

CITY OF BROUSSARD, LOUISIANA

Financial Report

Year Ended June 30, 2022

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INDEPENDENT AUDITOR'S REPORT

* A Professional Accounting Corporation

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

Adverse and Unmodified Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Broussard, Louisiana (City), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Adverse Opinion on Aggregate Discretely Presented Component Units

In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the financial statements referred to above do not present fairly the financial position of the aggregate discretely presented component units of the City of Broussard, Louisiana, as of June 30, 2022, or the changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinions on Governmental Activities, Business-Type Activities, and Each Major Fund

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, and each major fund of the City of Broussard, 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 Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 City, 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 adverse and unmodified audit opinions.

Matters Giving Rise to Adverse Opinion on the Aggregate Discretely Presented Component Units

The financial statements do not include financial data for the City of Broussard's legally separate component units. Accounting principles generally accepted in the United States of America require the financial data for those component units to be reported with the financial data of the City's primary government unless the City of Broussard also issues financial statements for the financial reporting entity that include the financial data for its component units. The City of Broussard has not issued such reporting entity financial statements. Because of this departure from accounting principles generally accepted in the United States of America, the assets, liabilities, net assets, revenues, and expenses of the discretely presented component units would have been reported as \$2,534,879, \$13,180, \$2,521,699, \$1,888,869, and \$2,099,803, respectively.

Change in Accounting Principle

As described in Note 7 to the financial statements, in 2022 the City adopted new accounting guidance, GASB Statement No. 87, Leases. Our opinion is not modified with respect to this matter.

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; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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 City's ability to continue as a going concern for 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, 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 City'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.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require the budgetary comparison information, schedule of employer's share of net pension liability, and schedule of employer contributions on pages 49 through 54 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

Supplementary Information

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

The comparative statements and the Justice System Funding Schedule are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, these comparative statements and the Justice System Funding Schedule are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The prior year comparative information on the combining and comparative statements has been derived from the City of Broussard's 2021 financial statements, which was subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America and, in our opinion, was fairly presented, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the various schedules but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information and we do not express an opinion or any form of assurance thereon.

In connection of our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 27, 2022, on our consideration of the City of Broussard, Louisiana's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
December 27, 2022

BASIC FINANCIAL STATEMENTS

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

CITY OF BROUSSARD, LOUISIANA

Statement of Net Position
June 30, 2022

	Governmental Activities	Business- Type Activities	Total
ASSETS			
Current assets:			
Cash and interest-bearing deposits	\$ 14,365,224	\$ 680,184	\$ 15,045,408
Receivables, net	1,956,206	699,933	2,656,139
Internal balances	36,815	(36,815)	-
Due from other governmental agencies	656,788	231,248	888,036
Prepaid items	318,458	107,879	426,337
Total current assets	<u>17,333,491</u>	<u>1,682,429</u>	<u>19,015,920</u>
Noncurrent assets:			
Restricted assets -			
Cash and interest-bearing deposits	4,699,806	1,608,495	6,308,301
Capital assets -			
Land and construction in progress	12,191,570	5,180,948	17,372,518
Capital assets, net of accumulated depreciation	23,804,956	57,818,596	81,623,552
Right-of-use asset, net	512,139	67,395	579,534
Total noncurrent assets	<u>41,208,471</u>	<u>64,675,434</u>	<u>105,883,905</u>
Total assets	<u>58,541,962</u>	<u>66,357,863</u>	<u>124,899,825</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred loss on bond refunding	413,659	-	413,659
Deferred outflows related to pensions	923,834	-	923,834
Total deferred outflows of resources	<u>1,337,493</u>	<u>-</u>	<u>1,337,493</u>
LIABILITIES			
Current liabilities:			
Accounts, salaries and other payables	1,295,344	327,015	1,622,359
Deferred revenue	2,352,389	-	2,352,389
Due to other governmental agencies	850,000	-	850,000
Right-of-use lease liability	140,910	38,081	178,991
Notes payable	167,646	46,000	213,646
Bonds payable	835,000	845,000	1,680,000
Accrued interest payable	89,340	128,564	217,904
Customers' deposits payable	-	493,818	493,818
Total current liabilities	<u>5,730,629</u>	<u>1,878,478</u>	<u>7,609,107</u>
Noncurrent liabilities:			
Compensated absences payable	585,154	146,163	731,317
Net pension liability	853,927	-	853,927
Right-of-use lease liability	314,989	20,117	335,106
Notes payable	348,317	987,903	1,336,220
Bonds payable, net of discount on bond issuance	15,594,014	23,213,519	38,807,533
Total noncurrent liabilities	<u>17,696,401</u>	<u>24,367,702</u>	<u>42,064,103</u>
Total liabilities	<u>23,427,030</u>	<u>26,246,180</u>	<u>49,673,210</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	525,143	-	525,143
NET POSITION			
Net investment in capital assets	26,387,411	38,752,122	65,139,533
Restricted for sales tax dedications	7,767,490	-	7,767,490
Restricted for debt service	1,764,641	131,242	1,895,883
Restricted for external legal constraint	2,845,830	-	2,845,830
Unrestricted (deficit)	(2,838,090)	1,228,319	(1,609,771)
Total net position	<u>\$ 35,927,282</u>	<u>\$ 40,111,683</u>	<u>\$ 76,038,965</u>

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

CITY OF BROUSSARD, LOUISIANA

Statement of Activities
For the Year Ended June 30, 2022

Activities	Expenses	Program Revenues			Net (Expense) Revenues and Changes in Net Position		
		Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities:							
General government	\$ 2,756,847	\$ 1,942,632	-	-	\$ (814,215)	-	\$ (814,215)
Economic development	411,671	-	-	-	(411,671)	-	(411,671)
Public safety	5,934,160	522,695	365,011	-	(5,046,454)	-	(5,046,454)
Streets and drainage	4,522,081	-	93,531	808,889	(3,619,661)	-	(3,619,661)
Culture and recreation	18,018	-	-	-	(18,018)	-	(18,018)
Interest on long-term debt	557,346	-	-	-	(557,346)	-	(557,346)
Total governmental activities	<u>14,200,123</u>	<u>2,465,327</u>	<u>458,542</u>	<u>808,889</u>	<u>(10,467,365)</u>	<u>-</u>	<u>(10,467,365)</u>
Business-type activities:							
Water	3,147,676	2,571,173	-	-	-	(576,503)	(576,503)
Sewer	2,387,788	1,257,645	29,198	152,915	-	(948,030)	(948,030)
Sanitation	1,403,879	1,415,046	-	-	-	11,167	11,167
Parks and Recreation	3,696,814	713,133	-	31,114	-	(2,952,567)	(2,952,567)
Total business-type activities	<u>10,636,157</u>	<u>5,956,997</u>	<u>29,198</u>	<u>184,029</u>	<u>-</u>	<u>(4,465,933)</u>	<u>(4,465,933)</u>
Total	<u>\$ 24,836,280</u>	<u>\$ 8,422,324</u>	<u>\$ 487,740</u>	<u>\$ 992,918</u>	<u>(10,467,365)</u>	<u>(4,465,933)</u>	<u>(14,933,298)</u>
General revenues:							
Taxes -							
Sales and use taxes, levied for general purposes					17,726,365	-	17,726,365
Franchise taxes					1,311,618	-	1,311,618
Grants and contributions not restricted to specific programs -							
State sources					121,214	-	121,214
Non-employer contributions					35,799	-	35,799
Interest and investment earnings					50,687	18,230	68,917
Gain on sale of capital assets					-	28,300	28,300
Miscellaneous					345,485	-	345,485
Transfers					(4,664,851)	4,664,851	-
Total general revenues and transfers					<u>14,926,317</u>	<u>4,711,381</u>	<u>19,637,698</u>
Change in net position					4,458,952	245,448	4,704,400
Net position - July 1, 2021, as restated					<u>31,468,330</u>	<u>39,866,235</u>	<u>71,334,565</u>
Net position - June 30, 2022					<u>\$ 35,927,282</u>	<u>\$ 40,111,683</u>	<u>\$ 76,038,965</u>

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

FUND FINANCIAL STATEMENTS (FFS)

MAJOR FUND DESCRIPTIONS

General Fund

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

Special Revenue Funds

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

1992 Sales Tax Fund -

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

TIF Sales Tax Fund -

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

2011 Recreational Sales Tax Fund -

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

Capital Projects Fund

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

LCDBG/Streets Capital Projects Fund -

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

Enterprise Funds

Utility Fund -

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

Parks and Recreation Fund -

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

CITY OF BROUSSARD, LOUISIANA

Balance Sheet
Governmental Funds
June 30, 2022

	General	1992 Sales Tax	TIF Sales Tax	2011 Recreational Sales Tax	LCDBG/Streets Capital Projects	Other Governmental Funds	Total
ASSETS							
Cash and interest-bearing deposits	\$ 9,986,160	\$4,008,358	\$ 592,924	\$ 2,596,135	\$ 27,477	\$ 1,853,976	\$ 19,065,030
Receivables -							
Taxes and licenses	760,332	641,294	233,934	320,646	-	-	1,956,206
Due from other governmental agencies	364,610	-	-	-	292,178	-	656,788
Due from other funds	36,815	20,000	-	-	705,174	5	761,994
Prepaid items	318,458	-	-	-	-	-	318,458
Total assets	<u>\$ 11,466,375</u>	<u>\$4,669,652</u>	<u>\$ 826,858</u>	<u>\$ 2,916,781</u>	<u>\$ 1,024,829</u>	<u>\$ 1,853,981</u>	<u>\$ 22,758,476</u>
LIABILITIES AND FUND BALANCES							
Liabilities -							
Accounts payable and accrued expenditures	\$ 453,563	\$ 4,364	\$ 2,732	\$ 2,254	\$ 165	\$ -	\$ 463,078
Deferred revenue	2,352,389	-	-	-	-	-	2,352,389
Contracts payable	-	-	-	-	468,740	-	468,740
Retainage payable	-	-	-	-	363,526	-	363,526
Due to other governmental agencies	340,000	340,000	-	170,000	-	-	850,000
Due to other funds	598,728	5	126,446	-	-	-	725,179
Total liabilities	<u>3,744,680</u>	<u>344,369</u>	<u>129,178</u>	<u>172,254</u>	<u>832,431</u>	<u>-</u>	<u>5,222,912</u>
Fund balances -							
Nonspendable for prepaid items	318,458	-	-	-	-	-	318,458
Restricted for sales tax dedications	-	4,325,283	697,680	2,744,527	-	-	7,767,490
Restricted for debt service	-	-	-	-	-	1,853,981	1,853,981
Restricted for external legal constraint	2,845,830	-	-	-	-	-	2,845,830
Assigned for capital expenditures	-	-	-	-	192,398	-	192,398
Unassigned	4,557,407	-	-	-	-	-	4,557,407
Total fund balances	<u>7,721,695</u>	<u>4,325,283</u>	<u>697,680</u>	<u>2,744,527</u>	<u>192,398</u>	<u>1,853,981</u>	<u>17,535,564</u>
Total liabilities and fund balances	<u>\$ 11,466,375</u>	<u>\$4,669,652</u>	<u>\$ 826,858</u>	<u>\$ 2,916,781</u>	<u>\$ 1,024,829</u>	<u>\$ 1,853,981</u>	<u>\$ 22,758,476</u>

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

CITY OF BROUSSARD, LOUISIANA

Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2022

Total fund balances for governmental funds at June 30, 2022		\$17,535,564
Total net position reported for governmental activities in the statement of net position is different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of:		
Land	\$ 1,255,611	
Construction in progress	10,935,959	
Buildings and improvements, net of \$1,963,485 accumulated depreciation	1,756,942	
Equipment and vehicles, net of \$2,302,783 accumulated depreciation	1,347,671	
Infrastructure, net of \$7,745,126 accumulated depreciation	<u>20,700,343</u>	35,996,526
Intangible right-of-use assets used in governmental activities are not financial resources, and therefore, are not reported in the fund.		
Right-of-use assets, net		512,139
The deferred loss on bond refunding is not an available resource, and therefore, is not reported in the funds		
		413,659
The deferred outflows of expenditures in the municipal police employees retirement system are not a use of current resources, and therefore, are not reported in the funds		
		923,834
Long-term liabilities at June 30, 2022:		
Compensated absences payable	(585,154)	
Net pension liability	(853,927)	
Notes payable	(515,963)	
Right-of-use liabilities	(455,899)	
Bonds payable	(16,429,014)	
Accrued interest payable	<u>(89,340)</u>	(18,929,297)
The deferred inflows of contributions for the municipal police employees retirement system are not available resources, and therefore, are not reported in the funds		
		<u>(525,143)</u>
Total net position of governmental activities at June 30, 2022		<u>\$35,927,282</u>

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

CITY OF BROUSSARD, LOUISIANA

Statement of Revenues, Expenditures and Changes in Fund Balances -
Governmental Funds
For the Year Ended June 30, 2022

	General	1992 Sales Tax	TIF Sales Tax	2011 Recreational Sales Tax	LCDBG/Streets Capital Projects	Other Governmental Funds	Total
Revenues:							
Taxes	\$ 8,045,442	\$ 6,733,824	\$ 892,119	\$ 3,366,598	\$ -	\$ -	\$ 19,037,983
Licenses and permits	1,942,632	-	-	-	-	-	1,942,632
Intergovernmental	579,755	-	-	-	808,889	-	1,388,644
Fine and forfeits	522,695	-	-	-	-	-	522,695
Interest	20,747	14,990	1,200	6,525	-	7,225	50,687
Miscellaneous	345,486	-	-	-	-	-	345,486
Total revenues	<u>11,456,757</u>	<u>6,748,814</u>	<u>893,319</u>	<u>3,373,123</u>	<u>808,889</u>	<u>7,225</u>	<u>23,288,127</u>
Expenditures:							
Current -							
General government	2,462,760	53,916	15,175	25,409	2,600	-	2,559,860
Economic development	416,836	-	-	-	-	-	416,836
Public safety	5,321,280	-	-	-	-	-	5,321,280
Streets and drainage	3,458,922	-	-	-	-	-	3,458,922
Culture and recreation	-	-	-	18,018	-	-	18,018
Debt service	349,099	-	-	-	-	1,481,177	1,830,276
Capital outlay	1,154,923	-	-	8,249	5,757,863	-	6,921,035
Total expenditures	<u>13,163,820</u>	<u>53,916</u>	<u>15,175</u>	<u>51,676</u>	<u>5,760,463</u>	<u>1,481,177</u>	<u>20,526,227</u>
Excess (deficiency) of revenues over expenditures	<u>(1,707,063)</u>	<u>6,694,898</u>	<u>878,144</u>	<u>3,321,447</u>	<u>(4,951,574)</u>	<u>(1,473,952)</u>	<u>2,761,900</u>
Other financing sources (uses):							
Proceeds from intangible right-to-use assets	507,742	-	-	-	-	-	507,742
Transfers in	1,300,000	-	-	-	6,749,647	1,469,449	9,519,096
Transfers out	(629,356)	(7,356,449)	(1,933,291)	(2,655,625)	(1,609,226)	-	(14,183,947)
Total other financing sources (uses)	<u>1,178,386</u>	<u>(7,356,449)</u>	<u>(1,933,291)</u>	<u>(2,655,625)</u>	<u>5,140,421</u>	<u>1,469,449</u>	<u>(4,157,109)</u>
Net change in fund balances	(528,677)	(661,551)	(1,055,147)	665,822	188,847	(4,503)	(1,395,209)
Fund balances - beginning, as restated	<u>8,250,372</u>	<u>4,986,834</u>	<u>1,752,827</u>	<u>2,078,705</u>	<u>3,551</u>	<u>1,858,484</u>	<u>18,930,773</u>
Fund balances - ending	<u>\$ 7,721,695</u>	<u>\$ 4,325,283</u>	<u>\$ 697,680</u>	<u>\$ 2,744,527</u>	<u>\$ 192,398</u>	<u>\$ 1,853,981</u>	<u>\$ 17,535,564</u>

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

CITY OF BROUSSARD, LOUISIANA

Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2022

Total net changes in fund balances at June 30, 2022 in the
statement of revenues, expenditures and changes in fund balances \$ (1,395,209)

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

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

Capital outlay which is considered expenditures in the statement of revenues, expenditures and changes in fund balances	\$ 6,820,415	
Depreciation expense for the year ended June 30, 2022	(1,522,176)	
Loss on disposal of capital assets	<u>(2,673)</u>	5,295,566

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

Principal payments	1,214,217	
Proceeds from intangible right-to-use assets	(507,742)	
Amortization of bond premium	83,507	
Loss on refunding amortized	<u>(29,547)</u>	760,435

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

Compensated absences	(81,371)	
Interest expense	4,753	
Pension expense	<u>(161,021)</u>	(237,639)

Non-employer contributions to the municipal police employees retirement system		<u>35,799</u>
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Total changes in net position at June 30, 2022 in the statement of activities	<u><u>\$ 4,458,952</u></u>
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The accompanying notes are an integral part of the basic financial statements.

CITY OF BROUSSARD, LOUISIANA

Combined Statement of Net Position
Proprietary Funds
June 30, 2022

	Utility Fund	Parks and Recreation Fund	Total
ASSETS			
Current assets:			
Cash and interest-bearing deposits	\$ 246,591	\$ 433,593	\$ 680,184
Accounts receivable, net	669,183	30,750	699,933
Due from other governmental agencies	226,687	4,561	231,248
Prepaid insurance	70,672	37,207	107,879
Total current assets	<u>1,213,133</u>	<u>506,111</u>	<u>1,719,244</u>
Noncurrent assets:			
Restricted assets -			
Cash and interest-bearing deposits	493,818	1,114,677	1,608,495
Capital assets -			
Land and construction in progress	1,901,499	3,279,449	5,180,948
Capital assets, net	27,766,220	30,052,376	57,818,596
Right-of-use asset, net	57,740	9,655	67,395
Total noncurrent assets	<u>30,219,277</u>	<u>34,456,157</u>	<u>64,675,434</u>
Total assets	<u>31,432,410</u>	<u>34,962,268</u>	<u>66,394,678</u>
LIABILITIES			
Current liabilities:			
Accounts payable	262,647	44,022	306,669
Accrued expenses	20,046	300	20,346
Due to other funds	3,789	33,026	36,815
Right-of-use lease liability	32,783	5,298	38,081
Loan payable	46,000	-	46,000
Payable from restricted assets:			
Bonds payable	-	845,000	845,000
Accrued interest	-	128,564	128,564
Customers' deposits	493,818	-	493,818
Total current liabilities	<u>859,083</u>	<u>1,056,210</u>	<u>1,915,293</u>
Noncurrent liabilities:			
Compensated absences payable	100,480	45,683	146,163
Right-of-use lease liability	15,544	4,573	20,117
Loan payable	987,903	-	987,903
Bonds payable	-	23,213,519	23,213,519
Total noncurrent liabilities	<u>1,103,927</u>	<u>23,263,775</u>	<u>24,367,702</u>
Total liabilities	<u>1,963,010</u>	<u>24,319,985</u>	<u>26,282,995</u>
NET POSITION			
Net investment in capital assets	28,633,816	10,118,306	38,752,122
Restricted for debt service	-	131,242	131,242
Unrestricted	835,584	392,735	1,228,319
Total net position	<u>\$ 29,469,400</u>	<u>\$ 10,642,283</u>	<u>\$ 40,111,683</u>

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

CITY OF BROUSSARD, LOUISIANA

Combined Statement of Revenues, Expenses and Changes in Fund Net Position
 Proprietary Funds
 For the Year Ended June 30, 2022

	Utility Fund	Parks and Recreation Fund	Total
Operating revenues:			
Charges for services	\$ 4,605,630	\$ 713,133	\$ 5,318,763
Miscellaneous	638,234	-	638,234
Total operating revenues	<u>5,243,864</u>	<u>713,133</u>	<u>5,956,997</u>
Operating expenses:			
Water	3,136,288	-	3,136,288
Sewer	2,382,094	-	2,382,094
Garbage	1,395,079	-	1,395,079
St. Julien Sports Complex	-	2,584,859	2,584,859
Arceneaux Park	-	37,971	37,971
Total operating expenses	<u>6,913,461</u>	<u>2,622,830</u>	<u>9,536,291</u>
Loss from operations	<u>(1,669,597)</u>	<u>(1,909,697)</u>	<u>(3,579,294)</u>
Nonoperating revenues (expenses):			
Interest earned	1,120	17,110	18,230
Interest expense	(25,882)	(702,065)	(727,947)
Amortization of premium on bond	-	(22,841)	(22,841)
Debt issuance cost	-	(349,078)	(349,078)
Grant revenue	29,198	-	29,198
Gain/loss on disposal of capital asset	28,300	-	28,300
Total nonoperating revenues (expenses)	<u>32,736</u>	<u>(1,056,874)</u>	<u>(1,024,138)</u>
Loss before capital contributions and transfers	<u>(1,636,861)</u>	<u>(2,966,571)</u>	<u>(4,603,432)</u>
Capital contributions	<u>152,915</u>	<u>31,114</u>	<u>184,029</u>
Transfers:			
Transfer from Capital Projects	1,609,226	-	1,609,226
Transfer from 1992 Sales Tax Fund	400,000	-	400,000
Transfer from Recreational Sales Tax Fund	-	2,655,625	2,655,625
Total transfers	<u>2,009,226</u>	<u>2,655,625</u>	<u>4,664,851</u>
Change in net position	525,280	(279,832)	245,448
Net position, beginning, as restated	<u>28,944,120</u>	<u>10,922,115</u>	<u>39,866,235</u>
Net position, ending	<u>\$ 29,469,400</u>	<u>\$ 10,642,283</u>	<u>\$ 40,111,683</u>

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

CITY OF BROUSSARD, LOUISIANA

Combined Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2022

	Utility Fund	Parks and Recreation Fund	Total
Cash flows from operating activities:			
Receipts from customers	\$ 4,424,865	\$ 713,133	\$ 5,137,998
Payments to suppliers	(4,602,193)	(1,377,929)	(5,980,122)
Payments of employees	(907,764)	(763,474)	(1,671,238)
Other income	638,234	-	638,234
Net cash used by operating activities	<u>(446,858)</u>	<u>(1,428,270)</u>	<u>(1,875,128)</u>
Cash flows from noncapital financing activities:			
Cash paid to other funds	1,710	36,551	38,261
Transfers from other funds	2,009,226	2,655,625	4,664,851
Grant revenue	29,198	-	29,198
Net increase in customer deposits payable	54,450	-	54,450
Net cash provided by noncapital financing activities	<u>2,094,584</u>	<u>2,692,176</u>	<u>4,786,760</u>
Cash flows from capital and related financing activities:			
Principal paid on bonds	(45,000)	(95,000)	(140,000)
Interest and fiscal agency fees paid on bonds	(25,882)	(738,579)	(764,461)
Capital contributions	152,915	31,114	184,029
Acquisition of capital assets	(1,835,602)	(111,878)	(1,947,480)
Net cash used by capital and related financing activities	<u>(1,753,569)</u>	<u>(914,343)</u>	<u>(2,667,912)</u>
Cash flows from investing activities:			
Purchase of interest-bearing deposits	-	(1,114,677)	(1,114,677)
Maturities of interest-bearing deposits	-	1,098,092	1,098,092
Debt issuance cost	-	(349,078)	(349,078)
Amortization of premium on bond	-	(22,841)	(22,841)
Interest on cash and investments	1,120	17,110	18,230
Net cash provided by investing activities	<u>1,120</u>	<u>(371,394)</u>	<u>(370,274)</u>
Net increase (decrease) in cash and cash equivalents	(104,723)	(21,831)	(126,554)
Cash and cash equivalents, beginning of period	845,132	455,424	1,300,556
Cash and cash equivalents, end of period	<u>\$ 740,409</u>	<u>\$ 433,593</u>	<u>\$ 1,174,002</u>
Reconciliation of operating loss to net cash used by operating activities			
Operating loss	\$ (1,669,597)	\$ (1,909,697)	\$ (3,579,294)
Adjustments to reconcile operating loss to net cash used by operating activities -			
Depreciation	1,441,735	962,507	2,404,242
Changes in assets and liabilities -			
Accounts receivable	(180,765)	(1,956)	(182,721)
Due from other governmental agencies	(177,806)	-	(177,806)
Discount on bond issuance	-	(481,481)	(481,481)
Prepaid insurance	(18,071)	(9,943)	(28,014)
Accounts payable	96,857	19,833	116,690
Accrued expenses	7,568	(12,478)	(4,910)
Vehicle lease payable	48,326	9,872	58,198
Compensated absences payable	4,895	(4,927)	(32)
Net cash used by operating activities	<u>\$ (446,858)</u>	<u>\$ (1,428,270)</u>	<u>\$ (1,875,128)</u>

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements

(1) Summary of Significant Accounting Policies

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

A. Financial Reporting Entity

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

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

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

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

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

Broussard Fire Department

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

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

Broussard Economic Development Corporation

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

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

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

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

B. Basis of Presentation

Government-Wide Financial Statements (GWFS)

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

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

Fund Financial Statements

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

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

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

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

The major funds of the City are described below:

Governmental Funds-

General Fund

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Special Revenue Funds

1992 Sales Tax Fund -

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

TIF Sales Tax Fund -

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

2011 Recreational Sales Tax Fund -

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

Capital Projects Fund

LCDBG/Streets Capital Projects Fund -

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Proprietary Funds -

Enterprise Funds

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

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

Debt Service Funds --

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

C. Measurement Focus/Basis of Accounting

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

Measurement Focus

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

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

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Basis of Accounting

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

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

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

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

Cash and interest-bearing deposits

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

Interfund receivables and payables

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

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include sales and use taxes, franchise taxes, and grant funds. Business-type activities report customer's utility service receivables as their major receivables. Allowances for uncollectible accounts receivable are based on historical trends and the periodic aging of accounts receivable. The allowance for uncollectible utility receivables was \$119,827 at June 30, 2022. Unbilled utility service receivables resulting from utility services rendered between the date of meter reading and billing and the end of the month, are recorded at year-end.

Capital Assets

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

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

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

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

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

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Restricted Assets

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

Long-term debt

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

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

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

Compensated Absences

Unused vacation is paid at the end of each calendar year. Unused sick leave up to 60 days may be carried over, with up to 30 days of the accumulated balance payable at termination of employment. At June 30, 2022, the City has \$731,317 of noncurrent accumulated leave benefits required to be reported in accordance with GASB Statement No. 16 "Accounting for Compensated Absences".

Deferred Outflows of Resources and Deferred Inflows of Resources

In some instances, the GASB requires a government to delay recognition of decreases in net position as expenditures until a future period. In other instances, governments are required to delay recognition of increases in net position as revenues until a future period. In these circumstances, deferred outflows of resources and deferred inflows of resources result from the delayed recognition of expenditures or revenues, respectively. At June 30, 2022, the City's deferred outflows of resources and deferred inflows of resources are attributable to the unamortized loss on the bond refunding and the pension plan.

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Equity Classifications

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

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

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

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

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

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

E. Revenues, Expenditures, and Expenses

Operating Revenues and Expenses

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

Expenditures/Expenses

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

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

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

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

Interfund Transfers

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

F. Revenue Restrictions

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

<u>Revenue Source</u>	<u>Legal Restrictions of Use</u>
Sales tax	See Note 12
Water, sewer and garbage revenue	Utility operations

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

G. Capitalization of Interest Expense

It is the policy of the City of Broussard to capitalize material amounts of interest resulting from borrowings in the course of the construction of capital assets in the proprietary funds. At June 30, 2022, there were no borrowings for assets under construction and no capitalized interest expense was recorded on the books.

H. Use of Estimates

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

(2) Cash and Interest-Bearing Deposits

Under state law, the City may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The City may invest in certificates and time deposits of the state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 2022, the City had cash and interest-bearing deposits (book balances) totaling \$21,353,709 as follows:

Non interest-bearing deposits	\$ 165,802
Interest-bearing deposits	19,283,299
Time deposits	<u>1,904,608</u>
Total	<u>\$ 21,353,709</u>

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

Deposit balances (bank balances) at June 30, 2022, which are required to be secured are as follows:

Bank balances	<u>\$ 21,712,370</u>
Federal deposit insurance	1,000,000
Pledged securities	<u>20,712,370</u>
Total insured and secured bank balances	<u>\$ 21,712,370</u>

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Deposits in the amount of \$20,712,370 were exposed to custodial credit risk. These deposits are uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the City's name. Even though the pledged securities are considered uncollateralized, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the City that the fiscal agent has failed to pay deposited funds upon demand. The City does not have a policy for custodial credit risk.

(3) Receivables

Receivables at June 30, 2022 consisted of the following:

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>
	<u>General Fund</u>	<u>Sales Tax Funds</u>	<u>Utility Fund</u>	<u>Parks and Recreation</u>	
Accounts	\$ -	\$ -	\$ 499,058	\$ 30,750	\$ 529,808
Unbilled utility	-	-	170,125	-	170,125
1975 1% sales taxes	641,292	-	-	-	641,292
1992 1% sales taxes	-	641,294	-	-	641,294
TIF sales taxes	-	233,934	-	-	233,934
2011 1/2% sales taxes	-	320,646	-	-	320,646
Franchise taxes	119,040	-	-	-	119,040
Totals	<u>\$ 760,332</u>	<u>\$ 1,195,874</u>	<u>\$ 669,183</u>	<u>\$ 30,750</u>	<u>\$ 2,656,139</u>

(4) Due from Other Governmental Units

Due from other governmental units at June 30, 2022 consisted of the following:

Governmental Activities -

General Fund:

Due from State of Louisiana for beer tax revenue earned through June 30, 2022	\$ 8,014
Due from State of Louisiana for video poker revenue earned through June 30, 2022	21,351
Due from Department of Homeland Security (FEMA) for hurricane related expenses	335,245

LCDBG/Streets Capital Projects Fund:

Due from Louisiana Division of Administration for reimbursement of expenditures	<u>292,178</u>
Total governmental activities	<u>656,788</u>

Business-Type Activities -

Utility Fund:

Due from Louisiana DOTD for HWY 90 water line relocation	182,113
Due from State of Louisiana for LGAP/CWEF	44,574

Parks and Recreation Fund:

Due from Department of Homeland Security (FEMA) for hurricane related expenses	<u>4,561</u>
Total business-type activities	<u>231,248</u>

Total due from other governmental agencies	<u>\$ 888,036</u>
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CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(5) Restricted Assets

Restricted assets consisted of the following at June 30, 2022:

	Governmental Activities	Business-Type Activities	Total
2015 revenue bond and interest sinking fund	\$ 183,979	\$ -	\$ 183,979
2015 revenue bond reserve fund	208,863	-	208,863
2016 revenue bond and interest sinking	684,191	-	684,191
2016 revenue bond reserve fund	435,140	-	435,140
2011 DEQ bond and interest sinking fund	76,174	-	76,174
2011 DEQ bond reserve fund	265,629	-	265,629
Saint Martin sales tax reinvestment fund	2,845,830	-	2,845,830
2012 revenue bond and interest sinking	-	306,591	306,591
2012 revenue bond reserve fund	-	1,114,677	1,114,677
Customers' deposits	-	493,818	493,818
Total restricted assets	<u>\$ 4,699,806</u>	<u>\$ 1,915,086</u>	<u>\$ 6,614,892</u>

(6) Capital Assets

Capital asset activity for the year ended June 30, 2022 follows:

	Balance 07/01/21	Additions	Deletions	Balance 06/30/22
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 1,213,659	\$ 41,952	\$ -	\$ 1,255,611
Construction in progress	5,704,808	5,797,266	566,115	10,935,959
Other capital assets:				
Buildings and improvements	3,713,178	8,249	1,000	3,720,427
Equipment and vehicles	3,798,975	445,569	594,090	3,650,454
Infrastructure	27,859,718	585,751	-	28,445,469
Total capital assets	<u>42,290,338</u>	<u>6,878,787</u>	<u>1,161,205</u>	<u>48,007,920</u>
Less accumulated depreciation				
Buildings and improvements	1,820,073	144,412	1,000	1,963,485
Equipment and vehicles	2,580,153	314,047	591,417	2,302,783
Infrastructure	6,778,196	966,930	-	7,745,126
Total accumulated depreciation	<u>11,178,422</u>	<u>1,425,389</u>	<u>592,417</u>	<u>12,011,394</u>
Governmental activities, capital assets, net	<u>31,111,916</u>	<u>5,453,398</u>	<u>568,788</u>	<u>35,996,526</u>

(Continued)

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(6) Capital Assets (Continued)

	Balance 07/01/21	Additions	Deletions	Balance 06/30/22
Business-type activities:				
Capital assets not being depreciated:				
Land - Sewer system	\$ 1,048,966	\$ -	\$ -	\$ 1,048,966
Land - Parks and Recreation	3,279,449	-	-	3,279,449
Construction in progress:				
Utility Fund	1,365,537	1,645,937	2,158,941	852,533
Parks and Recreation Fund	10,144	-	10,144	-
Other capital assets:				
Plant and equipment - Water system	14,882,565	1,568,256	-	16,450,821
Plant and equipment - Sewer system	29,775,640	634,133	-	30,409,773
Buildings - Parks and Recreation	33,611,491	78,835	-	33,690,326
Autos and office equipment - Utility	1,003,365	21,983	-	1,025,348
Equipment - Parks and Recreation	846,196	28,218	-	874,414
Vehicle - Parks and Recreation	46,590	-	-	46,590
Totals capital assets	<u>85,869,943</u>	<u>3,977,362</u>	<u>2,169,085</u>	<u>87,678,220</u>
Less accumulated depreciation:				
Plant and equipment - Water system	8,351,742	419,664	-	8,771,406
Plant and equipment - Sewer system	9,509,833	926,077	-	10,435,910
Buildings - Parks and Recreation	3,218,865	843,795	-	4,062,660
Autos and office equipment - utility	862,910	49,496	-	912,406
Equipment - Parks and Recreation	358,947	107,210	-	466,157
Vehicle - Parks and Recreation	23,901	6,236	-	30,137
Total accumulated depreciation	<u>22,326,198</u>	<u>2,352,478</u>	<u>-</u>	<u>24,678,676</u>
Business-type activities, capital assets, net	<u>63,543,745</u>	<u>1,624,884</u>	<u>2,169,085</u>	<u>62,999,544</u>

Depreciation expense was charged to governmental activities as follows:

General government	\$ 183,276
Public safety	204,487
Streets	<u>1,037,626</u>
Total depreciation expense - governmental activities	<u>\$ 1,425,389</u>

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

Water system	\$ 440,782
Sewer system	954,455
Parks and Recreation	<u>957,241</u>
Total depreciation expense - business-type activities	<u>\$ 2,352,478</u>

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(7) Leased Assets

During the fiscal year ended June 30, 2022, the City implemented GASBS No. 87, Leases, for accounting and reporting leases that had previously been reported as operating leases. During the year ended June 30, 2022, the City leased various vehicles at various terms. Due to the commencement date of the related lease agreement, restatement of prior period financial statements was considered necessary. The effect on net position is as follows:

	<u>Governmental Funds</u>	<u>Proprietary Funds</u>	<u>Total</u>
July 1, 2021 net position, as previously reported	(31,477,715)	(39,870,005)	(71,347,720)
Change in accounting principle:			
Net effect of GASB No. 87 implementation	<u>9,385</u>	<u>3,770</u>	<u>13,155</u>
July 1, 2021 net position, as restated	<u>(31,468,330)</u>	<u>(39,866,235)</u>	<u>(71,334,565)</u>

The City recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The lease activity for the year follows:

	<u>Balance 07/01/21</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 06/30/22</u>
Governmental activities:				
Intangible Right-to-use-assets	136,483	507,743	-	644,226
Less: accumulated amortization	<u>35,300</u>	<u>96,787</u>	-	<u>132,087</u>
Intangible right-to-use-assets, net	<u>101,183</u>	<u>410,956</u>	-	<u>512,139</u>
Business-type activities:				
Right-to-use-assets - Utility Fund	128,416	-	-	128,416
Right-to-use-assets - Parks and Recreation	<u>15,799</u>	-	-	<u>15,799</u>
Total intangible right-to-use assets	<u>144,215</u>	-	-	<u>144,215</u>
Less: accumulated amortization				
Right-to-use-assets - Utility Fund	27,871	42,805	-	70,676
Right-to-use-assets - Parks and Recreation	<u>878</u>	<u>5,266</u>	-	<u>6,144</u>
Total accumulated amortization	<u>28,749</u>	<u>48,071</u>	-	<u>76,820</u>
Intangible right-to-use-assets, net	<u>115,466</u>	<u>(48,071)</u>	-	<u>67,395</u>

(Continued)

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(7) Leased Assets - Continued

The leased asset will be amortized over the lease term. Unamortized lease asset to be amortized in future periods is as follows:

<u>Year Ending June 30,</u>	<u>Governmental Funds</u>	<u>Proprietary Funds</u>
2023	173,574	47,194
2024	143,361	20,201
2025	118,516	-
2026	72,930	-
2027	3,758	-
	<u>512,139</u>	<u>67,395</u>

The following is a summary of changes in the lease liability for the year ended June 30, 2022:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due within One Year</u>
Governmental Funds	\$ 67,796	\$ 507,742	\$ 119,639	\$ 455,899	\$ 140,910
Proprietary Funds	94,698	-	36,500	58,198	38,081
Total	<u>\$ 162,494</u>	<u>\$ 507,742</u>	<u>\$ 156,139</u>	<u>\$ 514,097</u>	<u>\$ 178,991</u>

At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. For purposes of discounting future payments on the lease, the City used the interest rate of 4.10% - 3.85%. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over the shorter of its useful life or the lease term.

Minimum lease payments through the lease term are as follows:

<u>Year Ended June 30,</u>	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2023	\$ 140,910	\$ 21,102	\$ 38,081	\$ 1,616
2024	127,948	14,071	20,117	375
2025	111,692	7,606	-	-
2026	71,096	1,929	-	-
2027	4,253	107	-	-
	<u>\$ 455,899</u>	<u>\$ 44,815</u>	<u>\$ 58,198</u>	<u>\$ 1,991</u>

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(8) Accounts, Salaries and Other Payables

Accounts, salaries, and other payables consisted of the following at June 30, 2022:

	Governmental Activities	Business-Type Activities	Total
Accounts payable	\$ 275,703	\$ 306,669	\$ 582,372
Accrued payroll	176,610	20,346	196,956
Collection fees payable	10,765	-	10,765
Contracts payable	468,740	-	468,740
Retainage payable	363,526	-	363,526
Totals	<u>\$ 1,295,344</u>	<u>\$ 327,015</u>	<u>\$1,622,359</u>

(9) Due to Other Governmental Agencies

Amounts due to other governmental agencies at June 30, 2022 in the amount of \$850,000 consists of \$340,000 for 1975 sales taxes (accounted for in the General Fund), \$340,000 for 1992 sales taxes, and \$170,000 for 2011 recreational sales taxes due to the Lafayette Parish School System Sales Tax Office for sales taxes erroneously remitted to the City.

(10) Long-Term Liabilities

The following is a summary of long-term liabilities transactions of the City for the year ended June 30, 2022:

	Revenue Bonds	Notes Payable	Compensated Absences
Governmental Activities:			
Balance, June 30, 2021	\$ 15,958,879	\$ 721,541	\$ 503,783
Additions	-	-	120,317
Deletions	(889,000)	(205,578)	(38,946)
Balance, June 30, 2022	<u>\$ 15,069,879</u>	<u>\$ 515,963</u>	<u>\$ 585,154</u>
Business-type Activities:			
Balance, June 30, 2021	\$ 24,635,000	\$ 1,078,903	\$ 146,195
Additions	13,670,000	-	26,237
Deletions	(13,765,000)	(45,000)	(26,269)
Balance, June 30, 2022	<u>\$ 24,540,000</u>	<u>\$ 1,033,903</u>	<u>\$ 146,163</u>

(continued)

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(10) Long-Term Liabilities - Continued

Long-term liabilities payable at June 30, 2022 is comprised of the following:

Governmental activities:	<u>Total</u>	<u>Current Portion</u>
General obligation bonds -		
\$4,000,000 2011 Sales Tax Bonds due in annual installments ranging from \$95,000 to \$110,000 through May 1, 2032; interest at .95%; secured by a pledge of and payable solely from the proceeds of the 1% 1992 sales tax revenues.	\$ 1,779,879	\$ 100,000
\$9,225,000 Sales Tax Refunding Bonds, Series 2015, due in annual installments ranging from \$135,000 through \$540,000 through May 1, 2038; interest at 2.0%-5.0%; secured by a pledge of and payable solely from the proceeds of the 1% 1992 sales tax revenues.	6,940,000	410,000
\$7,855,000 Sales Tax Refunding Bonds, Series 2016, due in annual installments ranging from \$290,000 to \$545,000 through May 1, 2037; interest at 2%-4%; secured by a pledge of and payable solely from the proceeds of the 1% 1992 sales tax revenues.	<u>6,350,000</u>	<u>325,000</u>
Total bonds payable	15,069,879	<u>\$ 835,000</u>
Add: unamortized bond premium	<u>1,359,135</u>	
Net bonds payable - governmental activities	<u>\$ 16,429,014</u>	
Notes payable -		
\$288,972 purchase agreement dated May 25, 2020, due in five annual installments of \$62,895 including interest of 2.9% through June 12, 2025; secured by equipment with a book value of \$231,178 (appropriated to the Broussard Fire Department).	178,292	57,747
\$1,099,602 purchase agreement dated May 29, 2020, due in six annual installments, one in the amount of \$549,801 and five in the amount of \$118,002 including interest of 2.4% through May 29, 2025; secured by equipment with a book value of \$952,988 (appropriated to the Broussard Fire Department).	<u>337,671</u>	<u>109,899</u>
Total notes payable - governmental activities	<u>\$ 515,963</u>	<u>\$ 167,646</u>

(continued)

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(10) Long-Term Liabilities - Continued

Business-type activities:

Parks and Recreation Fund -

\$17,205,000 Recreational Facility Sales Tax Revenue Bonds, Series 2012, due in annual installments ranging from \$210,000 through \$950,000 through May 1, 2042; interest at 1%-5%; secured by a pledge of and payable solely from the proceeds of the 1/2% 2011 sales tax revenues. Bond was refunded with the Series 2021 Recreational Facility Sales Tax bond except for the un-callable portion of \$910,000 of which \$445,000 was paid in the current year.	\$ 465,000	\$ 465,000
\$13,670,000 Recreational Facility Sales Tax Revenue Bond, Series 2021, due in annual instalments ranging from \$120,000 through \$745,000 through May 1, 2023; interest at 1%-3%; secured by a pledge of and payable solely from the proceeds of the 1/2% 2011 sales tax revenues.	13,605,000	120,000
\$12,000,000 Recreational Facility Sales Tax Revenue Bonds, Series 2015, due in annual installments ranging from \$140,000 through \$830,000 through May 1, 2045; interest at 2%-5%; secured by a pledge of and payable solely from the proceeds of the 1/2% 2011 sales tax revenues.	10,470,000	260,000
Total bonds payable	24,540,000	845,000
Less: unamortized discount on issuance of bond	(481,481)	
Net bonds payable - business-type activities	24,058,519	

Utility Fund -

Loan from the Louisiana Department of Health and Hospitals; interest at 2.45%; payable from the utilities system revenues. The balance at June 30, 2022 is net of a 20% debt forgiveness.	1,033,903	46,000
Total bonds and loan payable - business-type activities	<u>\$ 25,092,422</u>	<u>\$ 891,000</u>

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

The annual debt service requirements to maturity for all bonds payable as of June 30, 2022 are as follows:

(Continued)

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(10) Long-Term Liabilities - Continued

Year Ended June 30,	Governmental Activities				Business-type Activities	
	Bonds		Notes Payable		Bonds and Loan	
	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ 835,000	\$ 547,956	\$ 167,646	\$ 13,251	\$ 891,000	\$ 796,151
2024	855,000	521,356	171,950	8,947	917,000	767,390
2025	895,000	489,856	176,367	4,531	938,000	747,478
2026	925,000	465,684	-	-	954,000	724,890
2027	950,000	427,760	-	-	981,000	706,313
2028-2032	5,599,879	1,601,966	-	-	5,284,000	3,130,518
2033-2037	4,555,000	657,730	-	-	6,146,000	2,275,740
2038-2042	455,000	18,658	-	-	7,072,903	1,209,328
2043-2046	-	-	-	-	1,908,519	193,800
	<u>\$ 15,069,879</u>	<u>\$ 4,730,966</u>	<u>\$ 515,963</u>	<u>\$ 26,729</u>	<u>\$ 25,092,422</u>	<u>\$ 10,551,608</u>

(11) Prior Year Defeasance of Debt

During fiscal year 2018, the City defeased \$7,975,000 of Public Improvement Sales Tax Revenue Bonds, Series 2007 by purchasing U.S. Government securities and creating separate irrevocable trust funds with an escrow agent. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt has been considered defeased and therefore, has been removed as a liability from the City's financial statements. As of June 30, 2022, the amount of defeased sales tax revenue debt outstanding but removed from the financial statements amounts to \$6,595,000 of Series 2007 sales tax bonds.

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

In 1975, the voters of the City approved a 1% sales tax (collected in the General Fund) to be used for any lawful public purpose. In 1998, the City incorporated areas in St. Martin Parish. In 2001, an agreement was made between the City and St. Martin Parish Government which requires the City to deposit into a "Reinvestment Fund" an amount equal to ½ of the one cent sales tax collected in the incorporated areas.

The funds are to be used for infrastructure development to directly benefit those areas. The balance of cash in the Reinvestment Fund at June 30, 2022 in the amount of \$2,845,830 is restricted for external legal constraints in the fund balance of the General Fund statements and the net position of the governmental activities in the government-wide financial statements.

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

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

In 2006, voters of the City approved an additional 1% sales tax dedicated for financing economic development projects in the Broussard Economic Development District. The City currently has an intergovernmental agreement with the State of Louisiana. The agreement states that the State will contribute 1% of sales and use tax money received in the area up to \$10,000,000. The funds received from the State have been accounted for in lieu of local funds to finance the Ambassador Caffery Road Extension, originally constructed beginning in 2007. The amount collected in the fiscal year end June 30, 2022 is \$892,119. As of June 30, 2022 the \$10,000,000 agreement with the State has a current balance remitted to the City of \$9,767,697.

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

Recreational Facility Sales Tax Revenue Bonds, Series 2021, Series 2012 and Series 2015 ordinances provide that revenues of the 2011 sales tax are to be used to establish and maintain revenue bond sinking and reserve funds adequate to pay the revenue bonds and interest when due. Remaining revenues may then be used for any purpose for which the tax was authorized. The ordinance also contains provisions which restrict the issuance of additional revenue bonds unless the required above mentioned sinking and reserve funds contain the required amounts and certain financial ratios are met.

The City complied with all significant financial requirements of the bond ordinance as of June 30, 2022.

All of the above sales taxes were issued in perpetuity.

(13) Pension Plan

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

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

Plan Description: The Municipal Police Employees' Retirement System is the administrator of a cost-sharing multiple-employer plan. Membership in MPERS is mandatory for any full-time police officer employed by a municipality of the State of Louisiana and engaged in law enforcement, empowered to make arrests, providing he or she does not have to pay social security and providing he or she meets the statutory criteria. MPERS provides retirement benefits for municipal police officers.

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

The projections of benefit payments in the calculation of the total pension liability includes all benefits to be provided to current active and inactive employees through MPERS in accordance with benefit terms and any additional legal agreements to provide benefits that are in force at the measurement date. MPERS issues a publicly available financial report that may be accessed on their website (<http://lampers.org>).

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

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

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

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

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

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

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Deferred Retirement Option Plan:

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

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

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

Initial Benefit Option Plan:

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

Contributions:

Contributions for all members are actuarially determined as required by state law but cannot be less than 9% of the employees' earnable compensation excluding overtime but including state supplemental pay. For the year ended June 30, 2022, total contributions due for employers and employees were 43.75%. The employer and employee contribution rates for all members hired prior to January 1, 2013, and Hazardous Duty members hired after January 1, 2013, were 33.75% and 10%, respectively.

Net Pension Liability:

At June 30, 2022, the City reported a liability of \$853,927 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2021 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportionate share of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2021, the City's proportionate share was 0.160195%.

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Since the measurement date of the net pension liability was June 30, 2021, the net pension liability is based upon fiduciary net position for the plan as of that date. Detailed information about the pension plan's assets, deferred outflows, deferred inflows, and fiduciary net position that was used in the measurement of the City's net pension liability is available in the separately issued plan financial report for the fiscal year ended June 30, 2021.

Actuarial Assumptions:

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

Date of experience study on which significant assumptions are based	7/1/20014 - 6/30/2019
Actuarial cost method	Entry Age Normal Cost
Expected remaining service lives	4 years
Investment rate of return	6.75%, net of investment expense
Inflation rate	2.50%
Projected salary increases	4.7% - 12.3%
Mortality rates	<p>Pub-2010 Safety Below-Median Healthy Retiree Table multiplied by 115% for males and 125% for females, each with full generational projection using the MP 2019 scale.</p> <p>Pub-2010 Safety Below-Median Employee Table multiplied by 115% for males and 125% for females, each with full generational projection using the MP 2019 scale.</p> <p>Pub-2010 Safety Disable Retiree Table multiplied by 105% for males and 115% for females, each with full generational projection using the MP 2019 scale.</p>
Cost-of-living adjustments	<p>The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost-of-living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees.</p>

Cost of Living Adjustments:

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Long-term Rate of Return:

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

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

<u>Asset Class</u>	<u>Expected Rate of Return</u>	
	<u>Target Asset Allocation</u>	<u>Long-term Expected Portfolio Real Rate of Return</u>
Equity	55.50%	3.47%
Fixed income	30.50%	0.59%
Alternative	14.00%	1.01%
	<u>100%</u>	<u>5.07%</u>
Inflation		<u>2.22%</u>
Expected nominal return		<u>7.29%</u>

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

Changes in the net pension liability may either be reported in pension expense in the year the change occurred or recognized as a deferred outflow of resources or a deferred inflow of resources in the year the change occurred and amortized into pension expense over a number of years. For the year ended June 30, 2022, the City recognized \$371,682 in pension expense related to its participation in MPERS.

At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to MPERS from the following sources:

	<u>Governmental Activities</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ -	\$ 26,298
Changes of assumptions	94,586	24,359
Change in proportion and differences between the employer's contributions and the employer's proportionate share of contributions	618,605	75,769
Net differences between projected and actual earnings on plan investments	-	398,717
Contributions subsequent to the measurement date	<u>210,643</u>	<u>-</u>
Total	<u>\$ 923,834</u>	<u>\$ 525,143</u>

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Deferred outflows of resources of \$210,643 resulting from the employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30	
2023	\$ 260,899
2024	165,855
2025	(101,359)
2026	(137,365)
	<u>\$ 188,030</u>

The projection of cash flows used to determine the discount rate assumed that the plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate used to measure MPERS's net pension liability was 6.750% for the year ended June 30, 2021, which is a decrease of .200% from the prior year.

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

The following presents MPERS's net pension liability of the participating employers calculated using the discount rate of 6.75%, as well as what the employers' net pension liability would be if it were calculated using a discount rate that is one percentage point lower, or one percentage point higher than the current rate.

	1% Decrease 5.750%	Current Discount Rate 6.750%	1% Increase 7.750%
Net Pension Liability	<u>\$ 1,488,260</u>	<u>\$ 853,927</u>	<u>\$ 324,473</u>

Payables to the Pension Plan:

For the year ended June 30, 2022, the City's payable for MPERS is \$24,300, which is the contractually required contributions payable for the month of June 2022.

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(14) Retirement and Deferred Compensation

- A. Employees of the City are members of the Social Security System. The City and its employees contribute a percentage of each employee's salary to the System (7.65 percent by the City; 7.65 percent by the employee). The City's contributions during the year ended 2022 amounted to \$478,631.
- B. The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code (IRC) Section 457. The single employer plan, the City of Broussard Deferred Compensation Plan, administered by the John Hancock, is available to all City employees and permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. The City contributes 8% to 12% of wages to each participating employee account based on years of service. For the year ended June 30, 2022, the City and employees contributed \$392,078 and \$143,093, respectively. The City's contributions are not mandatory.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) held in a trust, custodial account or annuity contract described in IRC 457(b) for the exclusive benefit of the participants and their beneficiaries. The fair market value of the deferred compensation plan assets at June 30, 2022 was \$3,861,215.

(15) On-Behalf Payments of Salaries

The State of Louisiana paid the City's policemen \$200,183 of supplemental pay during the year ended June 30, 2022. That amount is included in the accompanying financial statements as intergovernmental revenues and police expense in the government-wide statement of activities.

(16) Risk Management

The City is exposed to risks of loss in the areas of general and auto liability, property hazards, and workers' compensation. Those risks are handled by purchasing commercial insurance. There have been no significant reductions in insurance coverage during the current fiscal year. Settlements have not exceeded insurance coverage during the three-year period ended June 30, 2022.

(17) Litigation and Claims

At June 30, 2022, the City was involved in several lawsuits claiming damages. In the opinion of the City's legal counsel, the only exposure to the City would be any costs in defense of the lawsuits with no liability in excess of insurance coverage.

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(18) Compensation of Board of Aldermen

Compensation paid to the Board of Aldermen for the year ended June 30, 2022 follows:

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

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

The schedule of compensation, benefits, and other payments made to Ray Bourque, Mayor, for the year ended June 30, 2022 follows:

Salary	\$ 83,052
Benefits - insurance	16,035
Benefits - retirement	6,644
Car allowance	9,600
Cell phone	600
Internet	780
Travel and conference	919
Special meals	324
Other (auto repairs)	1,220
Other (vehicle gas expense)	3,078
	<u>\$ 122,252</u>

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(20) Interfund Transactions

A. Interfund receivables and payables consisted of the following at June 30, 2022:

	<u>Receivable</u>	<u>Payable</u>
Major funds:		
Governmental funds:		
General Fund	\$ 36,815	\$ 598,728
1992 Sales Tax Special Revenue Fund	20,000	5
TIF Sales Tax Special Revenue Fund	-	126,446
LCDBG/Streets Capital Projects Fund	705,174	-
Proprietary funds:		
Utility Fund	-	3,789
Parks and Recreation Fund	-	33,026
Non-major funds - debt service funds	5	-
Total	<u>\$ 761,994</u>	<u>\$ 761,994</u>

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

B. Interfund transfers consisted of the following at June 30, 2022:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major funds:		
Governmental funds:		
General Fund	\$ 1,300,000	\$ 629,356
1992 Sales Tax Special Revenue Fund	-	7,356,449
TIF Sales Tax Special Revenue Fund	-	1,933,291
2011 Recreational Sales Tax Special Revenue Fund	-	2,655,625
LCDBG/Streets Capital Projects Fund	6,749,647	1,609,226
Proprietary funds:		
Utility Fund	2,009,226	-
Parks and Recreation Fund	2,655,625	-
Non-major funds - debt service funds	1,469,449	-
Total	<u>\$ 14,183,947</u>	<u>\$ 14,183,947</u>

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(21) Unearned Revenue

Unearned revenue of \$2,352,389 at June 30, 2022 consists of federal awards received under the American Rescue Plan Act (ARPA). The ARPA established the Coronavirus State and Local Fiscal Recovery Funds (SLFRF) on March 11, 2021, to provide governments with the resources needed to respond to the pandemic and its economic effects and to build a stronger, more equitable economy during the recovery. The City is required to spend these funds in accordance with assistance listing 21.027 guidance. These funds must be obligated by December 31, 2024 and expended by December 31, 2026. The City expects to receive a second tranche payment in the amount of \$2,348,562.

As of June 30, 2022, the City has not expended any of the \$2,352,389 received from the ARPA.

(22) New Accounting Pronouncements

In June of 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 87, *Leases*. The objective of this statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for lease by governments. This statement increases the usefulness of government's financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financing of the right to use an underlying asset. Under this statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activity. The City adopted this standard in the year ended June 30, 2022.

(23) Uncertainties Arising During and After Financial Statement Date

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

**REQUIRED
SUPPLEMENTARY INFORMATION**

CITY OF BROUSSARD, LOUISIANA
General Fund

Budgetary Comparison Schedule
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 7,217,000	\$ 7,813,756	\$ 8,045,442	\$ 231,686
Licenses and permits	1,637,000	1,858,272	1,942,632	84,360
Intergovernmental	484,965	552,466	579,755	27,289
Fines and forfeits and seizures	500,000	532,284	522,695	(9,589)
Miscellaneous	185,688	381,187	366,233	(14,954)
Total revenues	10,024,653	11,137,965	11,456,757	318,792
Expenditures:				
Current -				
General government	2,384,780	2,317,719	2,462,760	(145,041)
Economic development	422,947	409,781	416,836	(7,055)
Public safety:				
Police	3,659,425	3,817,765	3,788,161	29,604
Fire	1,475,825	1,550,365	1,533,119	17,246
Streets and drainage	3,327,116	3,454,439	3,458,922	(4,483)
Debt service	223,026	383,850	349,099	34,751
Capital outlay	616,432	1,068,043	1,154,923	(86,880)
Total expenditures	12,109,551	13,001,962	13,163,820	(161,858)
Deficiency of revenue over expenditures	(2,084,898)	(1,863,997)	(1,707,063)	156,934
Other financing sources (uses):				
Proceeds from capital leases	-	508,099	507,742	(357)
Transfer from 1992 Sales Tax Fund	2,100,000	1,100,000	1,300,000	200,000
Transfer to Recreation Sales Tax Fund	(98,458)	-	-	-
Transfer to Capital Projects Fund	(454,600)	(660,120)	(629,356)	30,764
Total other financing sources (uses)	1,546,942	947,979	1,178,386	230,407
Net change in fund balance	(537,956)	(916,018)	(528,677)	387,341
Fund balance, beginning, as restated	8,250,372	8,250,372	8,250,372	-
Fund balance, ending	\$ 7,712,416	\$ 7,334,354	\$ 7,721,695	\$ 387,341

CITY OF BROUSSARD, LOUISIANA
1992 Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes -				
Sales taxes - 1%	\$ 6,042,000	\$ 6,564,821	\$ 6,733,824	\$ 169,003
Miscellaneous -				
Interest	<u>14,000</u>	<u>14,777</u>	<u>14,990</u>	<u>213</u>
Total revenues	<u>6,056,000</u>	<u>6,579,598</u>	<u>6,748,814</u>	<u>169,216</u>
Expenditures:				
Current -				
General government:				
Collection fees	50,000	43,994	39,361	4,633
Professional fees	<u>15,050</u>	<u>14,060</u>	<u>14,555</u>	<u>(495)</u>
Total expenditures	<u>65,050</u>	<u>58,054</u>	<u>53,916</u>	<u>4,138</u>
Excess of revenues over expenditures	<u>5,990,950</u>	<u>6,521,544</u>	<u>6,694,898</u>	<u>173,354</u>
Other financing uses:				
Transfer to General Fund	(2,100,000)	(1,300,000)	(1,300,000)	-
Transfer to Utility Fund	(550,000)	(400,000)	(400,000)	-
Transfer to debt service funds	(1,464,748)	(1,469,449)	(1,469,449)	-
Transfer to Street Capital Projects Fund	<u>(3,117,600)</u>	<u>(4,232,000)</u>	<u>(4,187,000)</u>	<u>45,000</u>
Total other financing uses	<u>(7,232,348)</u>	<u>(7,401,449)</u>	<u>(7,356,449)</u>	<u>45,000</u>
Net change in fund balance	(1,241,398)	(879,905)	(661,551)	218,354
Fund balance, beginning	<u>4,986,834</u>	<u>4,986,834</u>	<u>4,986,834</u>	<u>-</u>
Fund balance, ending	<u>\$ 3,745,436</u>	<u>\$ 4,106,929</u>	<u>\$ 4,325,283</u>	<u>\$ 218,354</u>

CITY OF BROUSSARD, LOUISIANA
TIF Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes -				
Sales taxes	\$ 788,500	\$ 858,184	\$ 892,119	\$ 33,935
Miscellaneous -				
Interest	<u>1,175</u>	<u>1,260</u>	<u>1,200</u>	<u>(60)</u>
Total revenues	<u>789,675</u>	<u>859,444</u>	<u>893,319</u>	<u>33,875</u>
Expenditures:				
Current -				
General government:				
Collection fees	5,500	9,111	8,951	160
Professional fees	<u>9,760</u>	<u>6,340</u>	<u>6,224</u>	<u>116</u>
Total general government	<u>15,260</u>	<u>15,451</u>	<u>15,175</u>	<u>276</u>
Excess of revenues over expenditures	774,415	843,993	878,144	34,151
Other financing use:				
Transfer to Street Capital Projects Fund	<u>(1,379,355)</u>	<u>(2,063,262)</u>	<u>(1,933,291)</u>	<u>129,971</u>
Net change in fund balance	(604,940)	(1,219,269)	(1,055,147)	164,122
Fund balance, beginning	<u>1,752,827</u>	<u>1,752,827</u>	<u>1,752,827</u>	<u>-</u>
Fund balance, ending	<u>\$ 1,147,887</u>	<u>\$ 533,558</u>	<u>\$ 697,680</u>	<u>\$ 164,122</u>

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

Budgetary Comparison Schedule
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes -				
Sales taxes - 1/2%	\$ 3,021,000	\$ 3,282,097	\$ 3,366,598	\$ 84,501
Miscellaneous -				
Interest	4,840	6,211	6,525	314
Total revenues	<u>3,025,840</u>	<u>3,288,308</u>	<u>3,373,123</u>	<u>84,815</u>
Expenditures:				
General government:				
Collection fees	24,890	22,010	19,693	2,317
Professional fees	6,500	5,830	5,716	114
Total general government	<u>31,390</u>	<u>27,840</u>	<u>25,409</u>	<u>2,431</u>
Culture and recreation:				
Ida Crouchet Park -				
Repairs and maintenance	2,100	7,430	5,570	1,860
Utilities	2,500	3,341	8,652	(5,311)
Supplies	500	8,572	3,796	4,776
Total culture and recreation	<u>5,100</u>	<u>19,343</u>	<u>18,018</u>	<u>1,325</u>
Capital outlay:				
Ida Crouchet Park improvements	-	11,269	8,249	3,020
Total expenditures	<u>36,490</u>	<u>58,452</u>	<u>51,676</u>	<u>6,776</u>
Excess of revenues over expenditures	<u>2,989,350</u>	<u>3,229,856</u>	<u>3,321,447</u>	<u>91,591</u>
Other financing use:				
Transfer from General Fund	(1,210,000)	-	-	-
Transfer to Parks and Recreation Fund	<u>(1,685,419)</u>	<u>(3,080,625)</u>	<u>(2,655,625)</u>	<u>425,000</u>
Total other financing sources (uses)	<u>(2,895,419)</u>	<u>(3,080,625)</u>	<u>(2,655,625)</u>	<u>425,000</u>
Net change in fund balance	93,931	149,231	665,822	516,591
Fund balance, beginning	<u>2,078,705</u>	<u>2,078,705</u>	<u>2,078,705</u>	<u>-</u>
Fund balance, ending	<u>\$ 2,172,636</u>	<u>\$ 2,227,936</u>	<u>\$ 2,744,527</u>	<u>\$ 516,591</u>

CITY OF BROUSSARD, LOUISIANA

Municipal Police Employees' Retirement System
 Schedule of Employer's Share of Net Pension Liability
 For the Year Ended June 30, 2022*

<u>Year Ended June 30,</u>	<u>Employer Proportion of the Net Pension Liability (Asset)</u>	<u>Employer Proportionate Share of the Net Pension Liability (Asset)</u>	<u>Employer's Covered Payroll</u>	<u>Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
2022	0.160195%	\$ 853,927	\$ 486,372	175.6%	84.09%
2021	0.172072%	1,590,346	531,495	299.2%	70.94%
2020	0.042158%	382,865	131,656	290.8%	71.01%

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

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

CITY OF BROUSSARD, LOUISIANA

Municipal Police Employees' Retirement System
 Schedule of Employer Contributions
 For the Year Ended June 30, 2022

<u>Year Ended June 30,</u>	<u>Contractually Required Contribution</u>	<u>Contributions in Relation to Contractual Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Employer's Covered Employee Payroll</u>	<u>Contributions as a % of Covered Employee Payroll</u>
2022	\$ 210,661	\$ 210,661	-	\$ 708,105	29.75%
2021	164,151	164,151	-	486,372	33.75%
2020	172,736	172,736	-	531,495	32.50%

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

CITY OF BROUSSARD, LOUISIANA

Notes to the Required Supplementary Information

(1) Budget and Budgetary Accounting

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

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

(2) Pension Plan

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

(continued)

CITY OF BROUSSARD, LOUISIANA

Notes to the Required Supplementary Information (Continued)

(3) Excess of Expenditures Over Appropriations

For the year ended June 30, 2022, the City had actual expenditures over appropriations at the functional level, as follows:

Fund/Function	Budget	Actual	Excess
General Fund:			
General government	\$ 2,317,719	\$ 2,462,760	\$ (145,041)
Economic development	409,781	416,836	(7,055)
Streets and drainage	3,454,439	3,458,922	(4,483)
Capital outlay	1,068,043	1,154,923	(86,880)

OTHER SUPPLEMENTARY INFORMATION

CITY OF BROUSSARD, LOUISIANA
Statement of Net Position
June 30, 2022
With Comparative Totals as of June 30, 2021

	2022			2021 Totals
	Governmental Activities	Business- Type Activities	Total	
ASSETS				
Current assets:				
Cash and interest-bearing deposits	\$ 14,365,224	\$ 680,184	\$ 15,045,408	\$ 12,767,640
Receivables, net	1,956,206	699,933	2,656,139	3,859,325
Internal balances	36,815	(36,815)	-	-
Due from other governmental agencies	656,788	231,248	888,036	662,971
Prepaid items	318,458	107,879	426,337	265,564
Total current assets	<u>17,333,491</u>	<u>1,682,429</u>	<u>19,015,920</u>	<u>17,555,500</u>
Noncurrent assets:				
Restricted assets -				
Cash and interest-bearing deposits	4,699,806	1,608,495	6,308,301	6,641,594
Capital assets -				
Land and construction in progress	12,191,570	5,180,948	17,372,518	12,622,563
Capital assets, net	23,804,956	57,818,596	81,623,552	82,008,559
Right-to-use assets, net	512,139	67,395	579,534	216,649
Total noncurrent assets	<u>41,208,471</u>	<u>64,675,434</u>	<u>105,883,905</u>	<u>101,489,365</u>
Total assets	<u>58,541,962</u>	<u>66,357,863</u>	<u>124,899,825</u>	<u>119,044,865</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred loss on bond refunding	413,659	-	413,659	443,206
Deferred outflows related to pensions	923,834	-	923,834	1,362,222
Total deferred outflows of resources	<u>1,337,493</u>	<u>-</u>	<u>1,337,493</u>	<u>1,805,428</u>
LIABILITIES				
Current liabilities:				
Accounts, salaries and other payables	1,295,344	327,015	1,622,359	1,528,689
Deferred revenue	2,352,389	-	2,352,389	-
Due to other governmental agencies	850,000	-	850,000	946,828
Right-of-use lease liability	140,910	38,081	178,991	64,527
Loan payable	167,646	46,000	213,646	250,578
Bonds payable	835,000	845,000	1,680,000	1,495,000
Accrued interest payable	89,340	128,564	217,904	259,171
Customers' deposits payable	-	493,818	493,818	439,368
Total current liabilities	<u>5,730,629</u>	<u>1,878,478</u>	<u>7,609,107</u>	<u>4,984,161</u>
Noncurrent liabilities:				
Compensated absences payable	585,154	146,163	731,317	649,978
Net pension liability	853,927	-	853,927	1,590,346
Right-of-use lease liability	314,989	20,117	335,106	97,966
Loan payable	348,317	987,903	1,336,220	1,549,866
Bonds payable	15,594,014	23,213,519	38,807,533	40,541,521
Total noncurrent liabilities	<u>17,696,401</u>	<u>24,367,702</u>	<u>42,064,103</u>	<u>44,429,677</u>
Total liabilities	<u>23,427,030</u>	<u>26,246,180</u>	<u>49,673,210</u>	<u>49,413,838</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows related to pensions	525,143	-	525,143	101,890
NET POSITION				
Net investment in capital assets	26,387,411	38,752,122	65,139,533	58,608,747
Restricted for sales tax dedications	7,767,490	-	7,767,490	8,818,366
Restricted for debt service	1,764,641	131,242	1,895,883	2,381,020
Restricted for external legal constraint	2,845,830	-	2,845,830	2,867,040
Unrestricted (deficit)	(2,838,090)	1,228,319	(1,609,771)	(1,340,608)
Total net position	<u>\$35,927,282</u>	<u>\$40,111,683</u>	<u>\$ 76,038,965</u>	<u>\$ 71,334,565</u>

CITY OF BROUSSARD, LOUISIANA
General Fund

Schedule of Revenues
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022		Variance - Positive (Negative)	2021 Actual
	Budget	Actual		
Revenues:				
Taxes -				
Franchise taxes	1,248,935	\$ 1,311,618	\$ 62,683	\$ 1,163,768
Sales taxes - 1%	<u>6,564,821</u>	<u>6,733,824</u>	<u>169,003</u>	<u>6,262,676</u>
Total taxes	<u>7,813,756</u>	<u>8,045,442</u>	<u>231,686</u>	<u>7,426,444</u>
Licenses and permits -				
Occupational licenses	911,215	918,491	7,276	731,981
Insurance licenses	409,425	441,430	32,005	411,524
Permits	<u>537,632</u>	<u>582,711</u>	<u>45,079</u>	<u>760,084</u>
Total licenses and permits	<u>1,858,272</u>	<u>1,942,632</u>	<u>84,360</u>	<u>1,903,589</u>
Intergovernmental -				
Federal sources -				
Bulletproof vest partnership grant	3,885	2,927	(958)	3,225
FEMA reimbursement	33,901	46,111	12,210	516,800
State sources -				
Video poker	85,519	98,776	13,257	115,350
On-behalf payments	200,333	200,183	(150)	195,950
Beer taxes	20,699	22,438	1,739	19,081
Highway maintenance	14,010	14,010	-	14,790
Local sources -				
Lafayette Parish School Board	160,710	161,901	1,191	133,821
Lafayette Consolidated Government	33,409	33,409	-	40,384
Broussard Economic Development	-	-	-	15,000
Total intergovernmental	<u>552,466</u>	<u>579,755</u>	<u>27,289</u>	<u>1,054,401</u>
Fines and forfeits and seizures	<u>532,284</u>	<u>522,695</u>	<u>(9,589)</u>	<u>496,385</u>
Miscellaneous -				
Interest	20,747	20,747	-	17,884
Planning/review fees	46,050	46,050	-	37,687
Sale of assets	58,632	53,402	(5,230)	47,798
Other	<u>255,758</u>	<u>246,034</u>	<u>(9,724)</u>	<u>177,506</u>
Total miscellaneous	<u>381,187</u>	<u>366,233</u>	<u>(14,954)</u>	<u>280,875</u>
Total revenues	<u>11,137,965</u>	<u>\$ 11,456,757</u>	<u>\$ 318,792</u>	<u>\$ 11,161,694</u>

CITY OF BROUSSARD, LOUISIANA
General Fund

Schedule of Expenditures
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022		Variance - Positive (Negative)	2021 Actual
	Budget	Actual		
Current -				
General government:				
Salaries	\$ 725,822	\$ 710,545	15,277	\$ 729,203
Payroll taxes	52,810	55,349	(2,539)	55,819
Group insurance	155,873	155,830	43	163,300
Retirement	49,570	49,590	(20)	48,166
Auto allowance	10,350	10,350	-	9,600
Insurance	52,925	53,188	(263)	54,040
Office	64,494	63,558	936	52,630
Utilities	30,351	30,620	(269)	23,708
Telephone	11,910	11,486	424	11,155
Advertising	18,261	15,799	2,462	19,811
Dues and subscriptions	20,025	29,629	(9,604)	24,637
Sales tax collection fees	44,572	39,361	5,211	70,383
Supplies	18,546	18,595	(49)	10,740
Legal	95,074	93,166	1,908	89,871
Accounting	23,570	23,615	(45)	22,460
Engineering	195,033	211,928	(16,895)	220,979
Professional fees	263,064	286,919	(23,855)	218,768
Training and travel	8,531	8,622	(91)	5,709
Building inspection fees	323,306	434,175	(110,869)	568,554
Miscellaneous	28,626	34,204	(5,578)	18,675
Magistrate court	56,016	55,537	479	64,430
Repairs and maintenance	62,990	64,694	(1,704)	31,127
Civil service salaries	6,000	6,000	-	6,000
Total general government	<u>2,317,719</u>	<u>2,462,760</u>	<u>(145,041)</u>	<u>2,519,765</u>
Economic development				
Salaries	106,310	109,186	(2,876)	97,778
Payroll taxes	7,850	8,185	(335)	7,117
Group insurance	18,296	18,981	(685)	14,845
Retirement	4,848	4,848	-	4,704
BEDC appropriation	223,000	223,000	-	176,000
Advertising	1,722	1,559	163	1,882
Dues and subscriptions	7,061	6,953	108	3,460
Supplies	1,095	1,209	(114)	2,457
Office expense	3,800	3,042	758	3,503
Miscellaneous	952	775	177	352
Professional fees	33,352	37,628	(4,276)	27,523
Repairs and maintenance	-	250	(250)	-
Training and travel	1,495	1,220	275	1,337
Total economic development	<u>409,781</u>	<u>416,836</u>	<u>(7,055)</u>	<u>340,958</u>

(continued)

CITY OF BROUSSARD, LOUISIANA

General Fund

Schedule of Expenditures

Budget (GAAP Basis) and Actual (Continued)

For the Year Ended June 30, 2022

With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022		Variance - Positive (Negative)	2021 Actual
	Budget	Actual		
Public safety:				
Police department -				
Salaries	1,912,781	1,922,145	(9,364)	1,693,320
On-behalf payments - salaries	200,183	200,183	-	195,950
Payroll taxes	156,279	154,163	2,116	147,967
Retirement	316,620	311,638	4,982	258,928
Group insurance	404,424	403,628	796	387,946
Insurance	203,135	203,135	-	176,280
Auto	190,147	189,152	995	129,275
Auto allowance	18,000	18,000	-	9,253
Uniforms and supplies	65,000	61,622	3,378	69,557
Legal	9,289	8,730	559	94,815
Professional fees	32,558	27,372	5,186	21,714
Miscellaneous	11,416	9,462	1,954	10,352
K-9 expenses	193	193	-	2,362
Repairs and maintenance	50,324	45,476	4,848	46,024
Training	17,409	15,432	1,977	13,846
Dues and subscriptions	154,130	147,848	6,282	75,852
Utilities and communication	75,877	69,982	5,895	66,441
Total police department	<u>3,817,765</u>	<u>3,788,161</u>	<u>29,604</u>	<u>3,399,882</u>
Fire department -				
Appropriation to Broussard Fire Department:				
Operations	1,538,258	1,515,907	22,351	1,309,743
Capital	12,107	17,212	(5,105)	138,723
Total fire department	<u>1,550,365</u>	<u>1,533,119</u>	<u>17,246</u>	<u>1,448,466</u>
Total public safety	<u>5,368,130</u>	<u>5,321,280</u>	<u>46,850</u>	<u>4,848,348</u>
Streets and drainage:				
Salaries	1,540,637	1,559,945	(19,308)	1,397,671
Payroll taxes	114,060	115,735	(1,675)	106,300
Retirement	138,165	138,041	124	113,994
Group insurance	298,372	299,840	(1,468)	285,493
Insurance	216,315	216,315	-	200,768
Auto	123,070	127,857	(4,787)	86,572
Equipment rent	31,306	26,306	5,000	22,002
Equipment operating costs	125,045	126,575	(1,530)	92,835
Street and drainage maintenance	342,253	323,488	18,765	871,527
Drainage studies - engineering	74,915	72,016	2,899	55,797
Professional	14,791	19,616	(4,825)	16,788
Office	7,902	7,042	860	2,439
Engineering	98,815	91,471	7,344	137,506
Utilities and communication	144,887	147,870	(2,983)	140,949
Uniforms and supplies	146,500	144,224	2,276	139,816
Casual labor	-	27,520	(27,520)	-
Miscellaneous	37,406	15,061	22,345	21,393
Total streets and drainage	<u>3,454,439</u>	<u>3,458,922</u>	<u>(4,483)</u>	<u>3,691,850</u>

(continued)

CITY OF BROUSSARD, LOUISIANA
General Fund

Schedule of Expenditures
Budget (GAAP Basis) and Actual (Continued)
For the Year Ended June 30, 2022

With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022		Variance - Positive (Negative)	2021 Actual
	Budget	Actual		
Capital outlay:				
General government -				
Valsin Broussard house	15,946	15,946	-	289,934
City Hall improvements	-	-	-	24,583
Equipment	10,063	10,063	-	11,589
Software and websites	16,088	16,088	-	17,130
Municipal complex	4,120	4,120	-	20,744
East Madison Street parking lot	41,952	41,952	-	-
Police -				
Vehicles and equipment	121,004	191,188	(70,184)	262,436
Right-of-use assets	431,734	431,734	-	-
Streets and drainage -				
Christmas decorations	66,924	66,924	-	-
Right-of-use assets	76,009	76,009	-	99,804
Streets overlay	-	-	-	101,755
Main street parking	-	-	-	115,470
Drainage project - District 2	-	-	-	53,654
Drainage improvements	54,000	50,890	3,110	39,827
Vehicles and equipment	230,203	250,009	(19,806)	70,656
Total capital outlay	<u>1,068,043</u>	<u>1,154,923</u>	<u>(86,880)</u>	<u>1,107,582</u>
Debt service:				
Principal	355,800	325,217	30,583	295,149
Interest	28,050	23,882	4,168	24,211
Total debt service	<u>383,850</u>	<u>349,099</u>	<u>34,751</u>	<u>319,360</u>
Total expenditures	<u>\$ 13,001,962</u>	<u>\$ 13,163,820</u>	<u>\$ (161,858)</u>	<u>\$ 12,827,863</u>

CITY OF BROUSSARD, LOUISIANA
1992 Sales Tax Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022		Variance with Final Budget Positive (Negative)	2021 Actual
	Budget	Actual		
Revenues:				
Taxes -				
Sales taxes - 1%	\$ 6,564,821	\$ 6,733,824	\$ 169,003	\$ 6,262,676
Miscellaneous -				
Interest	14,777	14,990	213	13,716
Total revenues	<u>6,579,598</u>	<u>6,748,814</u>	<u>169,216</u>	<u>6,276,392</u>
Expenditures:				
Current -				
General government:				
Collection fees	43,994	39,361	4,633	70,383
Professional fees	14,060	14,555	(495)	13,472
Total expenditures	<u>58,054</u>	<u>53,916</u>	<u>4,138</u>	<u>83,855</u>
Excess of revenues over expenditures	<u>6,521,544</u>	<u>6,694,898</u>	<u>173,354</u>	<u>6,192,537</u>
Other financing uses:				
Transfer to General Fund	(1,300,000)	(1,300,000)	-	(2,650,000)
Transfer to Utility Fund	(400,000)	(400,000)	-	(1,600,000)
Transfer to debt service funds	(1,469,449)	(1,469,449)	-	(1,469,065)
Transfer to LCDBG/Streets Capital Project Fund	(4,232,000)	(4,187,000)	45,000	(455,000)
Total other financing uses	<u>(7,401,449)</u>	<u>(7,356,449)</u>	<u>45,000</u>	<u>(6,174,065)</u>
Net change in fund balance	(879,905)	(661,551)	218,354	18,472
Fund balance, beginning	<u>4,986,834</u>	<u>4,986,834</u>	-	<u>4,968,362</u>
Fund balance, ending	<u>\$ 4,106,929</u>	<u>\$ 4,325,283</u>	<u>\$ 218,354</u>	<u>\$ 4,986,834</u>

CITY OF BROUSSARD, LOUISIANA
TIF Sales Tax Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022		Variance with Final Budget Positive (Negative)	2021 Actual
	Budget	Actual		
Revenues:				
Taxes -				
Sales taxes	\$ 858,184	\$ 892,119	\$ 33,935	\$ 812,198
Miscellaneous -				
Interest	1,260	1,200	(60)	1,206
Total revenues	<u>859,444</u>	<u>893,319</u>	<u>33,875</u>	<u>813,404</u>
Expenditures:				
Current -				
General government:				
Collection fees	9,111	8,951	160	8,152
Professional fees	6,340	6,224	116	6,456
Total general government	<u>15,451</u>	<u>15,175</u>	<u>276</u>	<u>14,608</u>
Total expenditures	<u>15,451</u>	<u>15,175</u>	<u>276</u>	<u>14,608</u>
Excess of revenues over expenditures	843,993	878,144	34,151	798,796
Other financing uses:				
Transfer to Street Capital Projects Fund	<u>(2,063,262)</u>	<u>(1,933,291)</u>	<u>129,971</u>	<u>(856,766)</u>
Net change in fund balance	<u>(1,219,269)</u>	<u>(1,055,147)</u>	<u>164,122</u>	<u>(57,970)</u>
Fund balance, beginning	<u>1,752,827</u>	<u>1,752,827</u>	-	<u>1,810,797</u>
Fund balance, ending	<u>\$ 533,558</u>	<u>\$ 697,680</u>	<u>\$ 164,122</u>	<u>\$ 1,752,827</u>

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

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022		Variance with Final Budget Positive (Negative)	2021 Actual
	Budget	Actual		
Revenues:				
Taxes -				
Sales taxes - 1/2%	\$ 3,282,097	\$ 3,366,598	\$ 84,501	\$ 3,130,705
Miscellaneous -				
Interest	6,211	6,525	314	4,852
Total revenues	<u>3,288,308</u>	<u>3,373,123</u>	<u>84,815</u>	<u>3,135,557</u>
Expenditures:				
General government:				
Collection fees	22,010	19,693	2,317	35,229
Professional fees	5,830	5,716	114	4,440
Total general government	<u>27,840</u>	<u>25,409</u>	<u>2,431</u>	<u>39,669</u>
Culture and recreation:				
Ida Crouchet Park -				
Repairs and maintenance	7,430	5,570	1,860	2,264
Utilitites	3,341	8,652	(5,311)	2,694
Supplies	8,572	3,796	4,776	702
Total culture and recreation	<u>19,343</u>	<u>18,018</u>	<u>1,325</u>	<u>5,660</u>
Capital outlay:				
Ida Crouchet Park improvements	11,269	8,249	3,020	14,318
Total expenditures	<u>58,452</u>	<u>51,676</u>	<u>6,776</u>	<u>59,647</u>
Excess of revenues over expenditures	3,229,856	3,321,447	91,591	3,075,910
Other financing uses:				
Transfer to Parks and Recreation Fund	<u>(3,080,625)</u>	<u>(2,655,625)</u>	<u>425,000</u>	<u>(2,445,981)</u>
Net change in fund balance	149,231	665,822	516,591	629,929
Fund balance, beginning	<u>2,078,705</u>	<u>2,078,705</u>	-	<u>1,448,776</u>
Fund balance, ending	<u>\$ 2,227,936</u>	<u>\$ 2,744,527</u>	<u>\$ 516,591</u>	<u>\$ 2,078,705</u>

CITY OF BROUSSARD, LOUISIANA
LCDBG/Streets Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2022
With Comparative Actual Amounts for the Year Ended June 30, 2021

	2022		Variance with Final Budget Positive (Negative)	2021
	Budget	Actual		
Revenues:				
Intergovernmental revenue -				
State grants	\$ 405,641	\$ 350,143	\$ (55,498)	\$ 162,456
LCDBG federal grant	<u>227,982</u>	<u>227,982</u>	<u>-</u>	<u>122,018</u>
Total intergovernmental revenue	633,623	578,125	(55,498)	284,474
Other - developer contributions	<u>231,425</u>	<u>230,764</u>	<u>(661)</u>	<u>-</u>
Total revenues	<u>865,048</u>	<u>808,889</u>	<u>(56,159)</u>	<u>284,474</u>
Expenditures:				
Current -				
General government:				
Professional fees	<u>2,535</u>	<u>2,600</u>	<u>(65)</u>	<u>2,716</u>
Capital outlay -				
Streets and drainage:				
La Neuville Road reconstruction	38,022	31,124	6,898	360
South Bernard Road Phase II	1,433,051	1,435,300	(2,249)	841,157
South Bernard Road Phase III	146,078	162,670	(16,592)	76,534
Southwood / Cruise reconstruction	394,000	388,918	5,082	-
Garber Road outfall channel maintenance	19,704	19,704	-	-
South Bernard Phase II lighting	144,495	144,495	-	-
Highway 89 improvements	41,687	32,958	8,729	-
Street overlay	1,100,000	1,096,645	3,355	-
Main Street Phase I	1,747,346	1,676,693	70,653	120,067
Main Street Phase II	350,000	330,460	19,540	47,821
Main Street Phase III	200,000	170,691	29,309	94,887
Fairfield / Marteau intersection improvements	181,697	181,697	-	31,918
South Bernard Road J-turns	235,716	55,681	180,035	15,609
St. Nazaire Road improvements	7,612	6,132	1,480	2,288
Lake Talon Road drainage	<u>24,695</u>	<u>24,695</u>	<u>-</u>	<u>-</u>
Total capital outlay	<u>6,064,103</u>	<u>5,757,863</u>	<u>306,240</u>	<u>1,230,641</u>
Total expenditures	<u>6,066,638</u>	<u>5,760,463</u>	<u>306,175</u>	<u>1,233,357</u>
Deficiency of revenues over expenditures	<u>(5,201,590)</u>	<u>(4,951,574)</u>	<u>250,016</u>	<u>(948,883)</u>
Other financing sources (uses):				
Transfer from TIF Sales Tax Fund	2,063,262	1,933,291	(129,971)	856,766
Transfer from General Fund	660,120	629,356	(30,764)	-
Transfer from 1992 Sales Tax Fund	4,182,000	4,187,000	5,000	455,000
Transfer to Utility Fund	<u>(1,617,546)</u>	<u>(1,609,226)</u>	<u>8,320</u>	<u>(655,072)</u>
Total other financing sources (uses)	<u>5,287,836</u>	<u>5,140,421</u>	<u>(147,415)</u>	<u>656,694</u>
Net change in fund balance	86,246	188,847	102,601	(292,189)
Fund balance, beginning	<u>3,551</u>	<u>3,551</u>	<u>-</u>	<u>295,740</u>
Fund balance, ending	<u>\$ 89,797</u>	<u>\$ 192,398</u>	<u>\$ 102,601</u>	<u>\$ 3,551</u>

CITY OF BROUSSARD, LOUISIANA
Nonmajor Governmental Funds

Combining Balance Sheet
June 30, 2022
With Comparative Totals for June 30, 2021

	2016 Sales Tax Bond	2015 Sales Tax Bond	2011 DEQ Bond	Totals	
				2022	2021
ASSETS					
Cash and interest-bearing deposits	\$1,119,331	\$ 392,843	\$341,802	\$1,853,976	\$ 1,858,479
Receivables:					
Due from other funds	-	2	3	5	5
Total Assets	<u>1,119,331</u>	<u>392,845</u>	<u>341,805</u>	<u>1,853,981</u>	<u>1,858,484</u>
LIABILITIES AND FUND BALANCES					
Liabilities	\$ -	\$ -	\$ -	\$ -	\$ -
Fund balances:					
Restricted for debt service	<u>1,119,331</u>	<u>392,845</u>	<u>341,805</u>	<u>1,853,981</u>	<u>1,858,484</u>
Total liabilities and fund balances	<u>\$1,119,331</u>	<u>\$ 392,845</u>	<u>\$341,805</u>	<u>\$1,853,981</u>	<u>\$ 1,858,484</u>

CITY OF BROUSSARD, LOUISIANA
Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2022
With Comparative Totals for Year Ended June 30, 2021

	2016 Sales Tax Bond	2015 Sales Tax Bond	2011 DEQ Bond	Totals	
				2022	2021
Revenues:					
Miscellaneous - interest earned	\$ 6,192	\$ 387	\$ 646	\$ 7,225	\$ 7,094
Expenditures:					
Debt service -					
Principal retirement	315,000	385,000	189,000	889,000	867,000
Interest and fiscal charges	<u>256,400</u>	<u>317,073</u>	<u>18,704</u>	<u>592,177</u>	<u>618,655</u>
Total expenditures	<u>571,400</u>	<u>702,073</u>	<u>207,704</u>	<u>1,481,177</u>	<u>1,485,655</u>
Deficiency of revenues over expenditures	(565,208)	(701,686)	(207,058)	(1,473,952)	(1,478,561)
Other financing sources:					
Transfers in	<u>568,492</u>	<u>700,031</u>	<u>200,926</u>	<u>1,469,449</u>	<u>1,469,065</u>
Net change in fund balances	3,284	(1,655)	(6,132)	(4,503)	(9,496)
Fund balances, beginning	<u>1,116,047</u>	<u>394,500</u>	<u>347,937</u>	<u>1,858,484</u>	<u>1,867,980</u>
Fund balances, ending	<u>\$ 1,119,331</u>	<u>\$ 392,845</u>	<u>\$ 341,805</u>	<u>\$ 1,853,981</u>	<u>\$ 1,858,484</u>

CITY OF BROUSSARD, LOUISIANA

Comparative Statement of Net Position

Enterprise Fund

Utility Fund

June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
ASSETS		
Current assets:		
Cash and interest-bearing deposits	\$ 246,591	\$ 405,764
Accounts receivable, net	669,183	488,418
Due from other governmental agencies	226,687	48,881
Prepaid insurance	<u>70,672</u>	<u>52,601</u>
Total current assets	<u>1,213,133</u>	<u>995,664</u>
Noncurrent assets:		
Restricted assets -		
Cash and interest-bearing deposits	493,818	439,368
Capital assets -		
Land and construction in progress	1,901,499	2,414,502
Capital assets, net	27,766,220	26,912,546
Right-of-use assets, net	<u>57,740</u>	<u>100,545</u>
Total noncurrent assets	<u>30,219,277</u>	<u>29,866,961</u>
Total assets	<u>31,432,410</u>	<u>30,862,625</u>
LIABILITIES		
Current liabilities:		
Accounts payable	262,647	165,790
Retainage payable	-	4,457
Contracts payable	-	40,117
Accrued expenses	20,046	12,478
Due to other funds	3,789	2,079
Right-of-use lease liability	32,783	31,402
Loan payable	46,000	45,000
Customers' deposits (payable from restricted assets)	<u>493,818</u>	<u>439,368</u>
Total current liabilities	<u>859,083</u>	<u>740,691</u>
Noncurrent liabilities:		
Compensated absences payable	100,480	95,585
Right-of-use lease liability	15,544	48,326
Loan payable	<u>987,903</u>	<u>1,033,903</u>
Total noncurrent liabilities	<u>1,103,927</u>	<u>1,177,814</u>
Total liabilities	<u>1,963,010</u>	<u>1,918,505</u>
NET POSITION		
Net investment in capital assets	28,633,816	28,248,145
Unrestricted	<u>835,584</u>	<u>695,975</u>
Total net position	<u>\$ 29,469,400</u>	<u>\$ 28,944,120</u>

CITY OF BROUSSARD, LOUISIANA

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

For the Years Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Operating revenues:		
Charges for services	\$ 4,605,630	\$ 3,945,097
Miscellaneous	<u>638,234</u>	<u>538,180</u>
Total operating revenues	<u>5,243,864</u>	<u>4,483,277</u>
Operating expenses:		
Water	3,136,288	2,606,463
Sewer	2,382,094	2,297,433
Garbage	<u>1,395,079</u>	<u>1,298,242</u>
Total operating expenses	<u>6,913,461</u>	<u>6,202,138</u>
Loss from operations	<u>(1,669,597)</u>	<u>(1,718,861)</u>
Nonoperating revenues (expenses):		
Interest income	1,120	1,255
Interest expense	(25,882)	(29,059)
Grant revenue	29,198	29,198
Gain on sale of capital assets	<u>28,300</u>	<u>1,133</u>
Total nonoperating revenue (expenses)	<u>32,736</u>	<u>2,527</u>
Loss before capital contributions and transfers	<u>(1,636,861)</u>	<u>(1,716,334)</u>
Capital contributions	<u>152,915</u>	<u>63,824</u>
Transfers:		
Transfer from 1992 Sales Tax Fund	400,000	1,600,000
Transfer from Capital Projects Fund	<u>1,609,226</u>	<u>655,072</u>
Total transfers	<u>2,009,226</u>	<u>2,255,072</u>
Change in net position	525,280	602,562
Net position, beginning, as restated	<u>28,944,120</u>	<u>28,341,558</u>
Net position, ending	<u>\$ 29,469,400</u>	<u>\$ 28,944,120</u>

CITY OF BROUSSARD, LOUISIANA

Enterprise Fund

Utility Fund

Comparative Departmental Statement of Revenues and Expenses
For the Years Ended June 30, 2022 and 2021

	Totals		Water		Sewer		Garbage	
	2022	2021	2022	2021	2022	2021	2022	2021
Operating revenues:								
Charges for services	\$ 4,605,630	\$ 3,945,097	\$ 2,112,374	\$ 1,734,331	\$ 1,113,969	\$ 884,126	\$ 1,379,287	\$ 1,326,640
Connections, penalties, impact fees, and other	<u>638,234</u>	<u>538,180</u>	<u>458,799</u>	<u>300,610</u>	<u>143,676</u>	<u>187,328</u>	<u>35,759</u>	<u>50,242</u>
Total operating revenues	<u>5,243,864</u>	<u>4,483,277</u>	<u>2,571,173</u>	<u>2,034,941</u>	<u>1,257,645</u>	<u>1,071,454</u>	<u>1,415,046</u>	<u>1,376,882</u>
Operating expenses:								
Salaries	657,339	642,853	376,573	376,246	280,766	266,607	-	-
Payroll taxes and retirement	109,142	103,611	64,219	61,774	44,923	41,837	-	-
Bad debt	77	3,651	34	1,606	16	767	27	1,278
Group insurance	141,283	142,383	75,359	75,927	65,924	66,456	-	-
Professional fees	48,935	36,546	25,263	19,910	23,672	16,636	-	-
Engineering fees	294,487	45,365	252,739	23,363	41,748	22,002	-	-
Repairs and maintenance	544,513	615,665	143,952	82,308	400,561	533,357	-	-
Vehicle	41,607	50,204	24,496	31,846	17,111	18,358	-	-
Utilities	160,780	150,383	35,603	31,650	125,177	118,733	-	-
Materials and supplies	782,054	395,139	477,000	243,674	305,054	151,465	-	-
Depreciation	1,395,237	1,417,645	440,782	446,743	954,455	970,902	-	-
Depreciation right-to-use assets	46,498	-	28,227	-	18,271	-	-	-
Insurance	151,777	138,069	75,414	70,839	76,363	67,230	-	-
Office	64,453	62,356	25,139	28,297	19,883	18,285	19,431	15,774
Training and travel	3,647	796	1,360	647	2,287	149	-	-
Water purchases	1,028,781	1,055,903	1,028,781	1,055,903	-	-	-	-
Garbage collection expense	1,375,621	1,281,190	-	-	-	-	1,375,621	1,281,190
Miscellaneous	<u>67,230</u>	<u>60,379</u>	<u>61,347</u>	<u>55,730</u>	<u>5,883</u>	<u>4,649</u>	-	-
Total operating expenses	<u>6,913,461</u>	<u>6,202,138</u>	<u>3,136,288</u>	<u>2,606,463</u>	<u>2,382,094</u>	<u>2,297,433</u>	<u>1,395,079</u>	<u>1,298,242</u>
Operating income (loss)	<u>\$ (1,669,597)</u>	<u>\$ (1,718,861)</u>	<u>\$ (565,115)</u>	<u>\$ (571,522)</u>	<u>\$ (1,124,449)</u>	<u>\$ (1,225,979)</u>	<u>\$ 19,967</u>	<u>\$ 78,640</u>

CITY OF BROUSSARD, LOUISIANA

Statement of Net Position
Enterprise Fund
Parks and Recreation Fund
June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
ASSETS		
Current assets:		
Cash and interest-bearing deposits	\$ 433,593	\$ 455,424
Accounts receivable	30,750	28,794
Due from other funds	-	3,525
Due from other governmental agencies	4,561	4,561
Prepaid insurance	<u>37,207</u>	<u>27,264</u>
Total current assets	<u>506,111</u>	<u>519,568</u>
Noncurrent assets:		
Restricted assets -		
Cash and interest-bearing deposits	1,114,677	1,098,092
Capital assets -		
Land and construction in progress	3,279,449	3,289,594
Capital assets, net	30,052,376	30,902,564
Right-of-use asset, net	<u>9,655</u>	<u>14,921</u>
Total noncurrent assets	<u>34,456,157</u>	<u>35,305,171</u>
Total assets	<u>34,962,268</u>	<u>35,824,739</u>
LIABILITIES		
Current liabilities:		
Accounts payable	44,022	24,189
Accrued expenses	300	12,778
Due to other funds	33,026	-
Right-of-use lease liability	5,298	5,098
Payable from restricted assets:		
Bonds payable	845,000	695,000
Accrued interest payable	<u>128,564</u>	<u>165,078</u>
Total current liabilities	<u>1,056,210</u>	<u>902,143</u>
Noncurrent liabilities:		
Compensated absences payable	45,683	50,610
Right-of-use lease liability	4,573	9,871
Bonds payable, net of discount on bond issuance	<u>23,213,519</u>	<u>23,940,000</u>
Total noncurrent liabilities	<u>23,263,775</u>	<u>24,000,481</u>
Total liabilities	<u>24,319,985</u>	<u>24,902,624</u>
NET POSITION		
Net investment in capital assets	10,118,306	10,252,158
Restricted for debt service	131,242	238,014
Unrestricted	<u>392,735</u>	<u>431,943</u>
Total net position	<u>\$ 10,642,283</u>	<u>\$ 10,922,115</u>

CITY OF BROUSSARD, LOUISIANA

Statement of Revenues, Expenses and Changes in Fund Net Position -
 Enterprise Fund
 Parks and Recreation Fund
 For the Years Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Operating revenues	\$ 713,133	\$ 710,933
Operating expenses:		
St. Julien Sports Complex -		
Salaries	577,649	569,539
Contract labor - services	90,611	118,228
Payroll taxes and retirement	80,034	82,791
Group insurance	105,791	112,479
Professional fees	91,579	59,268
Repairs and maintenance	139,568	104,130
Vehicle	17,871	9,262
Utilities and communication	165,070	163,146
Materials and supplies	130,905	105,140
Insurance	80,895	87,018
Office	26,274	21,789
Uniforms	11,249	6,923
Miscellaneous	8,750	6,624
Advertising	3,134	5,043
Award expenses	1,814	3,402
Sponsorship fees	27,813	16,151
Conference and travel	626	885
Security fees	60,660	156,992
Depreciation	956,735	948,156
Depreciation right-to-use assets	5,266	878
League and tournament expense	2,565	-
Total St. Julien Sports Complex	<u>2,584,859</u>	<u>2,577,844</u>
Arceneaux Park -		
Utilities and communication	11,334	10,643
Materials and supplies	6,414	12,739
Professional fees	-	605
Depreciation	506	-
Repairs and maintenance	19,717	9,973
Total Arceneaux Park	<u>37,971</u>	<u>33,960</u>
Loss from operations	<u>(1,909,697)</u>	<u>(1,900,871)</u>
Nonoperating revenues (expenses):		
Interest income	17,110	16,913
Interest and fiscal agency fees	(702,065)	(1,014,735)
Amortization of premium on bond	(22,841)	-
Debt issuance cost	(349,078)	-
Loss on disposal of capital asset	-	(5,003)
Total nonoperating revenues (expenses)	<u>(1,056,874)</u>	<u>(1,002,825)</u>
Loss before capital contributions and transfers	<u>(2,966,571)</u>	<u>(2,903,696)</u>
Capital contribution	<u>31,114</u>	<u>4,755</u>
Transfers:		
Transfer from General Fund	-	82,687
Transfer from 2011 Recreation Sales Tax Fund	2,655,625	2,445,981
Total transfers	<u>2,655,625</u>	<u>2,528,668</u>
Change in net position	(279,832)	(370,273)
Net position, beginning, as restated	<u>10,922,115</u>	<u>11,292,388</u>
Net position, ending	<u>\$ 10,642,283</u>	<u>\$ 10,922,115</u>

CITY OF BROUSSARD, LOUISIANA

LCDBG Sewer System Project

Schedule of Net Position

June 30, 2022

	<u>2022</u>
Assets	\$ -
Liabilities	<u>-</u>
Net position	<u>\$ -</u>

CITY OF BROUSSARD, LOUISIANA

LCDBG Sewer System Project
Schedule of Revenues, Expenses, and Change in Net Position
For the Year Ended June 30, 2022

	<u>2022</u>
Revenues:	
LCDBG program	\$ 227,982
Expenses:	
Construction	<u>227,982</u>
Change in net position	-
Net position, beginning	<u>-</u>
Net position, ending	<u>\$ -</u>

CITY OF BROUSSARD, LOUISIANA
Enterprise Fund
Utility Fund

Schedule of Number of Utility Customers
(Unaudited)
June 30, 2022 and 2021

Records maintained by the City indicated the following number of customers were being serviced during the month of June, 2022 and 2021:

<u>Department</u>	<u>2022</u>	<u>2021</u>
Water	5,889	5,646
Sewer	4,620	4,437
Garbage	4,997	4,823

CITY OF BROUSSARD, LOUISIANA

**Justice System Funding Schedule - Collecting/Disbursing Entity
For the Year Ended June 30, 2022**

	First Six Month Period Ended 12/31/2021	Second Six Month Period Ended 6/30/2022
Beginning Balance of Amounts Collected	\$ 27,268	\$ 15,034
Add: Collections -		
Civil Fees	-	-
Bond Fees	-	-
Asset Forfeiture/Sale	-	-
Pre-Trial Diversion Program Fees	-	-
Criminal Court Costs/Fees	196,531	172,562
Criminal Fines - Contempt	14,637	11,886
Criminal Fines - Other	204,798	182,733
Restitution	176	-
Probation/Parole/Supervision Fees	-	-
Service/Collection Fees	13,497	12,849
Interest Earnings on Collected Balances	-	-
Other	-	-
Subtotal Collections	<u>429,639</u>	<u>380,030</u>
Less: Disbursements to Governments and Nonprofits -		
Louisiana Commission on Law Enforcement - Criminal Fines	4,910	4,475
Louisiana State Treasurer CMIS - Criminal Fines	5,541	4,803
Acadiana Criminalistics Lab	52,028	47,017
Lafayette Crime Stoppers	4,618	4,005
LA Association of Chiefs of Police	1,847	1,602
15th JDC Indigent Defender Fund	64,604	55,999
Louisiana Traumatic Head and Spinal Cord Injury Trust Fund	5,375	5,110
Louisiana Judicial College Collections	920	799
Department of Treasury, Handicap Parking Fees	330	-
LA Dept of Health & Hospitals THI/SCI - Criminal Fines	-	-
Louisiana Supreme Court - Criminal Fines	-	-
Less: Amounts Retained by Collecting Agency		
Amounts "Self-Disbursed" to Collecting Agency - Criminal Fines Other	288,027	241,140
Less: Disbursements to Individuals/3rd Party Collection or Processing Agencies		
Restitution Payments to Individuals	176	1,567
Payments to 3rd Party Collection/Processing Agencies	<u>13,497</u>	<u>12,848</u>
Subtotal Disbursements/Retainage	<u>441,873</u>	<u>379,365</u>
Ending Balance of Amounts Collected but not Disbursed/Retained	<u>\$ 15,034</u>	<u>\$ 15,699</u>

INTERNAL CONTROL, COMPLIANCE

AND

OTHER MATTERS

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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Broussard, Louisiana (the City) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated December 27, 2022.

Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Accounting Standards*.

Purpose of this Report

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

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
December 27, 2022

CITY OF BROUSSARD, LOUISIANA

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

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

A. Internal Control Findings –

There are no findings to report under this section.

B. Compliance Findings –

There are no findings to report under this section.

Part II. Prior Year Findings

A. Internal Control Findings –

There are no findings to report under this section

B. Compliance Findings –

There are no findings to report under this section.

CITY OF BROUSSARD
Broussard, Louisiana
Agreed-Upon Procedures Report
Year Ended June 30, 2022

KOLDER, SLAVEN & COMPANY, LLC

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INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

The Honorable Ray Bourque, Mayor
and Members of the Board of Aldermen
City of Broussard, 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 through June 30, 2022. The City of Broussard's (City) management is responsible for those C/C areas identified in the SAUPs.

The City of Broussard, Louisiana 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 through 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

The procedures and associated findings are as follows:

Written Policies and Procedures

1. We obtained and inspected the City's written policies and procedures and observed that they address each of the following categories and subcategories if applicable to public funds and the City'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 of statements, 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.
- j) **Debt Service**, including (1) debt issuance approval, (2) continuing 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 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.

Board or Finance Committee

- 2. We obtained and inspected 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) Observed 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) Observed that 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.
 - c) Obtained the prior year audit report and observed 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, observed that the minutes for at least one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unrestricted fund balance in the General Fund.

Bank Reconciliations

3. We obtained a listing of the City's bank accounts for the fiscal period from management and management's representation that the listing is complete. We asked management to identify the City's main operating account. We selected City's main operating account and randomly selected 4 additional accounts (or all accounts if less than 5). We randomly selected one month from the fiscal period, obtained and inspect the corresponding bank statement and reconciliation for selected accounts, and observed that:
 - a) Bank reconciliations included evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated, electronically logged);
 - b) Bank reconciliations included 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 that it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

Collections (excluding electronic fund transfers)

4. We obtained 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. We randomly selected 5 deposit sites (or all deposit sites if less than 5).
5. For each deposit site selected, we obtained a listing of collection locations and management's representation that the listing is complete. We randomly selected one collection location for each deposit site (i.e. 5 collection locations for 5 deposit sites), obtained and inspected written policies and procedures relating to employee job duties (if no written policies or procedures, inquired of employees about their job duties) at each collection location, and observed that job duties are properly segregated at each collection location such that:
 - a) Employees that are 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 verifies the reconciliation.
6. We obtained from management a copy of the bond or insurance policy for theft covering all employees who have access to cash. We observed the bond or insurance policy for theft was enforced during the fiscal period.

7. We randomly selected two deposit dates for each of the 5 bank accounts selected for procedure #3 under "Bank Reconciliations" above (selected the next deposit date chronologically if no deposits were made on the dates randomly selected and randomly selected 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.* We obtained supporting documentation for each of the 10 deposits and:
 - a) Observed that receipts are sequentially pre-numbered.
 - b) Traced sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.
 - c) Traced the deposit slip total to the actual deposit per the bank statement.
 - d) Observed that 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) Traced the actual deposit per the bank statement to the general ledger.

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

8. We obtained a listing of locations that process payments for the fiscal period and management's representation that the listing was complete. We randomly selected 5 locations (or all locations if less than 5).
9. For each location selected under #8 above, we obtained a listing of those employees involved with non-payroll purchasing and payment functions. We obtained 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 we observed 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.
10. For each location selected under #8 above, we obtained the City's non-payroll disbursement transaction population (excluding cards and travel reimbursements) and we obtained management's representation that the population is complete. We randomly selected 5 disbursements for each location, we obtained supporting documentation for each transaction and:
 - a) We observed whether the disbursement matched the related original itemized invoice and supporting documentation indicates deliverables included on the invoice were received by the entity.
 - b) We observed that the disbursement documentation includes evidence (e.g., initial/date, electronic logging) of segregation of duties tested under #9, as applicable.

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

11. We obtained 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. We obtained management's representation that the listing is complete.

12. Using the listing prepared by management, we randomly selected 5 cards (or all cards if less than 5) that were used during the fiscal period. We randomly selected one monthly statement or combined statement for each card (for a debit card, we randomly selected one monthly bank statement), we obtained supporting documentation, and:
 - a) We observed that 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) was reviewed and approved, in writing (or electronically approved), by someone other than the authorized card holder.
 - b) We observed that finance charges and late fees were not assessed on the selected statements.
13. Using the monthly statements or combined statements selected under #12 above, excluding fuel cards, we randomly selected 10 transactions (or all transactions if less than 10) from each statement, and obtained supporting documentation for the transactions (i.e. each card should have 10 transactions subject to testing). For each transaction, we observed that 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, we described the nature of the transaction and noted whether management had a compensating control to address missing receipts, such as a "missing receipt statement" that is subject to increased scrutiny.

Travel and Travel-Related Expense Reimbursements (excluding card transactions)

14. We obtained 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. We randomly selected 5 reimbursements, we obtained 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, we observed 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, we observed that the reimbursement is supported by an original itemized receipt that identifies precisely what was purchased.
 - c) We observed that each reimbursement is supported by documentation of the business/public purpose (for meal charges, we observed that the documentation includes the names of those individuals participating) and other documentation required by written policy (procedure #1h).
 - d) We observed that each reimbursement was reviewed and approved, in writing, by someone other than the person receiving reimbursement.

Contracts

15. We obtained 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.* We obtained management's representation that the listing is complete. We randomly selected 5 contracts (or all contracts if less than 5) from the listing, excluding the practitioner's contract, and:
 - a) We observed that the contract was bid in accordance with the Louisiana Public Bid Law (e.g., solicited quotes or bids, advertised), if required by law.
 - b) We observed that 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), we observed that 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) We randomly selected one payment from the fiscal period for each of the 5 contracts, we obtained the supporting invoice, agreed the invoice to the contract terms, and observed that the invoice and related payment agreed to the terms and conditions of the contract.

Payroll and Personnel

- 16. We obtained a listing of employees/elected officials employed during the fiscal period and management's representation that the listing is complete. We randomly selected 5 employees/officials, we obtained related paid salaries and personnel files, and we agreed paid salaries to authorized salaries/pay rates in the personnel files.
- 17. We randomly selected one pay period during the fiscal period. For the 5 employees/officials selected under #16 above, we obtained attendance records and leave documentation for the pay period, and:
 - a) We observed that all selected employees/officials documented their daily attendance and leave (e.g., vacation, sick, compensatory). (Note: Generally, an elected official is not eligible to earn leave and does not document his/her attendance and leave. However, if the elected official is earning leave according to policy and/or contract, the official should document his/her daily attendance and leave.)
 - b) We observed that supervisors approved the attendance and leave of the selected employees/officials.
 - c) We observed that any leave accrued or taken during the pay period is reflected in the City's cumulative leave records.
 - d) We observed the rate paid to the employees or officials agree to the authorized salary/pay rate found within the personnel file.
- 18. We obtained a listing of those employees/officials that received termination payments during the fiscal period and management's representation that the list is complete. We randomly selected two employees/officials, we obtained related documentation of the hours and pay rates used in management's termination payment calculations and the City's policy on termination payments. We agreed the hours to the employee or officials' cumulate leave records, agreed the pay rates to the employee/officials authorized pay rates in the employee or officials' personnel files, and agreed the termination payment to entity policy.
- 19. We obtained 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.

Ethics

- 20. Using the 5 randomly selected employees/officials from procedure #16 under "Payroll and Personnel" above, we obtained ethics documentation from management, and:
 - a) We observed that the documentation demonstrates each employee/official completed one hour of ethics training during the fiscal period.
 - b) We observed 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.

Debt Service

21. We obtained a listing of bonds/notes and other debt instruments issued during the fiscal period and management's representation that the listing is complete. We selected all debt instruments on the listing, obtained supporting documentation, and observed State Bond Commission approval was obtained for each debt instrument issued.
22. We obtained a listing of bonds/notes outstanding at the end of the fiscal period and management's representation that the listing is complete. We randomly selected one bond/note, inspected debt covenants, obtained supporting documentation for the reserve balance and payments, and agreed 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).

Fraud Notice

23. We obtained a listing of misappropriations of public funds and assets during the fiscal period and management's representation that the listing was complete. We selected all misappropriations on the listing, obtained supporting documentation, and observed that the City reported the misappropriation(s) to the legislative auditor and the district attorney of the parish in which the City is domiciled.
24. We observe that the City 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.

Information Technology Disaster Recovery/Business Continuity

25. We performed the following procedures, verbally discussed the results with management, and reported "We performed the procedure and discussed the results with management."
 - a) We obtained and inspected 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 observed that such backup occurred within the past week. If backups are stored on a physical medium (e.g., tapes, CDs), we observed evidence that backups are encrypted before being transported.
 - b) We obtained and inspected 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 observed evidence that the test/verification was successfully performed within the past 3 months.
 - c) We obtained a listing of the entity's computers currently in use and their related locations, and management's representation that the listing is complete. We randomly selected 5 computers and observed 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.

Sexual Harassment

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

28. We obtained the entity's annual sexual harassment report for the current fiscal period, observed that the report was dated on or before February 1, and observed 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.

Exceptions:

No exceptions were found as a result of applying the procedures above.

We were engaged by the City of Broussard 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 City of Broussard 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.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
December 21, 2022