the Schedule of Compensation of Paid to Members of the Town Council, and the Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and individual non-major fund financial statements, the Justice System Funding Schedule and the Schedule of Compensation of Paid to Members of the Town Council, the Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer and the Schedule of Expenditures of Federal Awards, are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, the Justice System Funding Schedule-Collecting/Disbursing Entity, the Justice System Funding Schedule-Receiving Entity, the Schedule of Compensation of the Members of the Town Council and the Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer and the Schedule of Expenditures of Federal Awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 2023, on our consideration of the Town of Grand Isle, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town of Grand Isle, Louisiana’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Grand Isle, Louisiana’s internal control over financial reporting and compliance.

Camnetar & Co.

Camnetar & Co., CPAs
a professional accounting corporation
Gretna, Louisiana

March 29, 2023

INDEPENDENT AUDITOR'S REPORT

REQUIRED SUPPLEMENTARY INFORMATION (PART I)

MANAGEMENT'S DISCUSSION AND ANALYSIS

**TOWN OF GRAND ISLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022**

As management of the Town of Grand Isle, Louisiana, we offer readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town of Grand Isle, Louisiana for the fiscal year ended June 30, 2022.

We encourage readers to consider the information presented here in conjunction with the financial statements, which begin on page 20.

FINANCIAL HIGHLIGHTS

- The auditor's opinion was unmodified for the year ended June 30, 2022.
- ❖ The Town was devastated by the effects of Major Hurricane Ida. In the aftermath of the hurricane basic utilities and access to the Town was non-existent to extremely limited. The Town was under a declared state of emergency from the August 29, 2021 until September 29, 2022. The Town has regained its Utilities and access but the economy of the Town continues to suffer
- The total assets of the Town exceeded its liabilities at the close of the most recent fiscal year by \$18,285,124 (*net position*).

Of this amount,

\$15,681,899 or 85.8 percent, is invested in capital assets, such as building, equipment, vehicles, and infrastructure, net of related debt.

\$8,199 or 0.04 percent is restricted for water and gas utility fund deposits and required payments.

The remaining balance of \$2,595,026 (*unrestricted net position*) or 14.2 percent may be used to meet the government's ongoing obligations to citizens and creditors.

- The Town's total net position decreased by \$5,445,375 or 22.9 percent during the current year because total revenues \$18,820,114 were less than expenses \$21,620,124 by that amount. The decrease is found in both governmental activities and business-type activities.

The Town's decrease in the net position is attributable to a decrease in governmental activities net position of \$2,560,745 and a decrease in the business-type activities net position of \$2,884,628.

Of the Town's net position decrease in governmental activities net position 53 percent or \$1,361,362 is expenditures attributable to Hurricane Ida storm repairs and response in excess of the amounts recovered through Federal disaster assistance..

Of the Town's decrease in business type activities net position 92 percent or \$2,645,363 is related to transferring the Waterworks Utility System assets to Jefferson Parish.

- As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$ 2,699,202, a decrease of \$1,273,199 or 32.1 percent from the prior year

The government fund balance is made up of assigned and unassigned fund balances.

\$1,542,288 or 57.1 percent is categorized as *assigned fund balance* and

\$1,156,914 or 42.9 percent is categorized as *unassigned fund balance*.

Assigned fund balance is generally for a specific purpose, while unassigned fund balance is available for spending at the government's discretion

**TOWN OF GRAND ISLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022**

FINANCIAL HIGHLIGHTS (continued)

The unassigned fund balance for the general fund of \$1,156,914 is equal to 6.0 percent of current year general fund expenditures at the end of the current fiscal year.

- The Town's Business-type Enterprise Funds ended the year with a positive \$509,503 in net position, with the Water Utility Fund showing a net position of \$90,512 and the Gas Utility Fund showing \$418,991.
- The Town and the surrounding areas have been struck by hurricanes and tropical storms in 2005, 2008, 2012, 2017, 2019, 2020 and again in 2021. The Town continues to recover and rebuild. In addition to FEMA disaster assistance The Town has been awarded a \$1,360,892 Community Disaster Loan as a result of Hurricane Ida. The proceeds from the Community Disaster Loan were not received until after June 30, 2022.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-wide financial statements. The "government-wide financial statements" are designed to provide readers with a broad overview of the Town's finances, in a manner similar to a private-sector business.

The "*Statement of Net Position*" presents information on all of the Town's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

The "*Statement of Activities*" presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes).

Both of the government-wide financial statements are designed to distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The Town's governmental activities include executive, general government, public safety, public works, health and welfare and culture, recreation and tourism functions. The business-type activities of the Town include Waterworks and Gas utilities.

The government-wide financial statements include only the financial activities of the Town. The Town has reports on one "component unit" – the Community Center and Playground District No. 16 Special Revenue fund, which has been "blended" into the Town's operations.

The government-wide financial statements can be found on pages 20 and 21 of this report.

Fund financial statements. A "fund" is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Town's funds are classified into three categories: governmental funds, proprietary funds, and fiduciary funds.

**TOWN OF GRAND ISLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022**

OVERVIEW OF THE FINANCIAL STATEMENTS (continued)

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for "governmental funds" with similar information presented for "governmental activities" in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between "governmental fund" and "governmental activities".

The Town maintains seven governmental funds that are grouped for management purposes into various fund types. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances for the General fund and the Community Center and Playground District No. 16 Special Revenue Fund, all of which are considered to be "major" funds. Data from the other five governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of "combining statements" elsewhere in this report.

The Town adopts an annual appropriated budget for its General fund and for its one other major funds - the Community Center and Playground District No. 16 Special Revenue Fund. A budgetary comparison statement has been provided for each fund to demonstrate compliance with these budgets.

The basic governmental fund financial statements can be found on pages 22 to 25 of this report.

Proprietary funds. The Town maintains one type of proprietary fund – *Enterprise*. Enterprise funds are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Town uses enterprise funds to account for its Waterworks and Gas Utilities.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Waterworks Utilities fund and the Gas Utilities fund, both of which are considered to be major funds of the Town.

The basic proprietary fund financial statements can be found on pages 26 to 28 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government entity. The Town maintains one agency fund to account for donations received from the public for disaster relief. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the Town's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 29 to 31 of this report.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 31 to 52 of this report.

Other information. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the notes to the financial statements. Combining statements for non-major governmental can be found on pages 65 to 67 of this report. Individual fund statements and schedules, which show additional detailed financial information of some of the funds, are found on pages 68 to 69.

**TOWN OF GRAND ISLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

Net Position may serve over time as a use full indicator of a government's financial position. In the case of the Town, assets exceeded liabilities by \$18,285,125 at June 30, 2022.

A large portion of the Town's net position (\$15,681,899 or 85.8 percent) reflects its investment in capital assets (e.g., land, buildings, furniture and fixtures, machinery, vehicles and equipment, and infrastructure); net of any related debt used to acquire those assets that are still outstanding. The Town used these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other resources, since the capital assets themselves cannot be used to liquidate these liabilities.

The Town's *restricted net position* totals \$8,119 or .04 percent. These monies represent funds restricted to servicing the amounts payable to Jefferson Parish on the transfer of the water system, as well as funds held on deposit in the gas utilities fund.

The balance of *unrestricted net position* of \$2,595,026 or 14.2 percent may be used to meet the government's ongoing obligations to citizens and creditors.

At June 30, 2022, the Town is able to report positive balances in all three categories of total net position.

The condensed statement of net position for the year ended June 30, 2022 and 2021 is shown below

**TOWN OF GRAND ISLE, LOUISIANA
CONDENSED STATEMENT OF NET POSITION
JUNE 30, 2022 and 2021**

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2022	2021	2022	2021	2022	2021
ASSETS						
Current assets	\$ 3,315,857	\$ 4,306,093	\$ 327,537	\$ 315,668	\$ 3,643,394	\$ 4,621,761
Restricted assets	-	-	74,777	1,187,602	74,777	1,187,602
Capital assets	15,176,420	16,363,967	505,480	8,909,494	15,681,900	25,273,461
TOTAL ASSETS	<u>18,492,277</u>	<u>20,670,060</u>	<u>907,794</u>	<u>10,412,764</u>	<u>19,400,071</u>	<u>31,082,824</u>
DEFERRED OUTLOWS	<u>10,721,456</u>	<u>-</u>	<u>94,519</u>	<u>-</u>	<u>10,815,975</u>	<u>-</u>
LIABILITIES						
Other liabilities	11,338,089	333,692	426,232	114,029	11,764,321	447,721
Liabilities payable						
from restricted assets	-	-	66,578	66,559	66,578	66,559
Long-term liabilities	-	-	-	6,838,045	-	6,838,045
TOTAL LIABILITIES	<u>11,338,089</u>	<u>333,692</u>	<u>492,810</u>	<u>7,018,633</u>	<u>11,830,899</u>	<u>7,352,325</u>
DEFERRED INFLOWS	<u>100,023</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>100,023</u>	<u>-</u>
NET POSITION						
Net investment in capital assets	15,176,419	16,363,967	505,480	2,095,597	15,681,899	18,459,564
Restricted	-	-	8,199	1,120,843	8,199	1,120,843
Unrestricted	2,599,202	3,972,401	(4,176)	177,691	2,595,026	4,150,092
TOTAL NET POSITION	<u>\$ 17,775,621</u>	<u>\$ 20,336,368</u>	<u>\$ 509,503</u>	<u>\$ 3,394,131</u>	<u>\$ 18,285,124</u>	<u>\$ 23,730,499</u>

**TOWN OF GRAND ISLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

Changes in Net Position

As shown below, the Town's net position decreased by \$5,445,375 or 22.9 percent, during the current fiscal year. A breakdown of the increases and decreases follows.

**TOWN OF GRAND ISLE, LOUISIANA
CONDENSED STATEMENT OF ACTIVITIES AND CHANGES IN NET POSITION
For the Year Ended June 30, 2022 and 2021**

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2022	2021	2022	2021	2022	2021
REVENUES						
Program Revenues						
Charges for Services	\$ 1,018,414	\$ 1,183,975	\$ 229,295	\$ 353,485	\$ 1,247,709	\$ 1,537,460
Operating Grants	14,915,366	624,867	361,005	541,508	15,276,371	1,166,375
Capital Grants	-	554,613	94,519	-	94,519	554,613
General Revenues						
Property taxes	270,169	390,002	186,860	290,617	457,029	680,619
Sales taxes	687,391	768,908	-	-	687,391	768,908
Franchise taxes	84,435	132,264	-	-	84,435	132,264
Licenses and permits	174,542	188,542	-	-	174,542	188,542
State beer tax allocation	5,088	4,708	-	-	5,088	4,708
Riverboat admission fees	397,386	340,581	-	-	397,386	340,581
Video poker allocation	28,412	32,730	-	-	28,412	32,730
Unrestricted interest	9,182	7,150	666	1,156	9,848	8,306
Other	357,384	4,060	-	389	357,384	4,449
TOTAL REVENUES	17,947,769	4,232,400	872,345	1,187,155	18,820,114	5,419,555
EXPENSES						
Governmental activities						
Executive	84,794	125,560	-	-	84,794	125,560
General government	1,316,846	1,472,962	-	-	1,316,846	1,472,962
Storm repairs and expense	15,368,217	-	-	-	15,368,217	-
Public safety	1,100,351	1,128,248	-	-	1,100,351	1,128,248
Public works	1,911,623	2,392,102	-	-	1,911,623	2,392,102
Health and welfare	164,650	180,253	-	-	164,650	180,253
Culture, recreation, and tourism	562,033	765,351	-	-	562,033	765,351
Business-type activities						
Waterworks	-	-	577,718	873,505	577,718	873,505
Gas	-	-	533,892	413,630	533,892	413,630
TOTAL EXPENSES	20,508,514	6,064,476	1,111,610	1,287,135	21,620,124	7,351,611
TRANSFERS AND SPECIAL ITEMS						
Loss on transfer of water system	-	-	(2,645,363)	-	(2,645,363)	-
TOTAL TRANSFERS AND SPECIAL ITEMS	-	-	(2,645,363)	-	(2,645,363)	-
CHANGE IN NET POSITION						
	(2,560,745)	(1,832,076)	(2,884,628)	(99,980)	(5,445,373)	(1,932,056)
Net position - beginning of year	20,336,366	22,168,442	3,394,131	3,494,111	23,730,497	25,662,553
Net position - end of year	\$ 17,775,621	\$ 20,336,366	\$ 509,503	\$ 3,394,131	\$ 18,285,124	\$ 23,730,497

**TOWN OF GRAND ISLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

Governmental Activities. Governmental activities decreased the Town's net position by \$2,560,745. Key elements of this decrease are as follows:

Governmental Revenues

A comparison of the Town's governmental revenues for the year ended June 30, 2022 follows

**TOWN OF GRAND ISLE, LOUISIANA
GOVERNMENTAL ACTIVITIES REVENUES
For the Years Ended June 30, 2022 and 2021**

	<u>2022</u>	<u>% of Total</u>	<u>2021</u>	<u>% of Total</u>	<u>\$ Increase (Decrease) from Prior Year</u>	<u>% Increase (Decrease) from Prior Year</u>
Program Revenues						
Charges for Services	\$ 1,018,414	5.7%	\$ 1,183,975	28.0%	\$ (165,561)	-14.0%
Operating Grants	14,915,366	83.1%	624,867	14.8%	14,290,499	2287.0%
Capital Grants	-	0.0%	554,613	13.1%	(554,613)	-100.0%
General Revenues						
Property taxes	270,169	1.5%	390,002	9.2%	(119,833)	-30.7%
Sales taxes	687,391	3.8%	768,908	18.2%	(81,517)	-10.6%
Franchise taxes	84,435	0.5%	132,264	3.1%	(47,829)	-36.2%
Licenses and permits	174,542	1.0%	188,542	4.5%	(14,000)	-7.4%
State beer tax allocation	5,088	0.0%	4,708	0.1%	380	8.1%
Riverboat admission fees	397,386	2.2%	340,581	8.0%	56,805	16.7%
Video poker allocation	28,412	0.2%	32,730	0.8%	(4,318)	-13.2%
Unrestricted interest	9,182	0.1%	7,150	0.2%	2,032	28.4%
Other	357,384	2.0%	4,060	0.1%	353,324	8702.6%
TOTAL REVENUES	<u>\$ 17,947,769</u>	<u>100.0%</u>	<u>\$ 4,232,400</u>	<u>23.6%</u>	<u>\$ 13,715,369</u>	<u>324.1%</u>

- The **program revenue “charges for services”** represents money received from the public. The total amount received during 2022 was \$1,016,414, a decrease of \$165,561.
- **Operating and capital grants** for governmental activities combined totaled \$14,915,366 an increase of \$13,735,886. Due to Federal disaster assistance related to Hurricane Ida.
- **Property taxes** for governmental activities totaled \$270,169 a decrease of \$119,833. The cause of the decrease was the decrease of property value assessment due to Hurricane Ida.
- **Sales taxes** totaled \$687,391, a decrease of \$81,517 from the prior year. These taxes are collected for various reasons – general government, drainage, law enforcement, and tourism.
- **Other revenues** saw an increase of \$353,324 which represent donations and insurance proceeds received by the Town due to Hurricane Ida.

**TOWN OF GRAND ISLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

- **Franchise taxes** totaled \$84,435 for 2022, a decrease of \$47,829 over last year. This revenue comes from two sources - the electric utility and the cable utility.
- **Licenses and permits** for business and insurance activities within the Town totaled \$174,542 for 2022, an decrease of \$14,000 from the prior year.
- **Gaming fees and commissions** for governmental activities totaled \$397,386 for 2022, an increase of \$56,805. This amount comes from two sources (1) riverboat admission fees received from the Parish for the Boomtown casino and (2) from video poker commissions for machines located in the Town. The riverboat commissions were significantly higher due to increased activity as the casino fully recovered from Covid-19 shutdowns. Both of these revenue sources are susceptible to economic swings and the amount of disposable income in the community.
- **Unrestricted interest** totaled only \$9,182, an increase of \$2,032 from the prior year.

Governmental Expenses

A comparison of the Town's governmental expenses for the year ended June 30, 2022 follows

**TOWN OF GRAND ISLE, LOUISIANA
GOVERNMENTAL ACTIVITIES EXPENSES
For the Years Ended June 30, 2022 and 2021**

	<u>2022</u>	<u>% of Total</u>	<u>2021</u>	<u>% of Total</u>	<u>\$ Increase (Decrease) from Prior Year</u>	<u>% Increase (Decrease) from Prior Year</u>
Governmental activities expenditures						
Executive	\$ 84,794	0.4%	\$ 125,560	2.1%	\$ (40,766)	-32.5%
General government	1,316,846	6.4%	1,472,962	24.3%	(156,116)	-10.6%
Storm repairs and response	15,368,217	74.9%	-	-	15,368,217	-
Public safety	1,100,351	5.4%	1,128,248	18.6%	(27,897)	-2.5%
Public works	1,911,623	9.3%	2,392,102	39.4%	(480,479)	-20.1%
Health and welfare	164,650	0.8%	180,253	3.0%	(15,603)	-8.7%
Culture, recreation, and tourism	562,033	2.7%	765,351	12.6%	(203,318)	-26.6%
TOTAL EXPENDITURES	<u>\$ 20,508,514</u>	<u>100.0%</u>	<u>\$ 6,064,476</u>	<u>100.0%</u>	<u>\$ 14,444,038</u>	<u>238.2%</u>

For 2022, governmental activity expenses totaled \$20,518,514 an increase of \$14,444,038 over 2021. The expenses were for the following functions:

- \$84,794 was in incurred by the Executive function which accounts for the Mayor's office.
- \$1,316,846 was incurred by General Government, which accounts for finance, tax and planning, and general government activities (including some general infrastructure and facilities, such as the Multiplex Center).
- \$1,100,351 was incurred for Public Safety, which accounts for the Town's police and civil defense departments.
- \$1,911,623 was incurred for Public Works, which accounts for the streets and sanitation departments.
- \$164,650 was incurred for Health and Welfare, which accounts for the mosquito fund.
- \$563,618 was incurred by the Culture, Recreation and Tourism function, which accounts for the operations of the Community Center and Playground District No. 16, as well as the Town's tourism office.
- The Town incurred \$15,368,217 in Hurricane Ida storm related repairs and response expenditures.

**TOWN OF GRAND ISLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

Business-type Activities. Business-type activities decreased the Town's net position by \$2,884,628.

Business-type Activities - Revenues

A breakdown of the revenues received by the Town's business-type activities is as follows:

**TOWN OF GRAND ISLE, LOUISIANA
BUSINESS-TYPE ACTIVITIES REVENUES
For the Years Ended June 30, 2022 and 2021**

	<u>2022</u>	<u>% of Total</u>	<u>2021</u>	<u>% of Total</u>	<u>\$ Increase (Decrease) from Prior Year</u>	<u>% Increase (Decrease) from Prior Year</u>
Program Revenues						
Charges for Services	\$ 229,295	26.3%	\$ 353,485	29.8%	\$ (124,190)	-35.1%
Operating Grants	361,005	41.4%	541,508	45.6%	(180,503)	-33.3%
Federal disaster assistance	94,519	10.8%	-	0.0%	94,519	-
General Revenues						
Property taxes	186,860	21.4%	290,617	24.5%	(103,757)	-35.7%
Unrestricted interest	666	0.1%	1,156	0.1%	(490)	-42.4%
Other	-	0.0%	389	0.0%	(389)	-100.0%
TOTAL REVENUES	<u>\$ 872,345</u>	<u>100.0%</u>	<u>\$ 1,187,155</u>	<u>100.0%</u>	<u>\$ (314,810)</u>	<u>-26.5%</u>

The decline in revenue is directly related to the impacts of Hurricane Ida.

Business-type Activities - Expenses

A breakdown of the expenses of the Town's business-type activities is as follows:

**TOWN OF GRAND ISLE, LOUISIANA
BUSINESS TYPE - ACTIVITIES EXPENSES
For the Years Ended June 30, 2022 and 2021**

	<u>2022</u>	<u>% of Total</u>	<u>2021</u>	<u>% of Total</u>	<u>\$ Increase (Decrease) from Prior Year</u>	<u>% Increase (Decrease) from Prior Year</u>
OPERATING EXPENSES						
Personal services	\$ 211,366	5.6%	\$ 196,423	15.3%	\$ 14,943	7.6%
Contracted services	68,746	1.8%	50,977	4.0%	17,769	34.9%
Materials and supplies	18,637	0.5%	13,073	1.0%	5,564	42.6%
General and administrative	137,297	3.7%	222,303	17.3%	(85,006)	-38.2%
Storm repairs and response	105,021	2.8%	-	0.0%	105,021	-
Depreciation and amortization	358,724	9.5%	467,245	36.3%	(108,521)	-23.2%
TOTAL OPERATING EXPENSES	<u>899,791</u>	<u>23.9%</u>	<u>950,021</u>	<u>73.8%</u>	<u>(50,230)</u>	<u>-5.3%</u>
NON-OPERATING EXPENSES						
Interest expense	211,819	5.6%	337,114	26.2%	(125,295)	-37.2%
SPECIAL ITEMS						
Loss on transfer of water system	2,645,363	70.4%	-	0.0%	2,645,363	--
TOTAL SPECIAL ITEMS	<u>2,645,363</u>	<u>70.4%</u>	<u>-</u>	<u>0.0%</u>	<u>2,645,363</u>	<u>--</u>
TOTAL EXPENSES	<u>\$ 3,756,973</u>	<u>100.0%</u>	<u>\$ 1,287,135</u>	<u>100.0%</u>	<u>\$ 2,469,838</u>	<u>191.9%</u>

**TOWN OF GRAND ISLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

Business-type Activities – Expenses (continued)

As noted above, operating expenses totaled \$899,791 of a decrease of 5.3 percent from the prior year. The Town recorded \$105,021 in Hurricane Ida related storm repairs and response in the current fiscal year. The decrease in depreciation expense is related to the conveyance of the Waterworks Utilities water system to Jefferson Parish. The Town recorded a loss on the transfer of the water system of \$2,645,363

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of the Town's "governmental funds" is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the Town's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of June 30, 2022, the Town's governmental funds reported combined ending fund balances of \$ 2,699,202 , a decrease of \$1,273,199 or 32.1 percent from the prior year. Of this amount, \$ 1,542,288 or 57.1 percent is categorized as *assigned fund balance* and \$ 1,156,914 or 42.9 percent of this total constitutes *unassigned fund balance*, which is available for spending at the government's discretion.

As noted above, the governmental funds include the general operating funds of the Town (i.e., the General Fund, the Community Center and Playground District No. 16 Special Revenue Fund, and the other non-major Special Revenue funds). Overall revenues of the Governmental Funds have increased and decreased significantly over the past 5 years (mostly due to one-time grants – especially FEMA grants and other public works-related grants, as well as the BP Economic Loss settlement.

The **General fund** is the chief operating fund of the Town. At June 30, 2022, unassigned fund balance of the General fund was \$1,156,914 which is 42.9 percent of the total governmental fund balance. The fund balance of the Town's General fund decreased by \$1,480,215 or 56.1 percent, during the current fiscal year. Key elements of this change are illustrated in the following schedules and noted below.

- The General Fund's revenues totaled \$ 17,262,818, while expenditure totaled \$18,839,755. The Town Fund received \$100,000 as a loan from Jefferson Parish to meet the financial needs of the Town due to Hurricane Ida. The loan has not been repaid.
- General Fund revenues increased by \$13,780,150 from the prior year due primarily from Hurricane Ida disaster assistance received from the federal government, offset by a decline in property tax revenues. The decline in property assessments due to the damages caused by Hurricane Ida was the factor in the decline of property tax revenues. Non-federal revenues of \$3,024,784 in 2022 decreased by \$21,389 compared to non-federal revenues of \$3,046,173 in 2021. The represents a 0.7% decline of non-federal revenues in 2022 from 2021
- Expenditures totaled \$18,839,755 an increase of \$14,936,711 over the prior year. Of the increase in expenditures \$15,376,219 is attributable to Hurricane Ida storm damage expenditures offset by a decline in general government and public works spending also attributable to Hurricane Ida.

**TOWN OF GRAND ISLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022**

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS (continued)

**TOWN OF GRAND ISLE, LOUISIANA
GOVERNMENTAL FUNDS - GENERAL FUND
CHANGE IN FUND BALANCE
JUNE 30, 2022 and 2021**

	<u>2022</u>	<u>2021</u>	\$ Increase (Decrease) from Prior Year	% Increase (Decrease) from Prior Year
REVENUES				
Taxes	999,049	1,242,838	(243,789)	-19.6%
Licenses and permits	342,657	405,040	(62,383)	-15.4%
Intergovernmental				
Federal disaster assistance	13,972,110	-	13,972,110	--
Federal	265,924	436,495	(170,571)	-39.1%
State	252,547	244,920	7,627	3.1%
Local	-	2,240	(2,240)	-100.0%
Gaming fees and commissions	425,798	373,311	52,487	14.1%
Fines and forfeitures	96,058	74,834	21,224	28.4%
Charges for services	516,852	639,113	(122,261)	-19.1%
Interest	8,618	6,431	2,187	34.0%
Miscellaneous	383,205	57,446	325,759	567.1%
TOTAL REVENUES	<u>17,262,818</u>	<u>3,482,668</u>	<u>13,780,150</u>	<u>395.7%</u>
EXPENDITURES				
Executive	115,917	123,212	(7,295)	-5.9%
General government	1,226,200	1,385,536	(159,336)	-11.5%
General government-storm damages	15,376,219	-	15,376,219	--
Public safety	1,101,835	1,059,788	42,047	4.0%
Public works	952,140	1,259,390	(307,250)	-24.4%
Culture, recreation and tourism	67,444	75,118	(7,674)	-10.2%
TOTAL EXPENDITURES	<u>18,839,755</u>	<u>3,903,044</u>	<u>14,936,711</u>	<u>382.7%</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(1,576,937)</u>	<u>(420,376)</u>	<u>(1,156,561)</u>	<u>275.1%</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(3,278)	(113,088)	109,810	-97.1%
Loan from Jefferson Parish	100,000	-	100,000	0.0%
TOTAL OTHER FINANCING SOURCES (USES)	<u>96,722</u>	<u>(113,088)</u>	<u>209,810</u>	<u>-185.5%</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	(1,480,215)	(533,464)	(946,751)	177.5%
FUND BALANCE				
Beginning of year	2,637,129	3,170,593	(533,464)	-16.8%
End of year	<u>\$ 1,156,914</u>	<u>\$ 2,637,129</u>	<u>(1,480,215)</u>	<u>-56.1%</u>

**TOWN OF GRAND ISLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022**

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS (continued)

In addition to the General Fund, the Town reported one additional "major" fund for the year ended June 30, 2022. The Community Center and Playground District No. 16 Special Revenue Fund had revenues of \$337,742, expenditures of \$253,634, and an ending fund balance of \$969,381.

The Community Center's primary source of revenues is from Jefferson Parish for ad valorem taxes collected by the Parish and dedicated to the Town for the operations of the Community Center and Playground District. Total Revenue recognized from this source in the current fiscal year was \$332,028 and is reported as "Intergovernmental" Revenue.

Principal expenditures from this fund are for salaries, insurance and maintenance of facilities.

**TOWN OF GRAND ISLE, LOUISIANA
GOVERNMENTAL FUNDS - COMMUNITY CENTER AND PLAYGROUND DIST. NO. 16
CHANGE IN FUND BALANCE
JUNE 30, 2022 and 2021**

	<u>2022</u>	<u>2021</u>	<u>\$ Increase (Decrease) from Prior Year</u>	<u>% Increase (Decrease) from Prior Year</u>
REVENUES				
Intergovernmental - Local	\$ 332,028	\$ 500,533	\$ (168,505)	-33.7%
Federal financial assistance	1,426	-	1,426	-
Interest	183	109	74	67.9%
Miscellaneous	4,105	1,400	2,705	193.2%
TOTAL REVENUES	<u>337,742</u>	<u>502,042</u>	<u>(164,300)</u>	<u>-32.7%</u>
EXPENDITURES				
Culture, recreation and tourism	252,049	450,592	(198,543)	-44.1%
Storm repairs and response	1,585	-	1,585	-
TOTAL EXPENDITURES	<u>253,634</u>	<u>450,592</u>	<u>(196,958)</u>	<u>-43.7%</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	<u>84,108</u>	<u>51,450</u>	<u>32,658</u>	<u>63.5%</u>
FUND BALANCE				
Beginning of year	885,273	833,823	51,450	6.2%
End of year	<u>\$ 969,381</u>	<u>\$ 885,273</u>	<u>\$ 84,108</u>	<u>9.5%</u>

The Town's other governmental funds recorded revenue of \$ 347,207 and expenditures of \$227,577. Sixty percent of the Town's other government fund revenue this year was recognized by the Mosquito Control Special Revenue Fund (which received \$207,463 from mosquito fees), and the Drainage District No. 1 (which received sales taxes of \$42,945). The Town recorded \$63,100 in receipts related to the Community Fair in the current fiscal year. The revenues and expenditures in these funds were comparable to that of prior periods.

Proprietary Funds. The Town's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The two funds are the Waterworks Utilities Enterprise fund and the Gas Utilities Enterprise fund. Factors concerning the finances of these two funds have already been addressed in the discussion of the Town's business-type activities (see above).

**TOWN OF GRAND ISLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022**

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS (continued)

Custodial Funds. The Town maintains one fiduciary custodial fund in order to account for monies collected on behalf of others. The Grand Isle Relief fund is used to account for donations from the public for disaster relief to Town's citizens. At year end, \$30,896 was held in this fund.

BUDGETARY HIGHLIGHTS OF THE TOWN'S MAJOR FUNDS

General Fund

Final fiscal year 2022 budgeted revenues of the General Fund decreased by \$487,150 (from prior year actual revenues). Current year budgeted expenditures of the General Fund were decreased by \$455,106.00 (from prior year actual expenditures).

- Actual General Fund revenues came in \$13,517,568 over budgeted revenues. Federal disaster assistance accounted for \$13,972,110 of the amount over budget..
- Actual General Fund expenditures were \$14,592,302 or 343.6 percent over the budgeted expenditures. The Town did not amend their budget for the Hurricane Ida storm damage expenditures.

**TOWN OF GRAND ISLE, LOUISIANA
GOVERNMENTAL FUNDS - GENERAL FUND
REVENUES AND EXPENDITURES - FEDERAL AND NON-FEDERAL
BUDGET AND ACTUAL
For the Year Ended June 30, 2022**

	Actual 2022	Final Budget 2022	\$ Variance with Final Budget Positive (Negative)	% Variance with Final Budget Positive (Negative)
REVENUES				
Federal disaster assistance	13,972,110	-	13,972,110	--
All other revenues	3,290,708	3,745,250	(454,542)	-12.1%
TOTAL REVENUES	17,262,818	3,745,250	13,517,568	360.9%
EXPENDITURES				
Storm repairs and response	15,376,219	5,000	15,371,219	307424.4%
All other expenditures	3,463,536	4,242,453	(778,917)	-18.4%
TOTAL EXPENDITURES	18,839,755	4,247,453	14,592,302	343.6%

Community Center Fund

The Community Center and Playground District No. 16 Special Revenue Fund had revenues come in \$160,007 under budget and expenditures come in \$310,376 under budget.

The major difference in Budgeted Expenditures to actual are related to the impact of Hurricane Ida.

**TOWN OF GRAND ISLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022**

BUDGETARY HIGHLIGHTS OF THE TOWN'S MAJOR FUNDS (continued)

**TOWN OF GRAND ISLE, LOUISIANA
GOVERNMENTAL FUNDS - GENERAL FUND
BUDGET AND ACTUAL
JUNE 30, 2022**

	Actual 2022	Final Budget 2022	Variance with Final Budget Positive (Negative)
REVENUES			
Taxes	\$ 999,049	\$ 1,355,605	\$ (356,556)
Licenses and permits	342,657	505,250	(162,593)
Intergovernmental			
Federal disaster assistance	13,972,110	-	13,972,110
Other	518,471	641,645	(123,174)
Gaming fees and commissions	425,798	377,500	48,298
Fines and forfeitures	96,058	75,050	21,008
Charges for services	516,852	702,300	(185,448)
Interest	8,618	5,500	3,118
Miscellaneous	383,205	82,400	300,805
TOTAL REVENUES	17,262,818	3,745,250	13,517,568
EXPENDITURES			
Executive	115,917	133,000	(17,083)
General government	1,226,200	1,650,890	(424,690)
Storm repairs and response	15,376,219	5,000	15,371,219
Public safety	1,101,835	1,026,427	75,408
Public works	952,140	1,351,486	(399,346)
Culture, recreation and tourism	67,444	80,650	(13,206)
TOTAL EXPENDITURES	18,839,755	4,247,453	(14,592,302)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,576,937)	(502,203)	28,109,870
OTHER FINANCING SOURCES (USES)			
Transfers out	(3,278)	-	(3,278)
Loan from Jefferson Parish	100,000	-	100,000
TOTAL OTHER FINANCING SOURCES (USES)	96,722	-	96,722
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	(1,480,215)	(502,203)	(978,012)
FUND BALANCE			
Beginning of year	2,637,129	2,637,129	-
End of year	\$ 1,156,914	\$ 2,134,926	\$ (978,012)

**TOWN OF GRAND ISLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022**

BUDGETARY HIGHLIGHTS OF THE TOWN'S MAJOR FUNDS (continued)

Community Center and Playground District No. 16

**TOWN OF GRAND ISLE, LOUISIANA
GOVERNMENTAL FUNDS - COMMUNITY CENTER AND PLAYGROUND DIST. NO. 16
BUDGET AND ACTUAL
JUNE 30, 2022**

	Actual 2022	Final Budget 2022	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental			
Federal disaster assistance	1,426	\$ -	\$ 1,426
Other	332,028	488,000	(155,972)
Charges for services	-	5,000	(5,000)
Interest	184	2,250	(2,066)
Miscellaneous	4,105	2,500	1,605
TOTAL REVENUES	337,743	497,750	(160,007)
EXPENDITURES			
Culture, recreation and tourism	252,049	564,010	311,961
Storm repairs and response	1,585	-	(1,585)
TOTAL EXPENDITURES	253,634	564,010	310,376
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES			
	84,109	(66,260)	150,369
FUND BALANCE			
Beginning of year	885,272	885,272	-
End of year	\$ 969,381	\$ 819,012	\$ 150,369

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. The Town's net investment in capital assets for its governmental and business-type activities as of June 30, 2022 amounts to \$15,681,900 (net of accumulated depreciation), a decrease of \$9,591,561 or 38.0 percent. This investment in capital assets includes land, buildings, furniture and fixtures, machinery, vehicles and equipment, and infrastructure (including streets and roadways), and is shown net of any debt related to financing the assets. The reduction in net investment in capital assets is primarily attributable to depreciation expense and reduction of associated debt.

**TOWN OF GRAND ISLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022**

CAPITAL ASSET AND DEBT ADMINISTRATION (continued)

**TOWN OF GRAND ISLE, LOUISIANA
CAPITAL ASSETS (NET OF DEPRECIATION)
June 30, 2022 and 2021**

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Land	\$ 382,830	\$ 382,830	\$ -	\$ -	\$ 382,830	\$ 382,830
Construction in progress	552,578	524,438	-	-	552,578	524,438
Buildings and improvemer	6,558,019	6,756,291	-	-	6,558,019	6,756,291
Furniture and fixtures	77,554	60,858	301	606	77,855	61,464
Heavy equipment	444,156	332,412	-	-	444,156	332,412
Vehicles	245,002	118,981	44,614	54,794	289,616	173,775
Infrastructure	6,916,281	8,188,157	460,565	8,854,094	7,376,846	17,042,251
Total Capital Assets,						
Net of Depreciation	\$ 15,176,420	\$ 16,363,967	\$ 505,480	\$ 8,909,494	\$ 15,681,900	\$ 25,273,461

Long-term Debt.

At June 30, 2022, the Town had no outstanding long-term debt.

On August 25, 2021 the Town of Grand Isle conveyed unto the Consolidated Waterworks District No. 2 of Jefferson Parish, Louisiana (the District) the Barataria water tank and pumping station for Lafitte to Grand Isle water pipeline site, the Grand Isle water tank and pumping station for Lafitte to Grand Isle water pipeline site, the Lafitte to Grand Isle water pipeline, the Cheniere Caminada water tower and water tank site, the Birch Lane water tanks and new water tower site, the Birch Lane at LA Hwy 1 former water tower site.

The properties were conveyed unto the District, due to the District having assumed the Town's potable water distribution system in 2006. In August 2021, upon conveyance of the property, the District assumed the Town's debt for the water pipeline that consisted of two USDA Rural Development Water Revenue Bonds, Series 2000, numbered R-1 and R-2 with a combined debt balance at July 1, 2021 of \$6,838,045.

The Town agreed to forward to the District 4.392 mill of the 5.49 mill of ad valorem taxes the Town levies for the Waterworks and Gas Utility funds from tax years 2021 and 2022.

The Town agreed to transfer to the District all monies held in the Town's Waterworks Utilities restricted asset accounts.

The Water revenue bonds relate to the construction of the Grand Isle to Lafitte waterline were paid off by Jefferson Parish on March 29, 2022

**TOWN OF GRAND ISLE, LOUISIANA
OUTSTANDING DEBT
JUNE 30, 2022**

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2022	2021	2022	2021	2022	2021
Water Revenue Bonds	\$ -	\$ -	\$ -	\$ 6,838,045	\$ -	\$ 6,838,045
Total	\$ -	\$ -	\$ -	\$ 6,838,045	\$ -	\$ 6,838,045

**TOWN OF GRAND ISLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- ❖ The Town was devastated by the effects of Major Hurricane Ida. In the aftermath of the hurricane basic utilities and access to the Town was non-existent to extremely limited. The Town has regained its utilities and access but the economy of the Town continues to suffer.
- ❖ The Town received over \$3.2 million in FEMA funding for hurricane expenditures and was approved for a Community Disaster Loan in the amount of \$1,360,892. The funds were received subsequent to June 30, 2022.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Mayor David Camardelle, Town of Grand Isle, PO Box 200, Ludwig Lane, Grand Isle, LA 70358.

BASIC FINANCIAL STATEMENTS

GOVERNMENT WIDE FINANCIAL STATEMENTS

**TOWN OF GRAND ISLE, LOUISIANA
STATEMENT OF NET POSITION
JUNE 30, 2022**

**TOWN OF GRAND ISLE, LOUISIANA
STATEMENT OF NET POSITION
JUNE 30, 2022**

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS			
Cash and cash equivalents	\$ 955,459	\$ 67,129	\$ 1,022,588
Investments	819,505	-	819,505
Receivables (net of allowance for uncollectibles)	1,118,808	116,245	1,235,053
Internal balances	422,085	144,163	566,248
Restricted assets:			
Temporarily restricted:			
Cash and cash equivalents	-	74,777	74,777
Capital assets (net of accumulated depreciation)	15,176,420	505,480	15,681,900
TOTAL ASSETS	<u>18,492,277</u>	<u>907,794</u>	<u>19,400,071</u>
DEFERRED OUTFLOWS OF RESOURCES			
FEMA Receivable - disaster assistance	<u>10,721,456</u>	<u>94,519</u>	<u>10,815,975</u>
LIABILITIES			
Accounts payable and other current liabilities	11,080,113	9,643	11,089,756
Due to taxing bodies and others	105,588	-	105,588
Internal balances	152,388	416,589	568,977
Liabilities payable from restricted assets	-	66,578	66,578
TOTAL LIABILITIES	<u>11,338,089</u>	<u>492,810</u>	<u>11,830,899</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred revenue - disaster assistance	<u>100,023</u>	<u>-</u>	<u>100,023</u>
NET POSITION			
Net investment in capital assets	15,176,419	505,480	15,681,900
Restricted for:			
Debt service	-	6,419	6,419
Other	-	1,780	1,780
Unrestricted	2,599,202	(4,176)	2,595,026
TOTAL NET POSITION	<u>\$ 17,775,621</u>	<u>\$ 509,503</u>	<u>\$ 18,285,125</u>

The accompanying notes are an integral part of this statement.

TOWN OF GRAND ISLE, LOUISIANA
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2022

FUNCTION/PROGRAM	EXPENDITURES	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	PRIMARY GOVERNMENT		TOTAL
					GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	
Primary Government							
Governmental Activities							
Executive	\$ 84,794	\$ -	\$ -	\$ -	\$ (84,794)	\$ -	\$ (84,794)
General government	1,316,846	31,943	265,924	-	(1,018,979)	-	(1,018,979)
Storm repairs and response	15,368,217	-	14,006,855	-	(1,361,362)	-	(1,361,362)
Public safety	1,100,351	264,173	-	-	(836,178)	-	(836,178)
Public works	1,911,623	514,835	189,987	-	(1,206,801)	-	(1,206,801)
Health and welfare	164,650	207,463	-	-	42,813	-	42,813
Culture, recreation, and tourism	562,033	-	452,600	-	(109,433)	-	(109,433)
Total governmental activities	\$ 20,508,514	\$ 1,018,414	\$ 14,915,366	\$ -	\$ (4,574,734)	\$ -	\$ (4,574,734)
Business-type activities							
Waterworks	\$ 577,718	\$ -	\$ 361,005	\$ -	\$ -	\$ (216,713)	\$ (216,713)
Gas	533,892	229,295	-	94,519	-	(210,078)	(210,078)
Total business-type activities	\$ 1,111,610	\$ 229,295	\$ 361,005	\$ 94,519	\$ -	\$ (426,791)	\$ (426,791)
TOTAL PRIMARY GOVERNMENT	\$ 21,620,124	\$ 1,247,709	\$ 15,276,371	\$ 94,519	\$ (4,574,734)	\$ (426,791)	\$ (5,001,525)
GENERAL REVENUES							
Property taxes					270,169	186,860	457,029
Sales taxes:							
General					567,631	-	567,631
Drainage					42,945	-	42,945
Law enforcement					27,451	-	27,451
Hotel/motel					49,364	-	49,364
Franchise taxes					84,435	-	84,435
Licenses and permits					174,542	-	174,542
State beer tax allocation					5,088	-	5,088
Riverboat admission fees					397,386	-	397,386
Video poker allocation					28,412	-	28,412
Unrestricted interest					9,182	666	9,848
Other					357,384	-	357,384
TOTAL GENERAL REVENUE AND TRANSFERS					2,013,989	187,526	2,201,515
TRANSFERS AND SPECIAL ITEMS							
Loss on transfer of water system to Jefferson Parish					-	(2,645,363)	(2,645,363)
TOTAL TRANSFERS AND SPECIAL ITEMS					-	(2,645,363)	(2,645,363)
CHANGE IN NET POSITION					(2,560,745)	(2,884,628)	(5,445,373)
NET POSITION							
Beginning of year					20,336,366	3,394,131	23,730,497
End of year					\$ 17,775,621	\$ 509,503	\$ 18,285,124

The accompanying notes are an integral part of this statement.

FUND FINANCIAL STATEMENTS

TOWN OF GRAND ISLE, LOUISIANA
GOVERNMENTAL FUNDS
BALANCE SHEET
June 30, 2022

	<u>GENERAL</u>	<u>COMMUNITY CENTER AND PLAYGROUND DIST NO. 16</u>	<u>OTHER GOVERNMENTAL FUNDS</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
ASSETS				
Cash and cash equivalents	\$ 253,740	\$ 141,426	\$ 560,292	\$ 955,458
Investments	785,160	34,345	-	819,505
Receivables (net of allowance for uncollectibles)	421,538	697,273	-	1,118,811
Due from other funds	478,261	138,843	33,058	650,162
TOTAL ASSETS	<u>1,938,699</u>	<u>1,011,887</u>	<u>593,350</u>	<u>3,543,936</u>
DEFERRED OUTFLOWS OF RESOURCES				
FEMA Receivable - disaster assistance	10,703,332	1,426	16,698	10,721,456
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 12,642,031</u>	<u>\$ 1,013,313</u>	<u>\$ 610,048</u>	<u>\$ 14,265,392</u>
LIABILITIES				
Accounts payable	\$ 11,056,279	\$ -	\$ -	\$ 11,056,279
Accrued payroll and deductions	23,403	432	-	23,835
Due to other funds	299,824	43,500	37,141	380,465
Due to taxing bodies and others	5,588	-	-	5,588
TOTAL LIABILITIES	<u>11,385,094</u>	<u>43,932</u>	<u>37,141</u>	<u>11,466,167</u>
DEFERRED INFLOWS OF RESOURCES				
FEMA Receivable - disaster assistance	100,023	-	-	100,023
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	969,381	572,907	1,542,288
Unassigned	1,156,914	-	-	1,156,914
TOTAL FUND BALANCES	<u>1,156,914</u>	<u>969,381</u>	<u>572,907</u>	<u>2,699,202</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 12,642,031</u>	<u>\$ 1,013,313</u>	<u>\$ 610,048</u>	<u>\$ 14,265,392</u>

The accompanying notes are an integral part of this statement.

TOWN OF GRAND ISLE, LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
June 30, 2022

Amounts reported for governmental activities in the Statement of Net Position (page 20) are different because:

Total Fund Balances at June 30, 2022 - Governmental Funds (page 22)	\$	2,699,202
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$41,625,498 and the accumulated depreciation is \$25,261,531.		15,148,279
Loan from Jefferson Parish		(100,000)
Total Net Position of Governmental Activities at June 30, 2022 (page 20)	<u>\$</u>	<u>17,747,481</u>

The accompanying notes are an integral part of this statement.

**TOWN OF GRAND ISLE, LOUISIANA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
For the Year Ended June 30, 2022**

	GENERAL	COMMUNITY CENTER AND PLAYGROUND DIST NO. 16	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES				
Taxes				
Property taxes	\$ 270,168	\$ -	\$ -	\$ 270,168
Sales taxes	644,446	-	42,945	687,391
Franchise taxes	84,435	-	-	84,435
Licenses and permits	342,657	-	-	342,657
Intergovernmental				
Federal - disaster assistance	13,972,110	1,426	33,319	14,006,855
Federal - other	265,924	-	-	265,924
State	252,547	-	-	252,547
Local	-	332,028	-	332,028
Gaming fees and commissions	425,798	-	-	425,798
Fines and forfeitures	96,058	-	-	96,058
Charges for services	516,852	-	207,463	724,315
Interest	8,618	184	380	9,182
Miscellaneous	383,205	4,105	63,100	450,410
TOTAL REVENUES	17,262,818	337,743	347,207	17,681,844
EXPENDITURES				
Current				
Executive	115,917	-	-	115,917
General government	1,226,200	-	-	1,226,200
Storm repairs and response	15,376,219	1,585	18,553	15,396,357
Public safety	1,101,835	-	-	1,101,835
Public works	952,140	-	46,223	998,363
Health and welfare	-	-	158,033	158,033
Culture, recreation and tourism	67,444	252,049	4,768	324,261
TOTAL EXPENDITURES	18,839,755	253,634	227,577	19,320,966
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,576,937)	84,109	119,630	(1,639,122)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	3,278	3,278
Transfers out	(3,278)	-	-	(3,278)
Loan proceeds from Jefferson Parish	100,000	-	-	100,000
TOTAL OTHER FINANCING SOURCES (USES)	96,722	-	3,278	100,000
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	(1,480,215)	84,109	122,908	(1,273,198)
FUND BALANCE				
Beginning of year	2,637,129	885,272	449,999	3,972,400
End of year	<u>\$ 1,156,914</u>	<u>\$ 969,381</u>	<u>\$ 572,907</u>	<u>\$ 2,699,202</u>

The accompanying notes are an integral part of this statement.

TOWN OF GRAND ISLE, 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, 2022

Amounts reported for governmental activities in the Statement of Activities (page 21) are different because:

Net change in fund balances - total governmental funds (page 22)	\$ (1,273,198)
------------------------------------------------------------------	----------------

Reconciling items:

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. This is the amount by which depreciation exceeded capital outlays in the current period.

Capital outlay	495,353
Depreciation expense	(1,711,040)
Loan from Jefferson Parish	(100,000)
Change in net position of governmental activities (page 21)	\$ (2,588,885)

The accompanying notes are an integral part of this statement.

**TOWN OF GRAND ISLE, LOUISIANA
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 June 30, 2022**

	BUSINESS-TYPE ACTIVITES - ENTERPRISE FUNDS		
	WATERWORKS	GAS	TOTAL
	UTILITY FUND	UTILITY FUND	
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 15,031	\$ 52,098	\$ 67,129
Receivables (net of allowance for uncollectibles)	-	116,245	116,245
Due from other funds	82,119	62,044	144,163
Restricted assets:			
Temporarily restricted:			
Cash and cash equivalents	6,419	68,358	74,777
Capital assets (net of accumulated depreciation)	-	505,480	505,480
TOTAL ASSETS	\$ 103,569	\$ 804,225	\$ 907,794
DEFERRED INFLOWS OF RESOURCES			
Fema Receivable - disaster assistance	\$ -	\$ 94,519	\$ 94,519
LIABILITIES			
Current Liabilities			
Accounts payable	\$ -	\$ 7,047	\$ 7,047
Accrued payroll and deductions	-	2,596	2,596
Due to other funds	13,057	403,532	416,589
Liabilities payable from restricted assets:			
Customer deposits	-	59,208	59,208
Due to other funds	-	7,370	7,370
TOTAL LIABILITIES	13,057	479,753	492,810
NET POSITION			
Invested in capital assets, net of related debt	-	505,480	505,480
Restricted for:			
Debt service	6,419	-	6,419
Other	-	1,780	1,780
Unrestricted	84,093	(88,269)	(4,176)
TOTAL NET POSITION	\$ 90,512	\$ 418,991	\$ 509,503

The accompanying notes are an integral part of this statement.

**TOWN OF GRAND ISLE, LOUISIANA
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES, AND
 CHANGES IN FUND NET POSITION
 For the Year Ended June 30, 2022**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	WATERWORKS	GAS	TOTAL
	UTILITY FUND	UTILITY FUND	
OPERATING REVENUES			
Sales	\$ -	\$ 212,346	\$ 212,346
Service charges	-	2,875	2,875
Installation charges	-	9,167	9,167
Penalties	-	1,349	1,349
Intergovernmental transfers	361,005	-	361,005
Miscellaneous	-	3,558	3,558
TOTAL OPERATING REVENUES	361,005	229,295	590,300
OPERATING EXPENSES			
Personal services	-	211,366	211,366
Contracted services	-	68,746	68,746
Materials and supplies	-	18,637	18,637
General and administrative	35,617	101,680	137,297
Storm repairs and response	-	105,021	105,021
Depreciation and amortization	330,282	28,442	358,724
TOTAL OPERATING EXPENSES	365,899	533,892	899,791
OPERATING INCOME (LOSS)	(4,894)	(304,597)	(309,491)
NONOPERATING REVENUES (EXPENSES)			
Interest income	485	181	666
Interest expense	(211,819)	-	(211,819)
Ad valorem taxes	149,488	37,372	186,860
Federal disaster assistance	-	94,519	94,519
TOTAL NONOPERATING REVENUES (EXPENSES)	(61,846)	132,072	70,226
INCOME (LOSS) BEFORE SPECIAL ITEMS	(66,740)	(172,525)	(239,265)
SPECIAL ITEMS			
Loss on transfer of water system assets to Jefferson Pari	(2,645,363)	-	(2,645,363)
CHANGE IN NET POSITION	(2,712,103)	(172,525)	(2,884,628)
NET POSITION			
Beginning of year	2,802,615	591,516	3,394,131
End of year	<u>\$ 90,512</u>	<u>\$ 418,991</u>	<u>\$ 509,503</u>

The accompanying notes are an integral part of this statement.

TOWN OF GRAND ISLE, LOUISIANA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
For the Year Ended June 30, 2022

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	WATERWORKS UTILITY FUND	GAS UTILITY FUND	TOTAL
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and others	\$ -	\$ 265,956	\$ 265,956
Receipts from interfund services provided	26,742	297,398	324,140
Receipts from Jefferson Parish Water - operating subsidy	361,005	-	361,005
Payments to suppliers	(12,600)	(290,316)	(302,916)
Payments to employees	-	(213,282)	(213,282)
Payments for interfund services used	(15,473)	(62,044)	(77,517)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	359,674	(2,288)	357,386
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Ad valorem taxes	154,244	37,372	191,616
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	154,244	37,372	191,616
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Principal paid on Water Revenue Bonds, Series 2000	(197,769)	-	(197,769)
Interest paid on Water Revenue Bonds, Series 2000	(211,819)	-	(211,819)
Payments of restricted funds - Water System to Jefferson Parish	(1,219,660)	-	(1,219,660)
NET CASH USED BY NONCAPITAL FINANCING ACTIVITIES	(1,629,248)	-	(1,629,248)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	485	181	666
NET CASH PROVIDED BY INVESTING ACTIVITIES	485	181	666
INCREASE IN CASH AND CASH EQUIVALENTS	(1,114,845)	35,265	(1,079,580)
CASH AND CASH EQUIVALENTS			
Beginning of year	1,136,295	85,191	1,221,486
End of year	<u>\$ 21,450</u>	<u>\$ 120,456</u>	<u>\$ 141,906</u>
RECONCILIATION TO BALANCE SHEET			
Current Assets			
Cash and cash equivalents	\$ 15,031	\$ 52,098	\$ 67,129
Restricted Assets			
Cash and cash equivalents	6,419	68,358	74,777
TOTAL	<u>\$ 21,450</u>	<u>\$ 120,456</u>	<u>\$ 141,906</u>

The accompanying notes are an integral part of this statement.

**TOWN OF GRAND ISLE, LOUISIANA
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS (continued)
 For the Year Ended June 30, 2022**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	WATERWORKS UTILITY FUND	GAS UTILITY FUND	TOTAL
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating income (loss)	\$ (4,894)	\$ (304,597)	\$ (309,491)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation and amortization	330,282	28,442	358,724
(Increase) decrease in assets:			
accounts receivable	7,544	36,746	44,290
due from other funds	13,685	(62,044)	(48,359)
Increase (decrease) in liabilities:			
accounts payable	-	3,767	3,767
accrued payroll and deductions	-	(1,917)	(1,917)
customer deposits	-	(84)	(84)
due to other funds	13,057	297,398	310,455
Net adjustments	<u>364,568</u>	<u>302,308</u>	<u>666,876</u>
Net cash provided (used) by operating activities	<u>\$ 359,674</u>	<u>\$ (2,289)</u>	<u>\$ 357,385</u>

The accompanying notes are an integral part of this statement.

**TOWN OF GRAND ISLE, LOUISIANA
 FIDUCIARY FUNDS
 STATEMENT OF NET POSITION
 June 30, 2022**

	CUSTODIAL FUNDS
ASSETS	
Cash and cash equivalents	\$ 30,896
TOTAL ASSETS	30,896
LIABILITIES	
Due to taxing bodies and others	-
TOTAL LIABILITIES	-
NET POSITION	\$ 30,896

The accompanying notes are an integral part of this statement.

**TOWN OF GRAND ISLE, LOUISIANA
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN NET POSITION
June 30, 2022**

	CUSTODIAL FUNDS
ADDITIONS	
Donations	\$ 21,400
Interest Income	26
TOTAL ADDITIONS	21,426
DEDUCTIONS	
Relief supplies and expenses	-
TOTAL DEDUCTIONS	-
CHANGE IN NET POSITION	21,426
NET POSITION - BEGINNING OF YEAR	9,470
NET POSITION - END OF YEAR	\$ 30,896

The accompanying notes are an integral part of this statement.

NOTES TO FINANCIAL STATEMENTS

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Town of Grand Isle, Louisiana (the Town) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The Town's significant accounting policies are described below.

A. Reporting Entity

Under GASB's Codification of Governmental Accounting and Financial Reporting Standards Section 2100, the financial reporting entity consists of the primary government (the Town) and its component units. Component units are defined as legally separate organizations for which the elected officials of the primary government are financially accountable. The criteria used in determining whether financial accountability exists include the appointment of a voting majority of an organization's governing body, and 1) the ability of the primary government to impose its will on that organization, or 2) whether the potential exists for the organization to provide specific financial benefits or burdens to the primary government. Fiscal dependency may also play a part in determining financial accountability. Additionally, a component unit can be an organization for which the nature and significance of its relationship with the primary government is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The component units discussed below are included in the Town's reporting entity as blended component units because of the significance of their operational or financial relationships with the Town.

Community Center and Playground District No. 16 of Jefferson Parish

The above noted District is a legally separate entity from the Town and is funded primarily by taxes and fees levied by the Parish of Jefferson; however, under agreement with the Parish, the entity is governed by the same elected officials that govern the Town. For financial reporting purposes, this entity is reported as if it were part of the Town's operations.

B. Description of Activities

The Town was incorporated on June 15, 1959, under the provisions of the Lawrason Act (LRS 33:321 - 481). The Town is governed by a Mayor and Town Council form of government. Services provided by the Town include general government activities, public works, public safety, health and welfare and culture and recreation programs. The Town also provides Waterworks and gas utilities.

C. Government-wide and Fund Financial Statements

1. Government-wide Financial Statements

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

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Government-wide and Fund Financial Statements (continued)

1. Government-wide Financial Statements (continued)

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

2. Fund Financial Statements

Separate financial statements are provided for the governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements of the Town. Funds are used by the Town to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. The funds of the Town are classified into three categories: *governmental, proprietary and fiduciary*. Each category, in turn, is divided into separate fund types.

Governmental funds are used to account for all or most of the Town's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of general fixed assets (capital project funds), and the servicing of general long-term debt (debt service funds). The General Fund is used to account for all financial activities of the Town not accounted for in some other fund. Major individual governmental funds are reported as separate columns in the fund financial statements. The Town reports the following major governmental funds:

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

The **Community Center and Playground District No. 16 Special Revenue Fund** accounts for the proceeds of an ad valorem tax levied by the Parish of Jefferson and remitted to the Town for the construction, operations, and debt service costs of the Grand Isle Community Center and Playground District.

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and delivering goods in connection with a proprietary fund's principal ongoing operations. The Town uses *Enterprise Funds* to account for the operations of its Waterworks and gas utilities. The principal operating revenues of each are charges to customers for sales and services or parish subsidies. Operating expenses of the enterprise funds include the costs of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Government-wide and Fund Financial Statements (continued)

2. Fund Financial Statements (continued)

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the government. *Agency funds* generally are used to account for assets that the Town holds on behalf of others as their agent. The Grand Isle Relief Fund holds money donated to the Town for disaster relief to citizens in the Town.

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met and the funds are available. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Amounts reported as *program revenues* on the Statement of Activities include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes and related commissions.

Within the fund financial statements, the accounting and financial reporting treatment applied to a fund is determined by its measurement focus and basis of accounting.

Governmental fund financial statements are reported using a *current financial resources measurement focus* and the *modified accrual basis of accounting*. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets. Under the modified basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Town considers property taxes and sales taxes as available if they are collected within 60 days after year end. A one-year availability period is used for revenue recognition for all other governmental fund revenues. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt, which is recognized when due.

Those revenues susceptible to accrual are property taxes, sales taxes, franchise taxes, interest revenue, charges for services, and grants. Fines and permits revenues are not susceptible to accrual because generally they are not measurable until received in cash.

The proprietary fund type is accounted for on the *economic resources management focus* and the *accrual basis of accounting*. With this measurement focus, all assets and liabilities associated with the operation of this fund type are included on the balance sheet. Proprietary fund type operating statements represent increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded at the time the liabilities are incurred, regardless of the timing of related cash flows.

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The Town may also report unearned grant revenues on its combined balance sheet. Unearned grant revenues arise when potential revenue does not meet both the measurable and available criteria for recognition in the current period. Unearned grant revenues also arise when resources are received by the government before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures (i.e., an advance). In subsequent periods, when both revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability of unearned grant revenues is removed from the combined balance sheet and revenue is recognized.

E. Assets, Liabilities, and Net Position or Equity

1. Cash and Investments

Cash and cash equivalents shown on the face of the Combined Balance Sheet include amounts in demand deposits, petty cash, certificates of deposit with maturities of less than 90 days, and shares in the Louisiana Asset Management Pool (LAMP).

In accordance with GASB Codification Section 150, investments are generally stated at fair value, unless the Town invests in money market securities which have a maturity date of less than 90 days at the balance sheet date. If the investments mature within 90 days, they are stated at cost or amortized cost. Louisiana Revised Statutes, LRS 33:2955, authorize the Town to invest in (1) direct United States Treasury obligations, (2) bonds, indentures, and notes issued or guaranteed by federal agencies, provided that such obligations are backed by the full faith and credit of the United States (including but not limited to the FHA, FFB, GNMA, FHLB, FHLMC, FNMA, etc.), (3) direct repurchase agreements of any federal book entry only securities enumerated in (1) or (2), (4) time certificates of deposit of any bank domiciled or having a branch office in the State of Louisiana, savings accounts or shares of savings and loan associations and savings banks, as defined by RS 6:703(16) or (17), (5) mutual or trust funds registered with the Securities Exchange Commission, (6) guaranteed investment contracts issued by a bank or entity having one of the two highest short-term rating categories of either Standard & Poor's or Moody's Investors Services, and (7) certain commercial grade commercial paper. The portfolio of the entity is limited in certain categories, for example, the investment in mutual funds cannot exceed 25 percent of the entity's portfolio. In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool. (LAMP), a state sponsored external investment pool.

For the purposes of the statement of cash flows, the Proprietary Fund considers its investment in LAMP and all highly liquid investments with a maturity of three months or less when purchased, to be cash equivalents.

2. Interfund Receivables/Payables and Transfers

Activity between funds that are representative of lending/borrowing arrangements outstanding at year end are referred to as either due to/from other funds (i.e., the current portion of interfund loans) or advances to/from other funds (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as due to/from other funds. Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources. As a general rule, all interfund balances are eliminated in the government-wide financial statements.

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, and Net Position or Equity (continued)

2. Interfund Receivables/Payables and Transfers (continued)

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented in the financial statements.

3. Inventories

The cost of material and supplies acquired by governmental funds are recorded as expenditures at the time of purchase. The inventory of such materials and supplies at June 30, 2022 would not be material to the financial statements.

4. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2022 are recorded as prepaid items.

5. Restricted Assets – Proprietary Funds

Funds on hand which represent customer meter deposits in the Waterworks and Gas utility funds are classified as restricted assets on the balance sheet of the enterprise fund since these funds may only be used for the payment of any outstanding water or gas bills when customers discontinue service.

In addition, special accounts set up in accordance with the Bond Anticipation Notes and the Water Revenue Bonds, Series 2000 bond indenture are also classified as restricted assets on the balance sheet. These accounts include a construction account, a debt service - sinking fund, a debt service - reserve fund, and a reserve for depreciation and contingencies fund.

6. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental activities column in the government wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$250 (except for electronic equipment is 100 percent capitalized) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, and Net Position or Equity (continued)

7. Capital Assets (continued)

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed and are included in construction in progress.

General government property, plant, equipment, and infrastructure is depreciated using the straight-line method (with a mid-year convention) over the following estimated useful lives:

<u>Asset Category</u>	<u>Useful Life in Years</u>
Buildings and Improvements	40
Equipment (including furniture and fixtures)	3
Heavy Equipment	5
Vehicles	7
Infrastructure - Other	15 to 35
Infrastructure - Streets	20 to 40

The proprietary funds also record capital assets and depreciation. The useful lives used for computing depreciation for the proprietary funds are as follows:

<u>Asset Category</u>	<u>Useful Life in Years</u>
Buildings and Improvements	20 to 50
Furniture and Fixtures	5 to 10
Vehicles and Heavy Equipment	5 to 10
Utility Distribution Systems and Lines	20 to 40

8. Compensated Absences

In both the governmental and proprietary fund types, annual and sick leave are expended when claimed by the employee rather than when earned. In the opinion of management, the liability due at June 30, 2022 would not be material to the financial statements.

9. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are recognized as liabilities in the applicable governmental activities statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable, if any, are reported net of the applicable bond premium or discount. Bond issuance costs, if any, are reported as deferred charges and amortized over the term of the related debt.

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, and Net Position or Equity (continued)

9. Long-Term Obligations (continued)

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. Payments of principal and interest are recorded as expenditures only when due.

10. Fund Equity

In accordance with Government Accounting Standards Board (GASB) Codification Section 1800, in the fund financial statements, fund balances of the governmental fund types are categorized into one of five categories - Non-spendable, Restricted, Committed, Assigned, or Unassigned.

For *committed fund balances*, the Town Council is considered to be the highest level of decision-making authority and ordinances or resolutions passed by it is needed to establish, modify, or rescind a fund balance commitment. For *assigned fund balances*, the Mayor or Town Clerk may assign amounts to a specific purpose.

While the Town has not established a policy for its use of unrestricted fund balances, it does consider that committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

11. Use of Estimates

In preparation of financial statements in accordance with generally accepted accounting principles requires the Town to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses/expenditures. Actual results could differ from the estimates that were used.

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

Formal budgetary accounting is employed as a management control device during the year for the General Fund and Special Revenue Funds. Informal budgets are also adopted for the Proprietary funds but are not presented. Expenditures may not exceed budgeted appropriations at the division or department level. Expenditures may not exceed appropriations until additional appropriations have been provided. All annual appropriations which are not expended or encumbered lapse at year end.

Budgets are adopted for the General and Special Revenue funds on a basis consistent with generally accepted accounting principles (GAAP). Budgetary comparisons presented in the accompanying financial statements are on this GAAP basis.

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (continued)

A. Budgetary Information (continued)

In accordance with the Louisiana Local Government Budget Act (LSA-RS 39:1301), the procedures used by the Town in establishing the budgetary data reflected in the financial statements are as follows:

- a. Not less than 30 days before the end of the fiscal year, the Mayor recommends to the Town Council a proposed operating budget for the ensuing fiscal year. The operating budget includes proposed expenditures and the means of financing them.
- b. The proposed budget is summarized and advertised and the public notified that the proposed budget is available for inspection and that within 10 days thereafter public hearings are conducted to obtain taxpayer comments.
- c. The budget is then legally enacted by passage of an ordinance by the Town Council.
- d. Any revisions that alter the total expenditures of a department must be approved by the Town Council. Changes to specific line-items within the departments must also be approved by the Town Council.

Budgeted amounts presented in the financial statements are as originally adopted or as finally amended by the Town Council.

B. Amendments to the Budget

The Town made several supplemental budget adjustments throughout the fiscal year. The final being made in August 2022 after the end of the fiscal year. As a result of this amendment being adopted after the close of the Town's fiscal year it is not considered an amendment for the fiscal year. The amendments made during the fiscal year increased budgeted expenditures by \$117,254 and increased budgeted revenues by \$25,000.

C. Actual Revenues Under Budgeted Revenues

The following Funds experienced actual revenues less than budgeted revenues:

<u>Fund</u>	<u>Budgeted Revenues</u>	<u>Actual Revenues</u>	<u>Variance</u>
Community Center	\$ 404,000	\$ 336,317	\$ (67,683)
Community Fair	\$ 63,139	\$ 57,550	\$ (5,589)
Erosion Control	\$ 50	\$ -	\$ (50)
Drainage	\$ 85,500	\$ 62,921	\$ (22,579)

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (continued)

D. Actual Expenditures Over Budgeted Expenditures

The following funds experienced actual expenditures in excess of budgeted expenditures:

<u>Fund</u>	<u>Budgeted Expenditures</u>	<u>Actual Expenditures</u>	<u>Variance</u>
General Fund	\$ 427,453	\$ 18,839,756	\$(18,412,303)

NOTE 3 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

A. Cash and Investments

1. Cash

A breakdown of cash and investments as shown on the Statement of Net Position is as follows:

<u>Fund</u>	<u>Cash and Cash Equivalents</u>	<u>Investments</u>
Governmental Funds		
Major Funds:		
General Fund	\$ 253,741	\$ 785,160
Community Center and Playground District No. 16	141,426	34,345
Non Major Governmental Funds		
Special Revenue Funds	560,292	-
Total Governmental Activities	955,459	819,505
Proprietary Funds		
Waterworks Utilities Enterprise Fund		
Restricted	6,419	-
Unrestricted	15,031	-
Gas Utilities Enterprise Fund		
Restricted	68,358	-
Unrestricted	52,098	-
Total Proprietary Funds	141,906	-
Total	\$ 1,097,365	\$ 819,505

In addition the Town reports Fiduciary Funds book balance of \$30,898.

Of the Town's cash and cash equivalents (book balances) total \$1,097,065 is in interest-bearing demand deposits, and cash on hand is \$300. 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 and/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. The securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually agreeable to both parties.

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

A. Cash and Investments (continued)

Total Bank Balances of Deposits Exposed to Custodial Credit Risk	
	Cash and Cash Equivalents
Deposits in Bank Accounts per Bank (all funds)	\$ 1,399,857
Bank Balances of Deposits Exposed to Custodial Credit Risk	
A. Bank balances insured	\$ 414,473
B. Uninsured and collateralized with securities	985,384
C. Uninsured and uncollateralized	-
Total Bank Balances of Deposits Exposed to Custodial Credit Risk	\$ -

2. Investments

Custodial Credit Risk

Investments can be exposed to custodial credit risk if the securities underlying the investment are uninsured, not registered in the name of the entity, and are either held by the counter-party or the counter-party's trust department or agent but not in the entity's name. The Town's investments consist of shares in the Louisiana Asset Management Pool (LAMP). The balance of the Town's investments as of June 30, 2022 for all funds is \$819,505. Because this investment is not evidenced by securities that exist in physical or book entry form, it is not categorized for the purposes of this note.

Credit Risk of Investments

State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations. It is the Town's policy to limit its investments in these investment types to the top ratings group. State statutes also allow the Town to invest in the Louisiana Asset Management Pool (LAMP). The following table lists the Town's investments by credit quality rating, whether held directly or indirectly (i.e., LAMP):

S&P or Moody's Rating	Fair Value
AAAm	\$819,505

Interest Rate Risk

In accordance with the Town's investment policy, exposure to declines in fair values is managed by limiting the maturity of its investments to less than 1 year. By investing in LAMP, the Town is even less exposed to long-term interest rate risk.

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

A. Cash and Investments (continued)

Concentrations of Credit Risk

The Town does not limit how much can be invested in a particular issuer as long as the limits set forth in State Statutes are met. At June 30, 2022, 100 percent of the Town's investments of \$819,505 were invested with the Louisiana Asset Management Pool (LAMP).

B. Receivables

In the government-wide financial statements receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectable accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivable balanced for the governmental activities include sales taxes, franchise taxes and grants. Business-type activities report utilities earnings as their major receivable.

In the fund financial statements, material receivables in governmental funds include revenue accruals such as sales tax, franchise tax, grants and other similar intergovernmental revenues since they are both measurable and available. Interest and investment earnings are recorded when earned only if collected within 60 days since they would be considered both measurable and available. Proprietary fund material receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectable accounts receivable are based upon historical trends and periodic aging of accounts receivable.

Receivables at June 30, 2022 consist of the following:

<u>Class of Receivable</u>	<u>General Fund</u>	<u>Community Center and Playground District No. 16 Fund</u>	<u>Proprietary Funds</u>	<u>Total</u>
Taxes:				
Sales and use	\$ 196,725	\$ -	\$ -	\$ 196,725
Intergovernmental				
Federal Grants	8,174,155	6,587	-	8,180,742
State Grants	-	-	-	-
Other	126,560	692,112	-	818,672
Other	-	-	116,245	116,245
Total	<u>\$ 8,497,440</u>	<u>\$ 698,699</u>	<u>\$ 116,245</u>	<u>\$ 9,312,384</u>

The Town generally considers all receivables to be collectible, however, in the Gas Utilities Enterprise Fund, an allowance for uncollectibles of \$1,000 has been recorded.

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

C. Capital Assets

The Town's capital assets include various infrastructure assets, including the value of Town-owned streets. The amount of streets capitalized totaled \$12,969,828 and is based on estimates from the Town's engineers on which streets are Town-owned, the make-up and condition of the street, the historical cost of the street, etc. The Town elected to capitalize these costs and depreciate them over their useful lives. The Town does not follow the alternative method of accounting for and depreciating these street networks, thus, any general maintenance costs (including street overlays) are being expended in the year incurred rather than capitalized).

The following is a summary of changes in capital assets related to governmental activities during the fiscal year:

	Balance July 1, 2021	Additions	Deletions	Reclasses & Transfers	Balance June 30, 2022
Governmental Activities:					
Capital Assets Not Being Depreciated					
Land	\$ 382,830	\$ -	\$ -	\$ -	\$ 382,830
Construction in progress	524,438	28,140	-	-	552,578
Total Capital Assets Not Being Depreciated	<u>907,268</u>	<u>28,140</u>	<u>-</u>	<u>-</u>	<u>935,408</u>
Capital Assets Being Depreciated					
Buildings and improvements	9,011,072	28,676	-	-	9,039,748
Furniture and fixtures	760,174	52,551	-	-	812,725
Heavy equipment	3,570,901	205,060	-	-	3,775,961
Vehicles	545,320	209,066	(25,527)	-	728,859
Infrastructure	26,830,762	-	-	-	26,830,762
Total Capital Assets Being Depreciated	<u>40,718,229</u>	<u>495,353</u>	<u>(25,527)</u>	<u>-</u>	<u>41,188,055</u>
Less Accumulated Depreciation					
Buildings and improvements	2,254,781	226,948	-	-	2,481,729
Furniture and fixtures	699,316	35,855	-	-	735,171
Heavy equipment	3,238,489	93,316	-	-	3,331,805
Vehicles	426,339	83,045	(25,527)	-	483,857
Infrastructure	18,642,605	1,271,876	-	-	19,914,481
Total Accumulated Depreciation	<u>25,261,530</u>	<u>1,711,040</u>	<u>(25,527)</u>	<u>-</u>	<u>26,947,043</u>
Total Net Capital Assets Being Depreciated	<u>15,456,699</u>	<u>(1,215,687)</u>	<u>-</u>	<u>-</u>	<u>14,241,012</u>
Total Net Capital Assets Governmental Activities	<u>\$ 16,363,967</u>	<u>\$ (1,187,547)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,176,420</u>

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

C. Capital Assets (continued)

The following is a summary of changes in capital assets related to business-type activities during the fiscal year:

	Balance July 1, 2021	Additions	Deletions	Reclasses & Transfers	Balance June 30, 2022
Business-type Activities:					
Capital Assets Not Being Depreciated					
Land	\$ -	\$ -	\$ -	\$ -	\$ -
Construction in progress	-	-	-	-	-
Total Capital Assets Not Being Depreciated	-	-	-	-	-
Capital Assets Being Depreciated					
Buildings and improvements					-
Furniture and fixtures	4,431	-	-	-	4,431
Heavy equipment	4,186	-	-	-	4,186
Vehicles	116,606	-	-	-	116,606
Transmission and distribution systems	18,688,405	-	-	(17,563,296)	1,125,109
Total Capital Assets Being Depreciated	18,813,628	-	-	(17,563,296)	1,250,332
Less Accumulated Depreciation					
Buildings and improvements					-
Furniture and fixtures	3,825	305	-	-	4,130
Heavy equipment	4,186	-	-	-	4,186
Vehicles	61,812	10,180	-	-	71,992
Transmission and distribution systems	9,834,311	347,270	-	(9,517,037)	664,544
Total Accumulated Depreciation	9,904,134	357,755	-	(9,517,037)	744,852
Total Net Capital Assets Being Depreciated	8,909,494	(357,755)	-	(8,046,259)	505,480
Total Net Capital Assets Business-type Activities	\$ 8,909,494	\$ (357,755)	\$ -	\$ (8,046,259)	\$ 505,480

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

C. Capital Assets (continued)

Depreciation expense has been charged to the functions/programs of the Town as follows:

	Depreciation Expense
Governmental Activities	
Executive	\$ 823
General Government	197,045
Public Safety	77,661
Public Works	1,191,122
Health and Welfare	6,617
Culture, Recreation and Tourism	237,772
Total Depreciation Expense Governmental Activities	\$ 1,711,040
Business-Type Activities	
Waterworks Utilities	\$ 329,312
Gas Utilities	28,443
Total Depreciation Expense Business Type Activities	\$ 357,755

D. Restricted Assets

The balances of Waterworks Utility and Gas Utility Enterprise Funds' restricted asset accounts are as follows:

Fund /Restricted Asset Account		
Waterworks Utilities Enterprise Fund		
Water Pipeline Debt Service- Sinking Fund	\$	6,419
Total Waterworks Utilities		6,419
Gas Utilities Enterprise Fund		
Meter Deposits		68,358
Total Restricted Assets	\$	74,777

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (CONTINUED)

E. Long-Term Debt

Water Revenue Bonds, Series 2000

The Waterworks Utilities Enterprise Fund issued Water Revenue Bonds, Series 2000 on February 25, 2000, totaling, \$9,225,000, with interest of 4.75% per annum. The proceeds of the bonds were used to pay off the 2000 Bond Anticipation Notes issued by the Louisiana Facilities Planning Department. The Water Revenue Bonds are secured and payable solely by a pledge of the income and revenues of the Waterworks Utility System after provision for the payment of reasonable and necessary costs and expenses of operating and maintaining the system.

On August 25, 2021 the Town of Grand Isle conveyed to the Consolidated Waterworks District No. 2 of Jefferson Parish, Louisiana (the District) the Barataria water tank and pumping station for Lafitte to Grand Isle water pipeline site, the Grand Isle water tank and pumping station for Lafitte to Grand Isle water pipeline site, the Lafitte to Grand Isle water pipeline, the Cheniere Caminada water tower and water tank site, the Birch Lane water tanks and new water tower site, the Birch Lane at LA Hwy 1 former water tower site.

The properties were conveyed unto the District due to the District having assumed the Town's potable water distribution system in 2006. Upon conveyance of the property in August 2021, the District assumed the Town's debt for the water pipeline that consisted of two USDA Rural Development Water Revenue Bonds, Series 2000, numbered R-1 and R-2 with a combined debt balance at July 1, 2021 of \$6,838,045.

The Town agreed to forward to the District 4.392 mill of the 5.49 mill of ad valorem taxes the Town levies for the Waterworks and Gas Utility funds from tax years 2021 and 2022.

The Town agreed to transfer to the District all monies held in the Town's Waterworks Utilities restricted asset accounts.

The Water revenue bonds relate to the construction of the Grand Isle to Lafitte waterline were paid off by Jefferson Parish on March 29, 2022

At June 30, 2022, the Town had no outstanding long-term debt.

Changes in General Long-Term Liabilities

The following is a summary of the changes in long-term debt related to governmental activities for the fiscal year ended June 30, 2022:

<u>Type of Debt</u>	<u>Balance July 1, 2021</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2022</u>	<u>Due Within One Year</u>
Business-type Activities					
Water Revenue Bonds (R1 and R2)	\$ 6,838,045	\$ -	\$ (6,838,045)	\$ -	\$ -

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

F. Restrictions of Net Position and Fund Balance Components

The government-wide statement of net position includes several restrictions on net position. The following describes these restrictions:

Net Position - Restricted for Debt Service

This restriction of \$6,419 reflects the balance in the Water Utility fund set aside for paying to the Consolidated Waterworks District No. 2 of Jefferson Parish, Louisiana

Ad valorem principal and interest on the Water Revenue Bonds, as well as amounts held under the bond indenture for on Reserves and for Depreciation and Contingencies.

In accordance with GASB Codification Section 1800, fund balances of the governmental fund types are categorized into one of five categories – Non-spendable, Restricted, Committed, Assigned, or Unassigned. The Town commits, restricts or assigns its fund balances to various specific purposes within each category. Descriptions of the details of these specific purposes are as follows:

Fund Balance - Assigned to Community Center & Playgrounds

This amount represents the balance in the Community Center and Playground District No. 16 Special Revenue Fund that can only be used for the operations and maintenance of the district. The money comes from an ad valorem tax levied by the Parish and remitted to the Town.

Fund Balance - Assigned to Public Safety Functions

This amount represents the balance in the Seizure and Forfeiture Special Revenue Fund that can only be used by the Town's Police Department for law enforcement purposes.

Fund Balance - Assigned to Public Works Functions

This amount represents the balances in the Drainage District No. 1 and Erosion Control Special Revenue Funds. These funds can only be used for public works related to each of these functions. The Drainage District is funded by a sales tax that is assigned to this purpose.

Fund Balance - Assigned to Mosquito Control

This amount represents the balances in the Mosquito Control Special Revenue Fund. These funds are derived from user charges and can only be used for costs related to the Town's mosquito abatement program.

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (CONTINUED)

F. Restrictions of Net Position and Fund Balance Components (continued)

Fund Balance - Assigned to General Purposes

This amount represents the remaining balances in the specific Special Revenue funds that have not been explained above. These fund balances are assigned for the use in the purpose set forth in each specific fund.

Fund Balance - Unassigned

This amount represents funds that have not been assigned to other funds and have not been restricted, committed, or assigned to a specific purpose within the General Fund. This is the residual classification for the General Fund.

The specific purpose details of fund balance categories are recapped as follows:

	General	Major Governmental Funds	Other Governmental Funds	Total
Non-Spendable	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned to:				
Community Center and Playgrounds	-	969,381	-	969,381
Public Safety	-	-	9,367	9,367
Public Works	-	-	31,203	31,203
Mosquito Control	-	-	434,171	434,171
General Purposes	-	-	98,166	98,166
Total assigned	-	969,381	572,907	1,542,288
Unassigned	1,156,914	-	-	1,156,914
Total Fund Balance	<u>\$ 1,156,914</u>	<u>\$ 969,381</u>	<u>\$ 572,907</u>	<u>\$ 2,699,202</u>

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (CONTINUED)

G. Taxes

Sales Taxes

The total sales tax levied on purchases within the Town limits was 8 3/4 percent. Of this, 4 percent is levied by the State, 1 2 percent is levied by the Jefferson Parish Public School System (a separate entity), 3 percent is levied by the Parish of Jefferson (a separate entity), and 1/4 percent is levied by the Jefferson Parish Sheriff's Office.

Of the 3 percent levied by the Parish, 2 percent is remitted to the Jefferson Parish Public School System and 2 2 percent is remitted to the Town (as in incorporated municipality). Of this 2 2 percent, 1/6 percent is recognized in the Drainage District No. 1 Special Revenue Fund (generating \$42,945 for 2021). The balance goes to the Town's General Fund (generating \$644,446 for 2022). Included in this amount is the 1/4 percent levied by the Sheriff's Office that is remitted directly to the Town for law enforcement purposes and is recognized in the General Fund (\$27,451 for 2022) as well as hotel/motel taxes totaling \$49,364.

Ad Valorem Taxes

The Town levies an ad valorem tax on real property within the city limits. Ad valorem taxes are recognized in the fiscal year in which the taxes are levied. The levy is generally made as of November 15 of each year. The tax is due, and becomes an enforceable lien on the property, on the first day of the month following the filing of the tax roll by the Parish Assessor with the Louisiana Tax Commission (usually December 1). The tax is considered delinquent on March 1 in the year after the levy. The taxes are billed and collected by the Town.

Ad valorem taxes are levied based on property values determined by the Jefferson Parish Assessor's Office (a separate entity). All land and residential improvements are assessed at 10 percent of its fair market value, and other property at 15 percent of its fair market value. Ad valorem taxes are levied (per \$1,000 assessed value) in varying amounts for maintenance and operation of the Town.

The number of mills levied on the 2020 tax rolls was 7.39 for the General Fund and 5.49 for the Waterworks and Gas Utility funds. The Utility funds split the 5.49 mills, with 80 percent going to the Waterworks Utility Fund and 20 percent going to the Gas Utility Fund. Assessed values for 2021 calendar year totaled \$35,423,307 (a decrease of \$25,475,848 or 42%), resulting in a current year tax levy of \$453,773 (\$260,362 for the General Fund and \$193,412 for the Water and Gas Utility Funds). After refunds, changes and write-offs, the General Fund recognized \$27,0169 in current year. The Water and Gas Utility Funds recognized \$186,860 in current year taxes (\$149,488 in the Water Utilities Fund and \$37,372 in the Gas Utilities Fund).

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (CONTINUED)

H. Interfund Transactions

Operating Transfers

A summary of operating transfers by fund type for the fiscal year ended June 30, 2022 is as follows:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
General Fund	\$ -	\$ 3,278
Drainage District No. 1	<u>3,278</u>	<u>-</u>
Total Governmental Funds	<u>\$ 3,278</u>	<u>\$ 3,278</u>

The \$3,278 transfer represents the difference between the funds expended on drainage-related costs and the sales tax generated by the drainage tax. Each year, the General Fund subsidizes this cost, depending on receipts and expenditures. For the current year, the General Fund had to send funds to the Drainage District to cover all costs.

Interfund Administrative Fee

The Town's General Fund processes all of the transactions of the various funds of the Town. For certain funds, it charges an administrative fee to help cover the costs of operations. For 2021, it collected \$26,400 under this allocation - \$5,400 from the Mosquito Control Special Revenue Fund, \$15,000 from the Community Center and Playground District No. 16 Special Revenue Fund, and \$6,000 from the Gas Utility Fund. These fees are recorded as Miscellaneous Income in the General Fund and an expenditure in the respective fund charged the cost.

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (CONTINUED)

H. Interfund Transactions (continued)

Interfund Receivables and Payables

Individual balances due from/to other funds at June 30, 2022 are as follows:

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 478,261	\$ 299,824
Major Funds		
Community Center and Playground District 16	138,843	43,500
Other Governmental Funds		
Drainage District No. 1	33,058	18,553
Mosquito Control Fund	-	15,859
Total Governmental Funds	<u>650,162</u>	<u>377,736</u>
Proprietary Funds		
Waterworks Utilities Enterprise Fund		
Unrestricted	82,119	13,057
Gas Utilities Enterprise Fund		
Unrestricted	62,044	403,532
Total Proprietary Funds	<u>144,163</u>	<u>416,589</u>
Total All Funds	<u>\$ 794,325</u>	<u>\$ 794,325</u>

I. CARES Act - Coronavirus Relief Fund (CRF) Reimbursements

In response to the COVID-19 pandemic, the Federal Government passed the Coronavirus Aid, Relief, and Economic Security Act (“CARES Act”) and a supplemental bill, the Coronavirus Relief Fund (CRF). Through the CRF, States were to receive direct payments, with each State receiving a minimum of \$1.25 billion. Louisiana’s share totaled \$1.8 billion. The State allocated a portion of these funds (\$810 million) to parishes and municipalities who have or will incur expenditures due to the public health emergency between the dates of March 1, 2021 and December 31, 2021.

In September 2021 the Town received an additional \$265,924 of Cares Act Funding. The Town’s used the funding to offset lost revenues in the current year.

TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 5 - CONTINGENCIES

A. Risk Management and Litigation

The Town is exposed to various risks of loss from personal injury; torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. To protect itself from these losses, the Town purchases various types of commercial insurance. The Town pays premiums for coverage on general liability, auto, and excess liability. Coverage limits per occurrence is \$500,000, with an aggregate limit of \$500,000 on general liability claims and \$500,000 on excess liability claims.

Town's management and its attorney have reviewed these claims and lawsuits in order to evaluate the likelihood of an unfavorable outcome to the Town in excess of insurance coverages and to arrive at an estimate, if any, of the amount or range of potential loss to the Town in accordance with Governmental Accounting Standards Board Codification Section C50 – Claims and Judgments. As a result of such review, loss contingencies on the various claims and lawsuits have been categorized into "probable", "reasonably possible", and "remote". For 2022, there were no claims pending that would require disclosure.

The Town also carries commercial insurance for other risks of loss, including law enforcement officer's liability, public officials' errors and omission, workers' compensation, employee health and accident insurance, fire damage, etc. In each policy, the Town is responsible for the deductible. Settled claims resulting from these risks have not exceeded commercial coverage in any of the past three fiscal years.

B. Federal Financial Assistance

The Town participates in certain federal financial assistance programs. Amounts received or receivable from grantor agencies are subject to audit and adjustments by grantor agencies, principally the federal and state governments. Any disallowed costs, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the Town expects such amounts, if any, to be immaterial.

NOTE 6 - OTHER INFORMATION

A. Retirement Plan

The Town provides a Savings Incentive Match Plan for employees (i.e., a SIMPLE IRA Plan). The plan allows all full-time employees to make pre-tax salary deferrals of up to \$6,000 annually. The Town is required to make either a dollar-for-dollar match up to 3% of compensation or a 2% non-elective contribution to all eligible participants. The funds are held by a third-party trustee in accounts for each employee. Total contributions to the plan for the year ended June 30, 2022 by the Town totaled \$28,415

**TOWN OF GRAND ISLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 6 - OTHER INFORMATION (continued)

B. Subsequent Events

The Town has evaluated subsequent events through March 29, 2023 the date the financial statements were available to be issued.

The Town received loan proceeds from the Community Disaster Loan program in the subsequent fiscal year.

The Town's police will be participants in the Municipal Police Employee Retirement System in the subsequent fiscal year.

REQUIRED SUPPLEMENTARY INFORMATION (PART II)

BUDGETARY SCHEDULES FOR MAJOR FUNDS

**TOWN OF GRAND ISLE, LOUISIANA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2022**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	
REVENUES				
Taxes				
Property taxes	\$ 476,000	\$ 476,000	\$ 270,169	\$ (205,831)
Sales taxes	753,605	753,605	644,446	(109,159)
Franchise taxes	126,000	126,000	84,435	(41,565)
Licenses and permits	505,250	505,250	342,657	(162,593)
Intergovernmental				
Federal - disaster assistance	75,000	75,000	13,972,110	13,897,110
Federal - other	265,000	265,000	265,924	924
State	276,145	276,145	252,547	(23,598)
Local	25,500	25,500	-	(25,500)
Gaming fees and commissions	377,500	377,500	425,798	48,298
Fines and forfeitures	75,050	75,050	96,058	21,008
Charges for services	702,300	702,300	519,628	(182,672)
Interest	5,500	5,500	8,618	3,118
Miscellaneous	82,400	82,400	380,429	298,029
TOTAL REVENUES	<u>3,745,250</u>	<u>3,745,250</u>	<u>17,262,819</u>	<u>13,517,569</u>
EXPENDITURES				
Executive	133,000	133,000	115,917	17,083
General government	1,495,553	1,650,890	1,226,201	424,689
General government - storm damages	5,000	5,000	15,376,219	(15,371,219)
Public safety	1,010,427	1,026,427	1,101,835	(75,408)
Public works	1,351,486	1,351,486	952,140	399,346
Culture, recreation and tourism	80,650	80,650	67,444	13,206
TOTAL EXPENDITURES	<u>4,076,116</u>	<u>4,247,453</u>	<u>18,839,756</u>	<u>(14,592,303)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	<u>(330,866)</u>	<u>(502,203)</u>	<u>(1,576,937)</u>	<u>(1,074,734)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	22,320	22,320	-	(22,320)
Jefferson Parish loan proceeds	-	-	100,000	100,000
Transfers out	(40,250)	(40,250)	(3,278)	36,972
TOTAL OTHER FINANCING SOURCES (USES)	<u>(17,930)</u>	<u>(17,930)</u>	<u>96,722</u>	<u>114,652</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)				
	(348,796)	(520,133)	(1,480,216)	(960,083)
FUND BALANCE				
Beginning of year	2,637,129	2,637,129	2,637,129	-
End of year	<u>\$ 2,288,333</u>	<u>\$ 2,116,996</u>	<u>\$ 1,156,913</u>	<u>\$ (960,083)</u>

**TOWN OF GRAND ISLE, LOUISIANA
GENERAL FUND
SCHEDULE OF REVENUES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	
REVENUES				
Taxes				
Property taxes	\$ 476,000	476,000	\$ 270,169	\$ (205,831)
Sales taxes				
General	645,325	645,325	567,631	(77,694)
Law Enforcement	31,754	31,754	27,451	(4,303)
Hotel/Motel	76,526	76,526	49,364	(27,162)
Franchise taxes				
Electric - Entergy	73,500	73,500	64,559	(8,941)
Cable - Vision Communications	52,500	52,500	19,876	(32,624)
	<u>1,355,605</u>	<u>1,355,605</u>	<u>999,050</u>	<u>(356,555)</u>
Licenses and permits				
Business				
Occupational	90,000	90,000	96,276	6,276
Liquor and beer	5,000	5,000	5,750	750
Non-business				
Building	110,000	110,000	71,341	(38,659)
Zoning and adjustments	250	250	1,175	925
Golf cart permits	300,000	300,000	168,115	(131,885)
	<u>505,250</u>	<u>505,250</u>	<u>342,657</u>	<u>(162,593)</u>
Intergovernmental				
Federal				
FEMA - Disaster Assistance	75,000	75,000	13,972,110	13,897,110
American Rescue Plan assistance	265,000	265,000	265,924	924
State				
Beer tax	5,000	5,000	5,088	88
Parish road fund	168,000	168,000	176,137	8,137
Tourism funds	28,295	28,295	54,472	26,177
DOTD - Highway maintenance	13,850	13,850	13,850	-
Beach Water Quality Program	6,000	6,000	3,000	(3,000)
Other state programs	55,000	55,000	-	(55,000)
Local				
Jeff Parish - Palm Tree Grant	500	500	-	(500)
Jeff Parish - Youth Program	25,000	25,000	-	(25,000)
	<u>641,645</u>	<u>641,645</u>	<u>14,490,581</u>	<u>13,873,936</u>

**TOWN OF GRAND ISLE, LOUISIANA
GENERAL FUND
SCHEDULE OF REVENUES - BUDGET AND ACTUAL
For the Year Ended June 30, 2022**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>(NEGATIVE)</u>
REVENUES				
Gaming fees and commissions				
Riverboat admission fees	345,000	345,000	397,386	52,386
Video poker allocation	32,500	32,500	28,412	(4,088)
	<u>377,500</u>	<u>377,500</u>	<u>425,798</u>	<u>48,298</u>
Fines and forfeitures				
Fines and court costs - regular	75,000	75,000	96,050	21,050
Bond fees	50	50	8	(42)
	<u>75,050</u>	<u>75,050</u>	<u>96,058</u>	<u>21,008</u>
Charges for services and fees				
Sanitation fees	700,000	700,000	514,835	(185,165)
Tax research and notices	1,100	1,100	1,809	709
Inspection fees	-	-	2,675	2,675
Advertising recoveries	700	700	208	(492)
Flag sales	500	500	101	(399)
	<u>702,300</u>	<u>702,300</u>	<u>519,628</u>	<u>(182,672)</u>
Interest	<u>5,500</u>	<u>5,500</u>	<u>8,618</u>	<u>3,118</u>
Miscellaneous				
Interdepartmental administrative fee	26,400	26,400	26,400	-
10% tax collection charge	35,000	35,000	38,436	3,436
Donations	1,000	1,000	108,000	107,000
Other	20,000	20,000	207,593	187,593
	<u>82,400</u>	<u>82,400</u>	<u>380,429</u>	<u>298,029</u>
TOTAL REVENUES	<u><u>\$ 3,745,250</u></u>	<u><u>3,745,250</u></u>	<u><u>\$ 17,262,819</u></u>	<u><u>\$ 13,542,569</u></u>

**TOWN OF GRAND ISLE, LOUISIANA
GENERAL FUND
SCHEDULE OF EXPENDITURES BY DEPARTMENT - BUDGET AND ACTUAL
For the Year Ended June 30, 2022**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	
MAYOR'S DEPARTMENT				
Current				
Salaries	\$ 112,000	\$ 112,000	\$ 118,300	\$ (6,300)
Local and special costs	3,000	3,000	135	2,865
Office supplies	1,000	1,000	1,402	(402)
Legal and professional fees	5,500	5,500	2,625	2,875
Repairs - vehicles	1,000	1,000	(11,229)	12,229
Gas and oil	1,500	1,500	2,034	(534)
Travel and other	1,500	1,500	2,833	(1,333)
Miscellaneous	500	500	(183)	683
Capital outlay				
Office furniture & equipment	500	500	-	500
Digi Court system	6,500	6,500	-	6,500
TOTAL DEPARTMENT	<u>\$ 133,000</u>	<u>\$ 133,000</u>	<u>\$ 115,917</u>	<u>\$ 17,083</u>
TOTAL EXECUTIVE	<u>\$ 133,000</u>	<u>\$ 133,000</u>	<u>\$ 115,917</u>	<u>\$ 17,083</u>

TOWN OF GRAND ISLE, LOUISIANA
GENERAL FUND
SCHEDULE OF EXPENDITURES BY DEPARTMENT - BUDGET AND ACTUAL
For the Year Ended June 30, 2022

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	FINAL BUDGET
GENERAL AND ADMINISTRATIVE				FAVORABLE
				(UNFAVORABLE)
Current				
Salaries	\$ 170,000	\$ 170,000	\$ 183,070	\$ (13,070)
Payroll taxes	101,000	101,000	123,428	(22,428)
Unemployment taxes	1,750	1,750	1,979	(229)
Insurance - hospitalization	262,650	262,650	231,082	31,568
Insurance - workman's compens	55,000	55,000	43,549	11,451
Retirement - employer contributi	35,000	35,000	28,415	6,585
Aldermen - per diems	31,200	31,200	28,587	2,613
Aldermen - expenses	6,000	11,337	8,275	3,062
Audit	25,000	25,000	-	25,000
Legal and professional fees	55,000	205,000	42,508	162,492
Office supplies	11,000	11,000	9,893	1,107
Coffee supplies	7,000	7,000	4,348	2,652
Janitorial supplies	2,500	2,500	1,884	616
Advertising	14,800	14,800	5,740	9,060
Bank charges	600	600	12	588
Signs and insignias	800	800	395	405
LMA - dues	400	400	216	184
LMA - expenses	3,400	3,400	297	3,103
Dues and subscriptions	1,000	1,000	828	172
Insurance - general and auto	100,000	100,000	132,957	(32,957)
Utilities	16,000	16,000	30,473	(14,473)
Postage	5,000	5,000	(97)	5,097
Telephone	18,500	18,500	19,100	(600)
Repairs - buildings	77,283	77,283	54,787	22,496
Repairs - office equipment	8,500	8,500	6,162	2,338
Repairs - vehicles	2,500	2,500	1,445	1,055
Gas and oil	6,500	6,500	2,747	3,753
Public assistance	1,500	1,500	-	1,500
Physicals	2,000	2,000	360	1,640
School training	250	250	121	129
Uniforms	1,200	1,200	725	475
Miscellaneous	1,500	1,500	3,176	(1,676)

TOWN OF GRAND ISLE, LOUISIANA
GENERAL FUND
SCHEDULE OF EXPENDITURES BY DEPARTMENT - BUDGET AND ACTUAL
For the Year Ended June 30, 2022

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>
				<u>FAVORABLE</u>
				<u>(UNFAVORABLE)</u>
GENERAL AND ADMINISTRATIVE				
Capital outlay				
Buildings and structures	2,000	2,000	2,210	(210)
Office furniture and equipment	5,000	5,000	2,186	2,814
Camera equipment	22,320	22,320	-	22,320
Upgrade main computer system	10,000	10,000	-	10,000
Heavy equipment	25,000	25,000	-	25,000
Vehicles	500	500	73,324	(72,824)
Christmas decorations	1,200	1,200	-	1,200
Hurricane Levee inpection/restoration	20,000	20,000	19,999	1
American Rescue Plan	265,000	265,000	-	265,000
Storm Repairs & Response				
Storm repairs & response	5,000	5,000	15,376,219	(15,371,219)
TOTAL DEPARTMENT	<u>\$ 1,382,353</u>	<u>\$ 1,537,495</u>	<u>\$ 16,442,515</u>	<u>\$ (14,905,020)</u>
PLANNING COMMISSION AND TAX DEPARTMENT				
Current				
Salaries	\$ 110,000	\$ 110,000	\$ 148,402	\$ (38,402)
Office supplies	2,250	2,250	3,309	(1,059)
Printing - tax bills	3,300	3,300	7,403	(4,103)
Recordation	3,500	3,500	2,906	594
Miscellaneous	150	150	-	150
Capital outlay				
Office furniture and equipment	500	500	-	500
TOTAL DEPARTMENT	<u>\$ 119,700</u>	<u>\$ 119,700</u>	<u>\$ 162,020</u>	<u>\$ (42,320)</u>
TOTAL GENERAL GOVERNMENT	<u>\$ 1,502,053</u>	<u>\$ 1,657,195</u>	<u>\$ 16,604,535</u>	<u>\$ (14,947,340)</u>

**TOWN OF GRAND ISLE, LOUISIANA
GENERAL FUND
SCHEDULE OF EXPENDITURES BY DEPARTMENT - BUDGET AND ACTUAL
For the Year Ended June 30, 2022**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	
POLICE DEPARTMENT				
Current				
Salaries	\$ 652,000	\$ 684,347	\$ 674,739	\$ 9,608
Salaries - beach patrol	-	-	9,826	(9,826)
Insurance - hospitalization	118,200	124,402	152,376	(27,974)
Insurance - workman's compensation	35,000	32,317	38,292	(5,975)
Dues and subscriptions	500	-	-	-
Food and lodging - deputies	1,100	300	300	0
Food - prisoners	527	527	37	490
Legal and professional fees	6,000	6,000	24,300	(18,300)
Local and special	100	100	-	100
Office supplies	4,000	3,200	3,472	(272)
Coffee supplies	1,500	1,330	936	394
Janitorial supplies	2,500	3,386	3,376	10
Ammunition	1,700	1,559	1,559	-
Insurance - general and auto	50,000	62,183	71,280	(9,097)
Utilities	20,000	6,000	15,531	(9,531)
Postage	300	300	130	170
Telephone	18,000	15,914	9,747	6,167
Repairs - buildings	3,000	7,035	6,696	339
Repairs - office equipment	3,000	2,100	1,530	571
Repairs - vehicles	29,500	35,727	37,030	(1,303)
Gas and oil	23,000	23,000	24,476	(1,476)
Physicals	500	435	705	(270)
School training	2,500	798	798	0
Uniforms	6,000	6,000	6,302	(302)
Travel and other	500	-	-	-
Small tools and equipment	200	341	317	24
Miscellaneous	500	500	454	46
Capital outlay				
Office furniture and equipment	3,500	290	290	0
Guns and equipment	2,000	3,018	3,018	-
Vehicles	19,800	318	14,318	(14,000)
TOTAL DEPARTMENT	<u>\$ 1,005,427</u>	<u>\$ 1,021,427</u>	<u>\$ 1,101,835</u>	<u>\$ (80,408)</u>
CIVIL DEFENSE				
Emergency supplies	5,000	5,000	-	5,000
TOTAL DEPARTMENT	<u>\$ 5,000</u>	<u>\$ 5,000</u>	<u>\$ -</u>	<u>\$ 5,000</u>
TOTAL PUBLIC SAFETY	<u>\$ 1,010,427</u>	<u>\$ 1,026,427</u>	<u>\$ 1,101,835</u>	<u>\$ (75,408)</u>

**TOWN OF GRAND ISLE, LOUISIANA
GENERAL FUND
SCHEDULE OF EXPENDITURES BY DEPARTMENT - BUDGET AND ACTUAL
For the Year Ended June 30, 2022**

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	
STREETS DEPARTMENT				
Current				
Salaries	\$ 355,000	\$ 355,000	\$ 429,821	\$ (74,821)
Chemicals	1,250	1,250	-	1,250
Street repairs	15,332	15,332	4,251	11,081
Street signs	6,904	6,904	6,966	(62)
Limestone	10,300	10,300	4,360	5,940
Small tools and equipment	3,000	3,000	1,050	1,950
Repairs - vehicles	51,000	51,000	19,603	31,397
Gas and oil	40,000	40,000	34,622	5,378
Equipment rental	1,000	1,000	-	1,000
Uniforms	1,500	1,500	936	564
Miscellaneous	4,000	4,000	889	3,111
Capital outlay				
Vehicles	1,500	1,500	-	1,500
TOTAL DEPARTMENT	<u><u>\$ 490,786</u></u>	<u><u>\$ 490,786</u></u>	<u><u>\$ 502,498</u></u>	<u><u>\$ (11,712)</u></u>
SANITATION DEPARTMENT				
Current				
Contracted services - hauling fees	\$ 480,000	\$ 480,000	\$ 353,270	\$ 126,730
Disposal charges	80,000	80,000	43,134	36,867
Gas and oil			(173)	
Utilities	200	200	200	(0)
Miscellaneous	500	500	-	500
TOTAL DEPARTMENT	<u><u>\$ 560,700</u></u>	<u><u>\$ 560,700</u></u>	<u><u>\$ 396,431</u></u>	<u><u>\$ 164,096</u></u>
BEACH				
Current				
Salaries - beach cleaning	55,000	55,000	12,960	42,040
Salaries - summer program	25,000	25,000	5,375	19,625
Salaries - beach patrol	35,000	35,000	21,476	13,524
Repairs - beach equipment	20,000	20,000	3,337	16,663
Gas and oil - beach equipment	5,000	5,000	307	4,693
Beach decals	10,000	10,000	4,291	5,709
Insurance - hospitalization	9,100	9,100	5,465	3,635
Small tools	2,500	2,500	-	2,500
Insurance - general	5,000	5,000	-	5,000
Insurance - worker's comp	400	400	-	400
Payroll taxes	5,000	5,000	-	5,000
Beach equipment	20,000	20,000	-	20,000
Beach cross over maintenance	98,000	98,000	-	98,000
Rental equipment	10,000	10,000	-	10,000
TOTAL DEPARTMENT	<u><u>\$ 300,000</u></u>	<u><u>\$ 300,000</u></u>	<u><u>\$ 53,211</u></u>	<u><u>\$ 171,600</u></u>
TOTAL PUBLIC WORKS	<u><u>\$ 1,351,486</u></u>	<u><u>\$ 1,351,486</u></u>	<u><u>\$ 952,140</u></u>	<u><u>\$ 323,984</u></u>

**TOWN OF GRAND ISLE, LOUISIANA
GENERAL FUND
SCHEDULE OF EXPENDITURES BY DEPARTMENT - BUDGET AND ACTUAL
For the Year Ended June 30, 2022**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
TOURISM DEPARTMENT				
Current				
Salaries	\$ 31,000	\$ 31,000	\$ 23,582	\$ 7,418
Advertising	45,000	45,000	42,474	2,526
Office supplies	1,500	1,500	-	1,500
Telephone	1,500	1,500	1,258	242
Postage	150	150	-	150
Travel and other	250	250	-	250
Miscellaneous	250	250	130	120
Capital outlay				
Office furniture and equipment	1,000	1,000	-	1,000
TOTAL DEPARTMENT	<u><u>\$ 80,650</u></u>	<u><u>\$ 80,650</u></u>	<u><u>\$ 67,444</u></u>	<u><u>\$ 13,206</u></u>
TOTAL CULTURE, RECREATION, AND TOURISM	<u><u>\$ 80,650</u></u>	<u><u>\$ 80,650</u></u>	<u><u>\$ 67,444</u></u>	<u><u>\$ 13,206</u></u>

**TOWN OF GRAND ISLE, LOUISIANA
COMMUNITY CENTER AND PLAYGROUND DISTRICT NO. 16
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2022**

	<u>BUDGETS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	
REVENUES				
Intergovernmental	\$400,000	\$400,000	\$332,028	(\$67,972)
Charges for services	2,000	2,000	750	(1,250)
Interest	500	500	184	(316)
Miscellaneous	1,500	1,500	3,355	1,855
TOTAL REVENUES	<u>404,000</u>	<u>404,000</u>	<u>336,317</u>	<u>(67,683)</u>
EXPENDITURES				
Culture, recreation, tourism	344,700	344,700	254,058	90,642
TOTAL EXPENDITURES	<u>344,700</u>	<u>344,700</u>	<u>254,058</u>	<u>90,642</u>
EXCESS OF REVENUES OVER EXPENDITURES				
	<u>59,300</u>	<u>59,300</u>	<u>82,259</u>	<u>22,959</u>
FUND BALANCE				
Beginning of year	945,294	1,093,248	885,272	207,976
End of year	<u>\$ 1,004,594</u>	<u>\$ 1,152,548</u>	<u>\$ 967,531</u>	<u>\$ 230,935</u>

TOWN OF GRAND ISLE, LOUISIANA
COMMUNITY CENTER AND PLAYGROUND DISTRICT NO. 16
SCHEDULE OF REVENUS AND EXPENDITURES -
BUDGET AND ACTUAL
For the Year Ended June 30, 2022

	<u>BUDGETS</u>			VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	
REVENUES				
Intergovernmental				
Federal disaster assistance	\$ -	\$ -	\$ 1,426	\$ 1,426
Parish dedicated ad valorem taxes	400,000	400,000	332,028	(67,972)
Charges for services				
Rental income	2,000	2,000	750	(1,250)
Interest	500	500	184	(316)
Miscellaneous	1,500	1,500	3,355	1,855
TOTAL REVENUES	<u>\$ 404,000</u>	<u>\$ 404,000</u>	<u>\$ 337,743</u>	<u>\$ (66,257)</u>
EXPENDITURES				
Culture and Recreation				
Salaries	\$ 32,000	\$ 32,000	\$ 31,629	\$ 371
Salaries - beach sweep	-	-	3,719	(3,719)
Salaries - summer program	-	-	9,298	(9,298)
Payroll taxes	9,000	9,000	3,745	5,255
Unemployment taxes	500	500	708	(208)
Insurance				
Hospitalization	24,000	24,000	12,788	11,212
Workman's compensation	5,200	5,200	2,562	2,638
General and auto	52,000	52,000	43,989	8,011
Audit	10,000	10,000	10,000	-
Gas and oil	-	-	244	(244)
Janitorial supplies	4,000	4,000	1,246	2,754
Legal and professional fees	2,500	2,500	-	2,500
Office supplies and costs	750	750	-	750
Recreational assistance	2,500	2,500	-	2,500
Repairs and maintenance				
Building	50,000	50,000	36,011	13,989
Office equipment	1,000	1,000	35	965
Beach cleaning equipment	-	-	5,746	(5,746)
Parks and playgrounds	69,000	69,000	28,643	40,357
Small tools and equipment	500	500	-	500
Telephone	4,000	4,000	3,303	697
Utilities	47,500	47,500	43,807	3,693
Interdepartmental administrative fee	25,000	25,000	15,000	10,000
Miscellaneous	1,000	1,000	-	1,000
Storm damage	-	-	1,585	(1,585)
Capital outlays				
Office furniture and equipment	250	250	-	250
Beach cleaning equipment	500	500	-	500
Christmas decorations	3,000	3,000	-	3,000
Playground equipment	500	500	-	500
TOTAL EXPENDITURES	<u>344,700</u>	<u>344,700</u>	<u>254,058</u>	<u>90,642</u>

OTHER SUPPLEMENTARY INFORMATION

COMBINING NON-MAJOR INDIVIDUAL FUND STATEMENTS

**COMBINING STATEMENTS
NON-MAJOR GOVERNMENTAL FUNDS**

SPECIAL REVENUE FUNDS

Special Revenue Funds account for the proceeds of specific revenues that are legally restricted to expenditures for specific purposes.

SEIZURE AND FORFEITURE

Used to account for the proceeds of funds seized during drug enforcement activities. These proceeds are to be used exclusively for drug enforcement.

DRAINAGE DISTRICT NO. 1

Used to account for the proceeds of one-third of the 1981 2 cent sales tax to be used for operations, maintenance, and improvements of the Town's drainage system.

EROSION CONTROL FUND

Used to account for intergovernmental revenues and donations received to be used for erosion control projects within the Town limits.

MOSQUITO CONTROL FUND

Used to account for the proceeds of a mosquito fee assessed on all residential and commercial property to be used to control the mosquito population within the community.

COMMUNITY FAIR

Used to account for the proceeds of the community fair sponsored by the Town.

**TOWN OF GRAND ISLE, LOUISIANA
NON-MAJOR GOVERNMENTAL FUNDS
COMBING BALANCE SHEET
JUNE 30, 2022**

SPECIAL REVENUE FUNDS

	SEIZURE AND FORFEITURE	DRAINAGE DISTRICT NO. 1	EROSION CONTROL FUND	MOSQUITO CONTROL FUND	COMMUNITY FAIR	TOTAL
ASSETS						
Cash and cash equivalents	\$ 9,367	\$ -	\$ 14,155	\$ 452,759	\$ 84,011	\$ 560,292
Due from other funds	-	33,058	-	-	-	33,058
TOTAL ASSETS	\$ 9,367	\$ 33,058	\$ 14,155	\$ 452,759	\$ 84,011	\$ 593,350
LIABILITIES AND FUND BALANCES						
Liabilities						
Due to other funds	\$ -	\$ -	\$ -	\$ 18,588	\$ -	\$ 18,588
TOTAL LIABILITIES	-	-	-	18,588	-	18,588
Fund Balances						
Nonspendable						
Restricted	-	-	-	-	-	-
Committed	-	-	-	-	-	-
Assigned	9,367	31,203	14,155	434,171	84,011	572,907
Unassigned	-	-	-	-	-	-
TOTAL FUND BALANCES	9,367	31,203	14,155	434,171	84,011	572,907
TOTAL LIABILITIES AND FUND BALANCES	\$ 9,367	\$ 31,203	\$ 14,155	\$ 452,759	\$ 84,011	\$ 591,495

**TOWN OF GRAND ISLE, LOUISIANA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
JUNE 30, 2022**

SPECIAL REVENUE FUNDS

	SEIZURE AND FORFEITURE	DRAINAGE DISTRICT NO. 1	EROSION CONTROL FUND	MOSQUITO CONTROL FUND	COMMUNITY FAIR	TOTAL
REVENUES						
Fema disaster assistance	\$ -	\$ 16,698	\$ -	\$ 16,621	\$ -	\$ 33,319
Sales taxes	-	42,945	-	-	-	42,945
Charge for services	-	-	-	207,463	-	207,463
Fair receipts	-	-	-	-	63,100	63,100
Interest	-	-	-	341	39	380
TOTAL REVENUES	-	59,643	-	224,425	63,139	347,207
EXPENDITURES						
Storm repairs and response	-	18,553	-	-	-	18,553
Public works	-	46,224	-	-	-	46,224
Health and welfare	-	-	-	158,033	-	158,033
Culture, recreation, and tourism	-	-	-	-	4,768	4,768
TOTAL EXPENDITURES	-	64,777	-	158,033	4,768	227,578
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(5,134)	-	66,392	58,371	119,629
OTHER FINANCING SOURCES (USES)						
Transfers in	-	3,279	-	-	-	3,279
Transfers out	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	3,279	-	-	-	3,279
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	-	(1,855)	-	66,392	58,371	122,908
FUND BALANCE						
Beginning of year	9,367	33,058	14,155	367,779	25,640	449,999
End of year	\$ 9,367	\$ 31,203	\$ 14,155	\$ 434,171	\$ 84,011	\$ 572,907

INDIVIDUAL FUND SCHEDULES

**TOWN OF GRAND ISLE, LOUISIANA
WATERWORKS UTILITY FUND
SCHEDULE OF OPERATING EXPENSES
For the Year Ended June 30, 2022**

GENERAL AND ADMINISTRATIVE	
Bank charges	\$ 31
Miscellaneous	9,346
Tax collection commission	15,473
Utilities	<u>10,767</u>
Total General and Administrative	<u>\$35,617</u>
DEPRECIATION AND AMORTIZATION	
Depreciation and amortization	<u>330,282</u>
Total Depreciation	<u>330,282</u>
 TOTAL OPERATING EXPENSES	 <u>\$ 365,899</u>

**TOWN OF GRAND ISLE, LOUISIANA
GAS UTILITY FUND
SCHEDULE OF OPERATING EXPENSES
For the Year Ended June 30, 2022**

PERSONAL SERVICES	
Salaries	\$155,451
Payroll taxes	11,433
Unemployment tax	781
Insurance - workmen's compensation	3,563
Insurance - hospitalization and other	40,138
Total Personal Services	<u>211,366</u>
CONTRACTED SERVICES	
Gas purchases	59,214
Contracted services	9,532
Total Contracted Services	<u>68,746</u>
MATERIALS AND SUPPLIES	
Installation materials and labor	13,988
Gas and oil	4,649
Total Materials and Supplies	<u>18,637</u>
GENERAL AND ADMINISTRATIVE	
Audit	4,000
Bank charges	209
Insurance - general and auto	46,801
Interdepartmental administrative fee	6,000
Miscellaneous	939
Office and janitorial supplies	3,543
One call service	2,440
Physicals and drug testing	470
Postage	8,615
Repairs and maintenance	
Gas distribution system	7,893
Gas meters	11,860
Vehicles	2,920
Tax collection commission	3,868
Travel and other	196
Utilities	1,926
Total General and Administrative	<u>101,680</u>
STORM REPAIRS AND RESPONSE	
Storm repairs and response	<u>105,021</u>
Total Storm repairs and response	<u>105,021</u>
DEPRECIATION	
Depreciation and amortization	<u>28,442</u>
Total Depreciation	<u>28,442</u>
TOTAL OPERATING EXPENSES	<u><u>\$533,892</u></u>

OTHER INFORMATION

**TOWN OF GRAND ISLE, LOUISIANA
SCHEDULE OF COMPENSATION OF PAID TO
MEMBERS OF THE TOWN COUNCIL
For the Year Ended June 30, 2022**

<u>COUNCILPERSON</u>	<u>SEAT</u>	<u>AMOUNT</u>
Melissa Pizani	Seat A	\$ 6,237
Kelly Besson Jr	Seat B	6,237
Lan Tivet	Seat C	6,237
Brian Barthelemy	Seat D	6,237
Elgere Gary	Seat E	6,237
TOTAL		<u>\$ 31,185</u>

**TOWN OF GRAND ISLE, LOUISIANA
SCHEDULE OF COMPENSATION AND OTHER PAYMENTS
TO AGENCY HEAD OR CHIEF EXECUTIVE OFFICER
For the Year Ended June 30, 2022**

Agency Head Name/Title: David Camardelle, Mayor

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 71,313 (1)
Taxes - Federal (Social Security and Medicare)	5,360 (2)
Benefits - Retirement	2,102 (3)
Benefits - Insurance (Group Health)	1,728 (4)
Benefits - Other (Life and Dental Insurance)	468
Vehicle Provided by Agency	2,034 (5)
Vehicle Use Reimbursements	-
Per Diem	-
Reimbursements	-
Travel (Meal per diems)	-
Registration Fees	-
Conference Travel	-
Continuing Professional Education Fees	-
Housing	-
Unvouchered Expenses	-
Special Meals	-

Notes to Schedule:

-
- (1) The Mayor's salary is set by Town Ordinance.
 - (2) The Town and its employees pay social security and medicare taxes. This amount represents the amount of taxes paid by the employer (the Town) on this employee's taxable wages.
 - (3) The Town allows its employees to participate in a 401-K retirement plan. The employee can contribute up to 3% of his earnings and the Town matched the contribution. This amount is the Town's portion of the expense.
 - (4) The Town pays for 75.0% of the health insurance coverage for all full-time employees. This represents the amount of the Mayor's premium paid for by the Town, net of the 25% employee share.
 - (5) The Town provides the Mayor with a take-home vehicle. This amount represents the costs associated with the operation of the vehicle (gas, repairs, insurance).

**TOWN OF GRAND ISLE, LOUISIANA
ACT 87 COLLECTING DISBURSEMENT SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2022**

As Required by Act 87 of the 2020 Regular Legislative Session

	First Six Month Period Ended 12/31/2021	Second Six Month Period Ended 06/30/2022
Cash Basis Presentation		
1. Beginning Balance of Amounts Collected (i.e. cash on hand)	-	-
2. Add: Collections		
a Civil Fees (<i>including refundable amounts such as garnishments or advance deposits</i>)	-	-
b Bond Fees	200	908
c Asset Forfeiture/Sale	-	-
d Pre-Trial Diversion Program Fees	200	700
e Criminal Court Costs/Fees	52,093	39,715
f Criminal Fines - Contempt	300	316
g Criminal Fines - Other	11,286	8,895
h Restitution	-	-
i Probation/Parole/Supervision Fees	-	-
j Service/Collection Fees (e.g. credit card fees, report fees, 3rd party service fees)	1,870	1,281
k Interest Earnings on Collected Balances	-	-
l Other (<i>do not include collections that fit into more specific categories above</i>)	540	406
m Subtotal Collections	66,489	52,221
3. Less: Disbursements To Governments & Nonprofits: (<i>Must include one agency name</i>)		
<i>Jefferson Parish Public Defenders Office, Indigent Defender Fund, Criminal Court Cost/Fees</i>	9,288	7,183
<i>Louisiana Commission on Law Enforcement Criminal Court Cost/Fees</i>	534	420
<i>Louisiana Department of Health and Hospitals, Criminal Court Cost/Fees</i>	930	840
<i>Crimestoppers Inc., Criminal Court Cost/Fees</i>	534	420
4. Less: Amounts Retained by Collecting Agency		
a Collection Fee for Collecting/Disbursing to Others Based on Percentage of Collection	-	-
b Collection Fee for Collecting/Disbursing to Others Based on Fixed Amount	-	-
c <i>Amounts "Self-Disbursed" to Collecting Agency (<i>must include a separate line for each collection type, as applicable</i>) - Example: Criminal Fines - Other (<i>Additional rows may be added as necessary</i>)</i>	-	-
Criminal Court Fees	63,379	48,610
Contempt of Court Fees	300	316
Pre-Trial Diversion Fees	200	700
5. Less: Disbursements to Individuals/3rd Party Collection or Processing Agencies		
a Civil Fee Refunds	-	-
b Bond Fee Refunds	-	-
c Restitution Payments to Individuals (additional detail is not required)	-	-
d Other Disbursements to Individuals (additional detail is not required)	-	-
e Payments to 3rd Party Collection/Processing Agencies	-	-
6. Subtotal Disbursements/Retainage	75,165	58,489
7. Total: Ending Balance of Amounts Collected but not Disbursed/Retained (i.e. cash on hand)	(8,676)	(6,268)
8. Ending Balance of "Partial Payments" Collected but not Disbursed (<i>only applies if collecting agency does not disburse partial payments until fully collected</i>) - This balance is included in the Ending Balance of Amounts Collected but not Disbursed/Retained above.	-	-
9. Other Information:		
a Ending Balance of Total Amounts Assessed but not yet Collected (<i>i.e. receivable balance</i>)	-	-
b Total Waivers During the Fiscal Period (<i>i.e. non-cash reduction of receivable balances, such as time served or community service</i>)	-	-

TOWN OF GRAND ISLE, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2022

Federal Grantor/Program or Cluster Title	Federal CFDA Number	Grant ID No.	Federal Expenditures (\$)
Department of Homeland Security			
Disaster Grants - Presidentially Declared Disasters	97.036	Hurricane Ida	\$ 14,006,855
Total Department of Homeland Security			14,006,855
Department of the Treasury			
Coronavirus State and Local Fiscal Recovery Funds	27.027		265,000
Total Department of Homeland Security			265,000
Total Expenditures of Federal Awards			\$ 14,271,855

The accompanying notes are an integral part of this schedule

TOWN OF GRAND ISLE, LOUISIANA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2022

NOTE A - FISCAL PERIOD AUDITED

Single audit testing procedures were performed for program transactions occurring during the year ended December 31, 2021. Federal financial assistance expenditures during the year did meet the criteria set forth in the Single Audit Act and Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principle, and Audit Requirements for Federal Awards* (Uniform Guidance). Grant terms are indicated in the Schedule of Expenditures of Federal Awards.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (SEFA) has been prepared on the accrual basis of accounting. Grant revenues are recorded for financial reporting purposes when the Center has met the qualifications for the respective grants. Costs incurred in programs partially funded by federal grants are applied against federal grant funds to the extent of revenue available when they are properly applied to the grant.

2. Indirect Cost Rate

The Center has not elected to use the 10 percent de minimis indirect cost rate.

COMPLIANCE SECTION

Camnetar & Co., CPAs

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Members: American Institute of Certified Public Accountants

Society of Louisiana Certified Public Accountants

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

The Honorable David Camardelle, Mayor
and the Board of Aldermen
Town of Grand Isle, 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 *Governmental 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 Town of Grand Isle, Louisiana as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Town of Grand Isle, Louisiana's basic financial statements and have issued our report thereon dated March 29, 2023.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town of Grand Isle Louisiana's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Grand Isle Louisiana's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Grand Isle Louisiana's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as described in the accompanying schedule of findings and responses, we did identify certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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 Town of Grand Isle, Louisiana's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned responses as items 2022-3 to be material weaknesses.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompany schedule of findings and responses as items. 2022-1 and 2022-2 to be significant deficiencies.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town of Grand Isle, Louisiana’s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed two instances of noncompliance or other matters that is required to be reported under *Government Auditing Standards*. See compliance finding 2022-4.

Town of Grand Isle, Louisiana’s Responses to Findings

The Town of Grand Isle, Louisiana’s responses to the findings identified in our audit are described in the accompanying management’s corrective action plan. The Town of Grand Isle, Louisiana’s responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

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 the Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Camnetar & Co.

Camnetar & Co., CPAs

a professional accounting corporation

Gretna, Louisiana

March 29, 2023

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

The Honorable David Camardelle, Mayor
and the Board of Aldermen
Town of Grand Isle, Louisiana

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Town of Grand Isle, Louisiana compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Town of Grand Isle, Louisiana's major federal programs for the year ended June 30, 2022. The Town of Grand Isle, Louisiana's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Town of Grand Isle, Louisiana's complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

Basis for Opinion for Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Town of Grand Isle, Louisiana and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide legal determination of the Town of Grand Isle, Louisiana's compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the Town of Grand Isle, Louisiana's federal program.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Town of Grand Isle, Louisiana's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgement made by a reasonable user of the report on compliance about the Town of Grand Isle, Louisiana's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Town of Grand Isle, Louisiana's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Town of Grand Isle, Louisiana's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Town of Grand Isle, Louisiana's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

Under the Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Camnetar & Co.

Camnetar & Co., CPAs
a professional accounting corporation

Gretna, Louisiana
March 29, 2023

TOWN OF GRAND ISLE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2022

We have audited the financial statements of the Town of Grand Isle, Louisiana as of and for the year ended June 30, 2022, and have issued our report thereon dated March 29, 2023. 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. My audit of the financial statements as of June 30, 2022 resulted in an unmodified opinion.

SECTION I - SUMMARY OF AUDITOR'S REPORTS

A. Report on Internal Control and Compliance Material to the Financial Statements

Internal Control

Material Weakness Yes No Significant Deficiencies Yes No

Compliance

Compliance Material to Financial Statements Yes No

Was a management letter issued? Yes No

B. Federal Awards

**\$750,000 is the dollar threshold used to distinguish between Type A and Type B programs.
The auditee does not qualify as a low-risk auditee
Major Program: CFDA 97.036 Federal Disaster Assistance Hurricane Ida \$14,006,855**

SECTION II – FINANCIAL STATEMENT FINDINGS

A. Internal Control Findings – Significant deficiencies

2022-1 Preparation of Financial Statements by Auditor

Condition and Criteria - The Town does not have controls in place for proper oversight of its financial reporting and for the preparation of financial statements in accordance with generally accepted accounting principles. As is common in small organizations, the Town has chosen to engage the auditor to prepare its annual financial statements. This condition is intentional by management, along with the cost effectiveness of acquiring the ability to prepare the financial statements in accordance with generally accepted accounting principles.

Cause - Statement of Auditing Standards (SAS) 115 requires that we report the above condition as a control deficiency. The SAS does not provide exceptions to reporting deficiencies that are mitigated with non-audit services rendered by the auditor or deficiencies for which the remedy would be cost prohibitive or otherwise impractical.

Recommendation - As mentioned, whether or not it would be cost effective to cure a control deficiency is not a factor in applying SAS 115's reporting requirements. Because prudent management requires that the potential benefit from an internal control must exceed its cost, it may not be practical to correct all the deficiencies noted under SAS 115. In this case, we do not believe that curing the significant deficiency described in this finding would be cost effective or practical and accordingly, we do not believe any corrective action is necessary.

TOWN OF GRAND ISLE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2022

SECTION II – FINANCIAL STATEMENT FINDINGS (continued)

A. Internal Control Findings – Significant deficiencies (continued)

2022-2 Maintaining Proper Capital Asset and Depreciation Records

Condition and Criteria - The Town does not maintain a formal capital assets ledger that includes a calculation of depreciation expense. Instead, it has chosen to rely on an excel spreadsheet that was originally designed by the external auditor to maintain a schedule of capital assets and accumulated depreciation. The schedule is adjusted at the end of the year during the audit. Depreciation is not calculated until year-end when any additions or deletions are posted. By not maintaining a formal capital asset system that includes additions and deletions as they occur and a timely calculation of depreciation, the Town must wait until year end for the capital assets to be totaled. The Town has taken ownership of the spreadsheet; however, they do not have the expertise to make the calculations.

Cause - The Town's software system was not set up to depreciate capital assets. It merely tracks description, costs, and tag numbers.

Recommendation - The Town should work towards modifying its current software database or purchasing one that would allow for the timely calculation of depreciation of all fixed assets.

B. Internal Control Findings - Material Weakness

2022-3 - Accounting Software Inadequacies

Condition and Criteria – The Town's current accounting software does not adequately lend itself to the current demands for accounting data and accurate bank reconciliations in an orderly and timely manner.

Cause – The accounting software that was written for the Town many years ago is incapable of running detailed historical reports or re-running previously run reports once a period has been closed. In addition, the software does not support timely and accurate bank reconciliations. Considering the Town's experience with natural disasters (Hurricanes) and the potential loss of data that may not be recoverable this software does not adequately meet the needs of a modern local government agency.

Recommendation – It is our recommendation that the Town consider the purchase of, or subscription to, a cloud based accounting system that more readily meets its needs.

TOWN OF GRAND ISLE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2022

SECTION II – FINANCIAL STATEMENT FINDINGS (continued)

C. Compliance Findings

2022-4 - Noncompliance with Louisiana Local Government Budget Act

Condition and Criteria - Louisiana Revised Statute 39:1311 requires governments to amend their budgets when (1) Total revenue and other sources within a fund fail to meet total budgeted revenues and other sources by five percent or more (2) Total actual expenditures and other uses within a fund exceed the total budgeted expenditures and other uses by five percent or more.

Finding – The Following Funds had variances of greater than 5%

The following funds failed to meet budgeted revenues and other sources by 5%.

<i>Actual revenues less than budgeted revenues</i>					
Fund	Budgeted Revenues	Actual Revenues	Variance (Unfavorable)	Variance %	
Community Center	\$ 404,000	\$ 336,317	\$ (67,683)	-17%	
Community Fair	\$ 63,139	\$ 57,550	\$ (5,589)	-9%	
Erosion Control	\$ 50	\$ -	\$ (50)	-100%	
Drainage	\$ 85,500	\$ 62,921	\$ (22,579)	-26%	

The following funds exceed budgeted expenditures by 5%.

<i>Actual expenditures over budgeted expenditures</i>				
Fund	Budgeted Expenditures	Actual Expenditures	Variance (Unfavorable)	Variance
General Fund	\$ 427,453	\$ 18,839,756	\$ (18,412,303)	-4307%

Recommendation – We believe the replacement or upgrade to the accounting software referred to in 2022-3 will enable the responsible personnel to more effectively monitor budgets on a consistent and effective basis.

D. Management Letter

None issued

Section III Federal Award Findings and Questions Costs

Not applicable

**TOWN OF GRAND ISLE, LOUISIANA
SCHEDULE OF PRIOR YEAR FINDINGS
For the Year Ended June 30, 2022**

Section I Financial Statement Findings

A. Internal Control Findings – Significant deficiencies

2021-1 Preparation of Financial Statements by Auditor

Not resolved. See Finding 2022-1

2021-2 Maintaining Proper Capital Asset and Depreciation Records

Not resolved. See Finding 2022-2

B. Internal Control Findings - Material Weakness

2022-3 - Accounting Software Inadequacies

Not resolved. See Finding 2022-3

C. Compliance Findings

2022-4 - Noncompliance with Louisiana Local Government Budget Act

Not resolved. See Finding 2022-4

D. Management Letter

None.

Section II Federal Award Findings and Questions Costs

Not applicable

**TOWN OF GRAND ISLE, LOUISIANA
MANAGEMENT'S CORRECTIVE ACTION PLAN
For the Year Ended June 30, 2022**

2022-1 Preparation of Financial Statements by Auditor

Management's Response - The Town's staff is familiar with the day-to-day accounting requirements; however, due to limited staffing and funding, we do not consider it practical to provide sufficient training to our staff in order to eliminate this condition and can only continue to rely on the auditor to prepare the financial statements at this time.

2022-2 Maintaining Proper Capital Asset and Depreciation Records

Management's Response - We will look into doing this for the next fiscal year audit. Since we record our activity on a cash-basis of accounting, we do not see this as a must and are satisfied with relying on the year-end audit adjustments to reflect capitalization and depreciation activity. We review the end-of-year schedule of assets prepared by the external auditor. We are currently in the process of upgrading our computer system.

2022-3 - Accounting Software Inadequacies

Management's Response – The Town has for the last two years been working with our software vendor to upgrade our software to allow for the improvements in reporting mentioned above. Recent discussions with our vendor indicates the improved software should be operational in the next 60 days.

2022-4 - Noncompliance with Louisiana Local Government Budget Act

Management's Response- We agree that the upgraded software will allow us to more closely and effectively monitor our budget.

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INDEPENDENT ACCOUNTANT'S REPORT **ON APPLYING AGREED-UPON PROCEDURES**

To: The Honorable David Camardelle, Mayor, the Board of Aldermen
of the Town of Grand Isle, Louisiana
and the Louisiana Legislative Auditor:

We have performed the procedures enumerated below on the control and compliance (C/C) areas identified in the Louisiana Legislative Auditor's (LLA's) Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period July 1, 2021 to June 30, 2022.. Town of Grand Isle, Louisiana (the Town). The Town's management is responsible for those C/C areas identified in the SAUPs.

The Town has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement, which is to perform specified procedures on the C/C areas identified in LLA's SAUPs for the fiscal period July 1, 2021 to June 30, 2022, Additionally, LLA has agreed to and acknowledged that the procedures performed are appropriate for its purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and associated findings are as follows:

Written Policies and Procedures

1. Obtain the entity's written policies and procedures and observe whether they address each of the following categories and subcategories (or report that the entity does not have any written policies and procedures), if applicable to public funds and the entity's operations:
 - a) **Budgeting**, including preparing, adopting, monitoring, and amending the budget.
 - b) **Purchasing**, including (1) how purchases are initiated; (2) how vendors are added to the vendor list; (3) the preparation and approval process of purchase requisitions and purchase orders; (4) controls to ensure compliance with the public bid law; and (5) documentation required to be maintained for all bids and price quotes.
 - c) **Disbursements**, including processing, reviewing, and approving

- d) **Receipts/Collections**, including receiving, recording, and preparing deposits. Also, policies and procedures should include management's actions to determine the completeness of all collections for each type of revenue or agency fund additions (e.g., periodic confirmation with outside parties, reconciliation to utility billing after cutoff procedures, reconciliation of traffic ticket number sequences, agency fund forfeiture monies confirmation).
- e) **Payroll/Personnel**, including (1) payroll processing, (2) reviewing and approving time and attendance records, including leave and overtime worked, and (3) approval process for employee(s) rate of pay or approval and maintenance of pay rate schedules.
- f) **Contracting**, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process
- g) **Credit Cards (and debit cards, fuel cards, P-Cards, if applicable)**, including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers, and (5) monitoring card usage (e.g., determining the reasonableness of fuel card purchases).
- h) **Travel and expense reimbursement**, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers
- i) **Ethics**, including (1) the prohibitions as defined in Louisiana Revised Statute 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) a requirement that documentation is maintained to demonstrate that all employees and officials were notified of any changes to the entity's ethics policy. Note: Ethics requirements are not applicable to nonprofits.
- j) **Debt Service**, including (1) debt issuance approval, (2) continued disclosure/EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.
- k) **Information Technology Disaster Recovery/Business Continuity**, including (1) identification of critical data and frequency of data backups, (2) storage of backups in a separate physical location isolated from the network, (3) periodic testing/verification that backups can be restored, (4) use of antivirus software on all systems, (5) timely application of all available system and software patches/updates, and (6) identification of personnel, processes, and tools needed to recover operations after a critical event.
- l) **Sexual Harassment**, including R.S. 42:342-344 requirements for (1) agency responsibilities and prohibitions, (2) annual employee training, and (3) annual reporting.

Results: No exceptions were noted as a result of this procedure.

Board (or Finance Committee, if applicable)

2. Obtain and inspect the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and:
 - a) Observe that the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, bylaws, or other equivalent document.
 - b) For those entities reporting on the governmental accounting model, observe whether the minutes referenced or included monthly budget-to-actual comparisons on the general fund, quarterly budget-to-actual, at a minimum, on proprietary funds, and semi-annual budget-to-actual, at a minimum, on all special revenue funds. *Alternately, for those entities reporting on the nonprofit accounting model, observe that the minutes referenced or included financial activity relating to public funds if those public funds comprised more than 10% of the entity's collections during the fiscal period.*
 - c) For governmental entities, obtain the prior year audit report and observe the unassigned fund balance in the general fund. If the general fund had a negative ending unassigned fund balance in the prior year audit report, observe that the minutes for at least one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unassigned fund balance in the general fund.

Results: No exceptions were noted as a result of this procedure.

Bank Reconciliations

3. Obtain a listing of entity bank accounts for the fiscal period from management and management's representation that the listing is complete. Ask management to identify the entity's main operating account. Select the entity's main operating account and randomly select 4 additional accounts (or all accounts if less than 5). Randomly select one month from the fiscal period, obtain and inspect the corresponding bank statement and reconciliation for each selected account, and observe that:
 - a) Bank reconciliations include evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated or electronically logged);
 - b) Bank reconciliations include evidence that a member of management/board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation (e.g., initialed and dated, electronically logged); and
 - c) Management has documentation reflecting it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

Results: a) 5 out of the 5 bank account reconciliation obtained did not include evidence they were prepared within 2 months of the statement closing date. b) 5 out of the 5 bank account reconciliations obtained did not include evidence that a member of management/council member reviewed each bank reconciliation. c) 2 out of the 5 bank account reconciliation obtained did not have documentation reflecting the research of reconciling items outstanding for more than 12 months of the statement date.

Collections (excluding electronic funds transfers)

4. Obtain a listing of deposit sites for the fiscal period where deposits for cash/checks/money orders (cash) are prepared and management's representation that the listing is complete. Randomly select 5 deposit sites (or all deposit sites if less than 5).

Results: No exceptions were noted as a result of this procedure.

5. For each deposit site selected, obtain a listing of collection locations and management's representation that the listing is complete. Randomly select one collection location for each deposit site (i.e., 5 collection locations for 5 deposit sites), obtain and inspect written policies and procedures relating to employee job duties (if no written policies or procedures, inquire of employees about their job duties) at each collection location, and observe that job duties are properly segregated at each collection location such that: **For each cash collection location selected:**
 - a) Employees responsible for cash collections do not share cash drawers/registers.
 - b) Each employee responsible for collecting cash is not responsible for preparing/making bank deposits, unless another employee/official is responsible for reconciling collection documentation (e.g., pre-numbered receipts) to the deposit.
 - c) Each employee responsible for collecting cash is not responsible for posting collection entries to the general ledger or subsidiary ledgers, unless another employee/official is responsible for reconciling ledger postings to each other and to the deposit.
 - d) The employee(s) responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or agency fund additions, are not responsible for collecting cash, unless another employee/official verifies the reconciliation.

Results: No exceptions were noted as a result of this procedure.

6. Obtain from management a copy of the bond or insurance policy for theft covering all employees who have access to cash. Observe the bond or insurance policy for theft was enforced during the fiscal period.

Results: No exceptions were noted as a result of this procedure.

7. Randomly select two deposit dates for each of the 5 bank accounts selected for procedure #3 under “Bank Reconciliations” above (select the next deposit date chronologically if no deposits were made on the dates randomly selected and randomly select a deposit if multiple deposits are made on the same day). *Alternately, the practitioner may use a source document other than bank statements when selecting the deposit dates for testing, such as a cash collection log, daily revenue report, receipt book, etc.* Obtain supporting documentation for each of the 10 deposits and:
 - a) Observe that receipts are sequentially pre-numbered.
 - b) Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.
 - c) Trace the deposit slip total to the actual deposit per the bank statement.
 - d) Observe the deposit was made within one business day of receipt at the collection location (within one week if the depository is more than 10 miles from the collection location or the deposit is less than \$100 and the cash is stored securely in a locked safe or drawer).
 - e) Trace the actual deposit per the bank statement to the general ledger.

Results: Exception noted for item d. Six out of 10 deposits selected were not made within one business day of receipt at the collection location.

Non-Payroll Disbursements (excluding card purchases/payments, travel reimbursements, and petty cash purchases)

8. Obtain a listing of locations that process payments for the fiscal period and management’s representation that the listing is complete. Randomly select 5 locations (or all locations if less than 5).

Results: No exceptions were noted as a result of this procedure.

9. For each location selected under #8 above, obtain a listing of those employees involved with non-payroll purchasing and payment functions. Obtain written policies and procedures relating to employee job duties (if the agency has no written policies and procedures, inquire of employees about their job duties), and observe that job duties are properly segregated such that:
 - a) At least two employees are involved in initiating a purchase request, approving a purchase, and placing an order/making the purchase.
 - b) At least two employees are involved in processing and approving payments to vendors.
 - c) The employee responsible for processing payments is prohibited from adding/modifying vendor files, unless another employee is responsible for periodically reviewing changes to vendor files.

- d) Either the employee/official responsible for signing checks mails the payment or gives the signed checks to an employee to mail who is not responsible for processing payments.

[Note: Exceptions to controls that constrain the legal authority of certain public officials (e.g., mayor of a Lawrason Act municipality) should not be reported.]

Results: No exceptions were noted as a result of this procedure.

- 10. For each location selected under #8 above, obtain the entity's non-payroll disbursement transaction population (excluding cards and travel reimbursements) and obtain management's representation that the population is complete. Randomly select 5 disbursements for each location, obtain supporting documentation for each transaction, and:
 - a) Observe whether the disbursement matched the related original itemized invoice and supporting documentation indicates deliverables included on the invoice were received by the entity.
 - b) Observe whether the disbursement documentation included evidence (e.g., initial/date, electronic logging) of segregation of duties tested under #9, as applicable.

Results: No exceptions were noted as a result of this procedure.

Credit Cards/Debit Cards/Fuel Cards/P-Cards

- 11. Obtain from management a listing of all active credit cards, bank debit cards, fuel cards, and P-cards (cards) for the fiscal period, including the card numbers and the names of the persons who maintained possession of the cards. Obtain management's representation that the listing is complete.

Results: No exceptions were noted as a result of this procedure.

- 12. Using the listing prepared by management, randomly select 5 cards (or all cards if less than 5) that were used during the fiscal period. Randomly select one monthly statement or combined statement for each card (for a debit card, randomly select one monthly bank statement), obtain supporting documentation, and:
 - a) Observe whether there is evidence that the monthly statement or combined statement and supporting documentation (e.g., original receipts for credit/debit card purchases, exception reports for excessive fuel card usage) were reviewed and approved, in writing (or electronically approved), by someone other than the authorized card holder. [Note: Requiring such approval may constrain the legal authority of certain public officials (e.g., mayor of a Lawrason Act municipality); these instances should not be reported.]
 - b) Observe that finance charges and late fees were not assessed on the selected statements.

Results: Exception noted for item b. Two of the five monthly statements obtained were assessed late fees.

13. Using the monthly statements or combined statements selected under #12 above, excluding fuel cards, randomly select 10 transactions (or all transactions if less than 10) from each statement, and obtain supporting documentation for the transactions (i.e., each card should have 10 transactions subject to testing). For each transaction, observe it is supported by (1) an original itemized receipt that identifies precisely what was purchased, (2) written documentation of the business/public purpose, and (3) documentation of the individuals participating in meals (for meal charges only). For missing receipts, the practitioner should describe the nature of the transaction and note whether management had a compensating control to address missing receipts, such as a “missing receipt statement” that is subject to increased scrutiny.

Results:

- Exception noted. One of the ten transactions selected from a credit card statement was a charge for meals. This transaction did not list the name of the personnel who attended the meal. The transaction was noted as meal while attending training.
- Exception noted. Two transactions (Microsoft charge and GoDaddy charge) from a credit statement did not have itemized receipts or business purpose noted for these charges.
- Exception note. Three transactions for fuel from a credit card statement did not have an itemized receipt.

Travel and Expense Reimbursement

14. Obtain from management a listing of all travel and travel-related expense reimbursements during the fiscal period and management’s representation that the listing or general ledger is complete. Randomly select 5 reimbursements, obtain the related expense reimbursement forms/prepaid expense documentation of each selected reimbursement, as well as the supporting documentation. For each of the 5 reimbursements selected:
- a) If reimbursed using a per diem, observe the approved reimbursement rate is no more than those rates established either by the State of Louisiana or the U.S. General Services Administration (www.gsa.gov).
 - b) If reimbursed using actual costs, observe the reimbursement is supported by an original itemized receipt that identifies precisely what was purchased.
 - c) Observe each reimbursement is supported by documentation of the business/public purpose (for meal charges, observe that the documentation includes the names of those individuals participating) and other documentation required by written policy (procedure #1h).

Results: No exceptions were noted as a result of this procedure.

Contracts

15. Obtain from management a listing of all agreements/contracts for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period. *Alternately, the practitioner may use an equivalent selection source, such as an active vendor list.* Obtain management's representation that the listing is complete. Randomly select 5 contracts (or all contracts if less than 5) from the listing, excluding the practitioner's contract, and:
- a) Observe whether the contract was bid in accordance with the Louisiana Public Bid Law (e.g., solicited quotes or bids, advertised), if required by law.
 - b) Observe whether the contract was approved by the governing body/board, if required by policy or law (e.g., Lawrason Act, Home Rule Charter).
 - c) If the contract was amended (e.g., change order), observe the original contract terms provided for such an amendment and that amendments were made in compliance with the contract terms (e.g., if approval is required for any amendment, was approval documented).
 - d) Randomly select one payment from the fiscal period for each of the 5 contracts, obtain the supporting invoice, agree the invoice to the contract terms, and observe the invoice and related payment agreed to the terms and conditions of the contract.

Results: No exceptions were noted as a result of this procedure.

Payroll and Personnel

16. Obtain a listing of employees and officials employed during the fiscal period and management's representation that the listing is complete. Randomly select 5 employees or officials, obtain related paid salaries and personnel files, and agree paid salaries to authorized salaries/pay rates in the personnel files.

Results: No exceptions were noted as a result of this procedure.

17. Randomly select one pay period during the fiscal period. For the 5 employees or officials selected under #16 above, obtain attendance records and leave documentation for the pay period, and:
- a) Observe all selected employees or officials documented their daily attendance and leave (e.g., vacation, sick, compensatory). (Note: Generally, officials are not eligible to earn leave and do not document their attendance and leave. However, if the official is earning leave according to a policy and/or contract, the official should document his/her daily attendance and leave.)
 - b) Observe whether supervisors approved the attendance and leave of the selected employees or officials.

- c) Observe any leave accrued or taken during the pay period is reflected in the entity's cumulative leave records.
- d) Observe the rate paid to the employees or officials agree to the authorized salary/pay rate found within the personnel file.

Results: No exceptions were noted as a result of this procedure.

18. Obtain a listing of those employees or officials that received termination payments during the fiscal period and management's representation that the list is complete. Randomly select two employees or officials obtain related documentation of the hours and pay rates used in management's termination payment calculations and the entity's policy on termination payments. Agree the hours to the employee or officials' cumulative leave records, agree the pay rates to the employee or officials' authorized pay rates in the employee or officials' personnel files, and agree the termination payment to entity policy.

Results: No exceptions were noted as a result of this procedure.

19. Obtain management's representation that employer and employee portions of third-party payroll related amounts (e.g., payroll taxes, retirement contributions, health insurance premiums, garnishments, workers' compensation premiums, etc.) have been paid, and any associated forms have been filed, by required deadlines.

Results: No exceptions were noted as a result of this procedure.

Ethics (excluding nonprofits)

20. Using the 5 randomly selected employees/officials from procedure #16 under "Payroll and Personnel" above obtain ethics documentation from management, and:
- a) Observe whether the documentation demonstrates each employee/official completed one hour of ethics training during the fiscal period.
 - b) Observe whether the entity maintains documentation which demonstrates each employee and official were notified of any changes to the entity's ethics policy during the fiscal period, as applicable.

Results: No exceptions were noted as a result of this procedure.

Debt Service (excluding nonprofits)

21. Obtain a listing of bonds/notes and other debt instruments issued during the fiscal period and management's representation that the listing is complete. Select all debt instruments on the listing, obtain supporting documentation, and observe State Bond Commission approval was obtained for each debt instrument issued.

Results: This section not applicable.

22. Obtain a listing of bonds/notes outstanding at the end of the fiscal period and management's representation that the listing is complete. Randomly select one bond/note, inspect debt covenants, obtain supporting documentation for the reserve balance and payments, and agree actual reserve balances and payments to those required by debt covenants (including contingency funds, short-lived asset funds, or other funds required by the debt covenants).

Results: This section not applicable.

Fraud

23. Obtain a listing of misappropriations of public funds and assets during the fiscal period and management's representation that the listing is complete. Select all misappropriations on the listing, obtain supporting documentation, and observe that the entity reported the misappropriation(s) to the legislative auditor and the district attorney of the parish in which the entity is domiciled.

Results: No exceptions were noted as a result of this procedure.

24. Observe the entity has posted, on its premises and website, the notice required by R.S. 24:523.1 concerning the reporting of misappropriation, fraud, waste, or abuse of public funds.

Results: No exceptions were noted as a result of this procedure.

Information Technology Disaster Recovery/Business Continuity

25. Perform the following procedures, **verbally discuss the Results with management, and report "We performed the procedure and discussed the Results with management."**
- a) Obtain and inspect the entity's most recent documentation that it has backed up its critical data (if no written documentation, inquire of personnel responsible for backing up critical data) and observe that such backup occurred within the past week. If backups are stored on a physical medium (e.g., tapes, CDs), observe evidence that backups are encrypted before being transported.
 - b) Obtain and inspect the entity's most recent documentation that it has tested/verified that its backups can be restored (if no written documentation, inquire of personnel

- responsible for testing/verifying backup restoration) and observe evidence that the test/verification was successfully performed within the past 3 months.
- c) Obtain a listing of the entity's computers currently in use and their related locations, and management's representation that the listing is complete. Randomly select 5 computers and observe while management demonstrates that the selected computers have current and active antivirus software and that the operating system and accounting system software in use are currently supported by the vendor.

Results: We performed the procedure and discussed the Results with management.

Sexual Harassment

26. Using the 5 randomly selected employees/officials from procedure #16 under "Payroll and Personnel" above, obtain sexual harassment training documentation from management, and observe the documentation demonstrates each employee/official completed at least one hour of sexual harassment training during the calendar year.

Results: Documentation did not demonstrate each employee/official completed at least one hour of sexual harassment training during the calendar year.

27. Observe the entity has posted its sexual harassment policy and complaint procedure on its website (or in a conspicuous location on the entity's premises if the entity does not have a website).

Results: We did not observe the Town has posted its sexual harassment policy and complaint procedure on its website or at the Town's premises.

28. Obtain the entity's annual sexual harassment report for the current fiscal period, observe that the report was dated on or before February 1, and observe it includes the applicable requirements of R.S. 42:344:

- a. Number and percentage of public servants in the agency who have completed the training requirements;
- b. Number of sexual harassment complaints received by the agency;
- c. Number of complaints which resulted in a finding that sexual harassment occurred;
- d. Number of complaints in which the finding of sexual harassment resulted in discipline or corrective action; and
- e. Amount of time it took to resolve each complaint.

Results: We did not observe the Town prepared its annual sexual harassment report with the required elements.

Camnetar & Co., CPAs

a professional accounting corporation

We were engaged by the Town to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on those C/C areas identified in the SAUPs. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

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

This report is intended solely to describe the scope of testing performed on those C/C areas identified in the SAUPs, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the LLA as a public document.

Camnetar & Co.

Camnetar & Co., CPAs

a professional accounting corporation

Gretna, Louisiana

March 29, 2023

**TOWN OF GRAND ISLE
POST OFFICE BOX 200
GRAND ISLE, LOUISIANA 70358**

March 29, 2023

Edward L. Camnetar Jr
Camnetar & Co. CPAs
2550 Belle Chasse Hwy Suite 170
Gretna, LA 70053

Dear Mr. Camnetar:

The following outlines the action to be taken by the Town of Grand Isle, Louisiana regarding the results of the agreed upon procedures addressed to the Town by you in your report dated March 29, 2023.

**MANAGEMENT'S RESPONSE TO RESULTS OF
AGREED UPON PROCEDURES ENGAGEMENT**

Bank Reconciliations

- The Town acknowledges the importance of timely bank account reconciliation. The Town is reviewing its current procedures to make improvements in accounting procedures to reconcile the bank account reconciliations within two months of the statement ending date.
- The Town acknowledges the importance of oversight by management or the Town's Board of Aldermen of the Town's bank account reconciliation. The Town will implement a procedure to have a member of management or the Town's Board of Aldermen to review, sign and date the Town's bank account reconciliations.
- The Town acknowledges the importance of researching stale outstanding items on the bank account reconciliation. The Town is reviewing its current procedures to make improvements in accounting procedures to ensure disposition of stale reconciling items on the bank account reconciliations.

Collections

- The Town acknowledges the importance of timely bank deposits. The Town incurred devastating results of Hurricane Ida. The Town operates on an island and the bank(s) utilized by the Town are a significant distance from Town Hall. The Town will make its best efforts to make timely bank deposits.

TOWN OF GRAND ISLE

Credit Cards

- The Town incurred late fees on credit card statements due to the impacts of Hurricane Ida. The Town will continue to be diligent in paying all credit card statements timely.
- The Town will review and improve its accounting procedures to ensure all meal charges on the credit card statements identify the names of the individuals eating the meal.
- The Town will review and improve its accounting procedures to ensure all charges on the credit cards have itemized receipts.

Sexual Harassment

- The Town will review and improve its procedures to ensure and document each employee complete at least one hour of sexual harassment training during the calendar year.
- The Town will post its sexual harassment policy on the website and at Town Hall.
- The Town will review and improves its procedures to prepare and post the required annual sexual harassment report.

It should be noted the Town's infrastructure will completely devastated due to the impacts of Hurricane Ida. The Town was under a declared state of emergency for twelve months. Now that horrific time is behind us we will move forward with diligence to ensure the Town is compliant with best practices.



David Camardelle, Mayor