

CITY OF CARENCRO, LOUISIANA

Financial Report

Year Ended November 30, 2024

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INDEPENDENT AUDITOR'S REPORT

The Honorable Charlotte Clavier, Mayor,
and Members of the Board of Aldermen
City of Carencro, Louisiana

Report on the Audit of the Financial Statements

Disclaimer and Unmodified Opinions

We have audited the accompanying financial statements of the governmental activities, the general fund, the 1967 sales tax fund, the 1993 sales tax fund, the tax increment financing district sales tax fund, the 2016 sales tax fund, the capital projects fund, the utility fund, and the aggregate remaining fund information; and we were engaged to audit the business-type activities and the culture & recreation fund of the City of Carencro, Louisiana (City), as of and for the year ended November 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Summary of Opinions

<u>Opinion Unit</u>	<u>Type of Opinion</u>
Governmental activities	Unmodified
Business-type activities	Disclaimer
General fund	Unmodified
1967 Sales tax fund	Unmodified
1993 Sales tax fund	Unmodified
Tax increment financing district sales tax fund	Unmodified
2016 Sales tax fund	Unmodified
Capital projects fund	Unmodified
Utility fund	Unmodified
Culture and recreation fund	Disclaimer
Aggregate remaining fund information	Unmodified

Disclaimer of Opinion on the Business-Type Activities and Culture & Recreation Fund

We do not express an opinion on the financial statements of the business-type activities and the culture & recreation fund of the City of Carencro, Louisiana. Because of the significance of the matter described in the Basis for Disclaimer of Opinion on the business-type activities and culture & recreation fund section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on the financial statements of the business-type activities and culture & recreation fund.

Unmodified Opinion on the governmental activities, the general fund, the 1967 sales tax fund, the 1993 sales tax fund, the tax increment financing district sales tax fund, the 2016 sales tax fund, the capital projects fund, the utility fund, and the aggregate remaining fund information

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the general fund, the 1967 sales tax fund, the 1993 sales tax fund, the tax increment financing district sales tax fund, the 2016 sales tax fund, the capital projects fund, the utility fund, and the aggregate remaining fund information of the City, as of November 30, 2024, 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 Disclaimer of Opinion on the Business-Type Activities and Culture & Recreation Fund

Management of the City of Carencro did not retain sufficient records to provide adequate audit evidence necessary for us to express an opinion or provide any assurance on the business-type activities and culture & recreation fund.

Basis for Unmodified Opinions

We conducted our audit of the governmental activities, the general fund, the 1967 sales tax Fund, the 1993 sales tax fund, the tax increment financing district sales tax fund, the 2016 sales tax fund, the capital projects fund, the utility fund, and the aggregate remaining fund information in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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 unmodified audit opinions.

Emphasis of Matter

As described in Note 27, the City adopted new accounting guidance, GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, GASB Statement No. 96, Subscription Based Technology Arrangements, and GASB No. 100, Accounting Changes and Error Corrections. 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 the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the 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

Auditor's Responsibilities for the Audit of the Business-Type Activities and Culture & Recreation Fund

Our responsibility is to conduct an audit of the City's financial statements in accordance with generally accepted auditing standards and to issue an auditor's report. However, because of the matter described in the Basis for Disclaimer of Opinion on the business-type activities and culture & recreation fund section of our report, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on the financial statements of the business-type activities and culture & recreation fund.

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.

Auditor's Responsibilities for the Audit of the governmental activities, the general fund, the 1967 sales tax fund, the 1993 sales tax fund, the tax increment financing district sales tax fund, the 2016 sales tax fund, the capital projects fund, the utility fund, and the aggregate remaining fund information

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we exercise professional judgment and maintain professional skepticism throughout the audit. We 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. We 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. We evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements. We 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 that the budgetary comparison information and the schedules of employer's share of net pension liability, schedule of employer contributions, and the schedule of changes in total OPEB liability and related ratios be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 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 Government 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's basic financial statements. The accompanying comparative statements, justice system funding schedule, and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Because of the significance of the matter described in the Basis for Disclaimer of Opinion on the Business-Type Activities and the Culture & Recreation Fund paragraph, it is inappropriate to and we do not express an opinion on the supplementary information referred to above.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the comparative detailed budget comparison schedules and the comparative analysis of revenues and expenses 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 with 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 May 30, 2025 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
May 30, 2025

BASIC FINANCIAL STATEMENTS

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

CITY OF CARENCRO, LOUISIANA

Statement of Net Position

November 30, 2024

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and interest-bearing deposits	\$ 8,896,496	\$ 3,747,375	\$ 12,643,871
Investments	11,154,720	1,105,727	12,260,447
Receivables, net	1,297,576	876,008	2,173,584
Loan receivable	-	40,000	40,000
Internal balances	278,924	(278,924)	-
Due from other governmental agencies	338,499	542,772	881,271
Prepaid items	55,725	25,414	81,139
Restricted cash and interest-bearing deposits	-	806,215	806,215
Restricted investments	-	489,921	489,921
Capital assets:			
Non-depreciable	2,724,045	19,517,816	22,241,861
Depreciable, net	40,970,748	38,089,891	79,060,639
Total assets	<u>65,716,733</u>	<u>64,962,215</u>	<u>130,678,948</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	<u>1,550,806</u>	<u>194,890</u>	<u>1,745,696</u>
LIABILITIES			
Accounts and other payables	988,369	1,938,938	2,927,307
Due to other governmental agencies	26,698	-	26,698
Customers deposits payable	-	565,781	565,781
Accrued interest	113,871	44,265	158,136
Unearned revenue	11,530	-	11,530
Long-term liabilities:			
Portion due or payable within one year	1,994,764	1,057,518	3,052,282
Portion due or payable after one year	15,343,118	7,129,785	22,472,903
Other post employment benefits payable	1,548,699	833,915	2,382,614
Net pension liability	<u>6,342,441</u>	<u>828,647</u>	<u>7,171,088</u>
Total liabilities	<u>26,369,490</u>	<u>12,398,849</u>	<u>38,768,339</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	203,410	37,624	241,034
Deferred inflows related to OPEB	<u>127,083</u>	<u>68,430</u>	<u>195,513</u>
Total deferred inflows of resources	<u>330,493</u>	<u>106,054</u>	<u>436,547</u>
NET POSITION			
Net investment in capital assets	26,102,073	47,923,633	74,025,706
Restricted for sales tax dedications	18,461,753	2,135,417	20,597,170
Restricted for debt service	1,726,451	686,090	2,412,541
Restricted for capital projects	537,788	-	537,788
Unrestricted (deficit)	<u>(6,260,509)</u>	<u>1,907,062</u>	<u>(4,353,447)</u>
Total net position	<u>\$ 40,567,556</u>	<u>\$ 52,652,202</u>	<u>\$ 93,219,758</u>

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

CITY OF CARENCRO, LOUISIANA

Statement of Activities
For the Year Ended November 30, 2024

Activities	Expenses	Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Net (Expense) Revenues and Changes in Net Position		
					Governmental Activities	Business-Type Activities	Total
Primary government:							
Governmental activities -							
General government	\$ 2,041,163	\$ 721,714	\$ -	\$ 16,750	\$ (1,302,699)	\$ -	\$ (1,302,699)
Public safety -							
Police	5,405,091	672,270	567,980	238,470	(3,926,371)	-	(3,926,371)
Fire	1,820,181	-	272,479	-	(1,547,702)	-	(1,547,702)
City Court	288,665	-	-	-	(288,665)	-	(288,665)
Highway and streets	2,226,270	-	15,536	345,401	(1,865,333)	-	(1,865,333)
Culture and recreation	87,837	-	-	-	(87,837)	-	(87,837)
Interest on long-term debt	519,528	-	-	-	(519,528)	-	(519,528)
Total governmental activities	<u>12,388,735</u>	<u>1,393,984</u>	<u>855,995</u>	<u>600,621</u>	<u>(9,538,135)</u>	<u>-</u>	<u>(9,538,135)</u>
Business-type activities:							
Gas	1,074,715	814,034	-	79,934	-	(180,747)	(180,747)
Water	2,275,286	2,465,329	-	1,601,349	-	1,791,392	1,791,392
Sewer	2,334,006	1,883,907	-	359,077	-	(91,022)	(91,022)
Sanitation	1,154,413	1,091,230	-	-	-	(63,183)	(63,183)
Pelican Park	1,084,866	317,100	-	4,623,183	-	3,855,417	3,855,417
Carencro Sports Complex	658,535	322,342	-	-	-	(336,193)	(336,193)
Community Center	270,907	51,200	-	1,491,904	-	1,272,197	1,272,197
Total business-type activities	<u>8,852,728</u>	<u>6,945,142</u>	<u>-</u>	<u>8,155,447</u>	<u>-</u>	<u>6,247,861</u>	<u>6,247,861</u>
Total government	<u>\$ 21,241,463</u>	<u>\$ 8,339,126</u>	<u>\$ 855,995</u>	<u>\$ 8,756,068</u>	<u>(9,538,135)</u>	<u>6,247,861</u>	<u>(3,290,274)</u>

General revenues:

Taxes -			
Property taxes, levied for general purposes	516,688	-	516,688
Sales and use taxes, levied for general purposes	14,381,657	-	14,381,657
Franchise taxes	649,311	-	649,311
Grants and contributions not restricted to specific programs -			
State sources	16,477	-	16,477
Non-employer contributions	217,435	48,251	265,686
Gain on disposition of capital assets	8,314	(10,031)	(1,717)
Interest and investment earnings	1,022,328	243,190	1,265,518
Investment gains	10,706	26,218	36,924
Miscellaneous	227,324	33,456	260,780
Net transfers	(2,114,443)	2,114,443	-
Total general revenues and transfers	<u>14,935,797</u>	<u>2,455,527</u>	<u>17,391,324</u>
Change in net position	5,397,662	8,703,388	14,101,050
Net position - December 1, 2023 (as restated)	<u>35,169,894</u>	<u>43,948,814</u>	<u>79,118,708</u>
Net position - November 30, 2024	<u>\$ 40,567,556</u>	<u>\$ 52,652,202</u>	<u>\$ 93,219,758</u>

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

FUND FINANCIAL STATEMENTS (FFS)

FUND DESCRIPTIONS

General Fund

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

Special Revenue Funds

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

1967 Sales Tax Fund -

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

1993 Sales Tax Fund -

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

Taxing Increment Financing (TIF) District Sales Tax Fund -

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

2016 Sales Tax Fund

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

Capital Projects Fund

Capital Projects Fund -

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

Enterprise Fund

Utility Fund -

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

Culture & Recreation Fund -

To account for the operations of the City's parks. All activities necessary for operation are accounted for in this fund, including, but not limited to, administration, operations, maintenance, and financing and related debt service.

CITY OF CARENCRO, LOUISIANA

Balance Sheet
Governmental Funds
November 30, 2024

	General	1967 Sales Tax	1993 Sales Tax	TIF District Sales Tax	2016 Sales Tax	Capital Projects Fund	Other Governmental Funds	Total
ASSETS								
Cash	\$ 103,694	\$ 56,900	\$ -	\$ -	\$ -	\$ 350,888	\$ 4,324	\$ 515,806
Interest-bearing deposits	116,597	79,617	274,352	2,961,168	2,946,513	5,963	1,996,480	8,380,690
Investments	320,756	143,806	-	26	10,690,064	39	29	11,154,720
Receivables:								
Taxes	18,760	344,004	344,004	245,035	344,358	-	597	1,296,758
Other	818	-	-	-	-	-	-	818
Due from other funds	271,618	154,073	-	-	-	504,963	-	930,654
Due from government agencies	70,656	-	-	-	-	267,843	-	338,499
Prepaid items	55,725	-	-	-	-	-	-	55,725
Total assets	<u>\$ 958,624</u>	<u>\$ 778,400</u>	<u>\$ 618,356</u>	<u>\$ 3,206,229</u>	<u>\$ 13,980,935</u>	<u>\$ 1,129,696</u>	<u>\$ 2,001,430</u>	<u>\$ 22,673,670</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 260,395	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,554	\$ 261,949
Accrued liabilities	174,428	-	-	-	-	-	-	174,428
Contracts payable	128,911	-	-	-	-	392,647	-	521,558
Retainage payable	-	-	-	-	-	30,434	-	30,434
Unearned revenue	11,530	-	-	-	-	-	-	11,530
Due to other governmental agencies	-	3,899	3,899	18,900	-	-	-	26,698
Due to other funds	341,751	-	100,921	-	-	54,985	154,073	651,730
Total liabilities	<u>917,015</u>	<u>3,899</u>	<u>104,820</u>	<u>18,900</u>	<u>-</u>	<u>478,066</u>	<u>155,627</u>	<u>1,678,327</u>
Fund balances:								
Nonspendable - prepaid items	55,725	-	-	-	-	-	-	55,725
Restricted - sales tax dedications	-	774,501	513,536	3,187,329	13,980,935	-	5,452	18,461,753
Restricted - debt service	-	-	-	-	-	-	1,840,322	1,840,322
Restricted - capital projects	-	-	-	-	-	651,630	29	651,659
Unassigned	(14,116)	-	-	-	-	-	-	(14,116)
Total fund balances	<u>41,609</u>	<u>774,501</u>	<u>513,536</u>	<u>3,187,329</u>	<u>13,980,935</u>	<u>651,630</u>	<u>1,845,803</u>	<u>20,995,343</u>
Total liabilities and fund balances	<u>\$ 958,624</u>	<u>\$ 778,400</u>	<u>\$ 618,356</u>	<u>\$ 3,206,229</u>	<u>\$ 13,980,935</u>	<u>\$ 1,129,696</u>	<u>\$ 2,001,430</u>	<u>\$ 22,673,670</u>

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

CITY OF CARENCRO, LOUISIANA

Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
November 30, 2024

Total fund balances for governmental funds at November 30, 2024			\$20,995,343
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:			
Capital assets, net	\$ 42,658,647		
Right-of-use assets, net	824,726		
Subscription assets, net	<u>211,420</u>	43,694,793	
The deferred outflows of expenditures for the various pensions are not a use of current resources, and therefore, are not reported in the funds			1,550,806
Long-term liabilities are not due and payable in the current period and, therefore, not reported in the governmental funds.			
Long-term liabilities at November 30, 2024:			
Bonds and certificates of indebtedness payable	(15,885,000)		
Accrued interest payable	(113,871)		
Right-of-use liabilities	(877,563)		
Subscription liabilities	(219,025)		
Notes payable	(59,140)		
Net pension liability	(6,342,441)		
Other post employment benefits	(1,548,699)		
Compensated absences payable	<u>(297,154)</u>	(25,342,893)	
The deferred inflows of contributions for OPEB and various pensions are not available resources, and therefore, are not reported in in the funds.			<u>(330,493)</u>
Total net position of governmental activities at November 30, 2024			<u>\$40,567,556</u>

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

CITY OF CARENCRO, LOUISIANA

Statement of Revenues, Expenditures, and Changes in Fund Balances -
Governmental Funds
For the Year Ended November 30, 2024

	General	1967 Sales Tax	1993 Sales Tax	TIF District Sales Tax	2016 Sales Tax	Capital Projects Fund	Other Governmental Funds	Total
Revenues:								
Taxes	\$ 1,165,999	\$ 3,948,277	\$ 3,948,277	\$ 2,536,325	\$ 3,942,936	\$ -	\$ 5,842	\$ 15,547,656
Licenses and permits	721,714	-	-	-	-	-	-	721,714
Intergovernmental	1,127,692	-	-	-	-	345,401	-	1,473,093
Fines and forfeits	672,270	-	-	-	-	-	-	672,270
Miscellaneous	295,256	28,986	23,751	162,284	638,627	34,236	145,621	1,328,761
Total revenues	<u>3,982,931</u>	<u>3,977,263</u>	<u>3,972,028</u>	<u>2,698,609</u>	<u>4,581,563</u>	<u>379,637</u>	<u>151,463</u>	<u>19,743,494</u>
Expenditures:								
Current -								
General government:								
Administrative	1,346,979	66,550	66,550	47,943	66,525	-	2	1,594,549
Code department	400,349	-	-	-	-	-	-	400,349
Public safety:								
Police	4,260,021	-	-	-	-	-	-	4,260,021
Fire	1,295,232	-	-	-	-	-	-	1,295,232
City Court	288,665	-	-	-	-	-	-	288,665
Highways and streets	1,132,017	-	-	-	-	-	-	1,132,017
Culture and tourism	2,428	-	-	-	-	-	85,409	87,837
Capital outlay	351,668	-	-	518,430	-	4,282,357	-	5,152,455
Debt service -								
Principal retirement	480,219	-	-	-	-	-	985,000	1,465,219
Interest and fiscal charges	91,297	-	-	-	-	-	531,301	622,598
Total expenditures	<u>9,648,875</u>	<u>66,550</u>	<u>66,550</u>	<u>566,373</u>	<u>66,525</u>	<u>4,282,357</u>	<u>1,601,712</u>	<u>16,298,942</u>
Excess (deficiency) of revenues over expenditures	<u>(5,665,944)</u>	<u>3,910,713</u>	<u>3,905,478</u>	<u>2,132,236</u>	<u>4,515,038</u>	<u>(3,902,720)</u>	<u>(1,450,249)</u>	<u>3,444,552</u>
Other financing sources (uses):								
Proceeds from right-of-use lease assets	129,895	-	-	-	-	-	-	129,895
Transfers in	5,355,947	145,000	-	281,905	-	5,265,542	1,533,764	12,582,158
Transfers out	(546,776)	(3,887,738)	(3,894,068)	(2,850,032)	(2,605,922)	(1,395,030)	(131)	(15,179,697)
Total other financing sources (uses)	<u>4,939,066</u>	<u>(3,742,738)</u>	<u>(3,894,068)</u>	<u>(2,568,127)</u>	<u>(2,605,922)</u>	<u>3,870,512</u>	<u>1,533,633</u>	<u>(2,467,644)</u>
Net changes in fund balances	(726,878)	167,975	11,410	(435,891)	1,909,116	(32,208)	83,384	976,908
Fund balances, beginning	768,487	606,526	502,126	3,623,220	12,071,819	683,838	1,762,419	20,018,435
Fund balances, ending	<u>\$ 41,609</u>	<u>\$ 774,501</u>	<u>\$ 513,536</u>	<u>\$ 3,187,329</u>	<u>\$ 13,980,935</u>	<u>\$ 651,630</u>	<u>\$ 1,845,803</u>	<u>\$ 20,995,343</u>

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

CITY OF CARENCRO, LOUISIANA

Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended November 30, 2024

Total net changes in fund balances at November 30, 2024 per Statement of Revenues, Expenditures and Changes in Fund Balances	\$ 976,908
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The change in net position reported for governmental activities in the statement of activities is different because:

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

Capital outlay	\$ 5,152,455	
Depreciation and amortization expense	(2,122,226)	
Transfer of asset and related debt to proprietary fund	483,096	
Loss on disposal of asset	<u>(60,089)</u>	3,453,236

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

Non-employer pension contributions	217,435
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Debt proceeds are reported as financing sources in the 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, the retirement of principal is recorded as an expenditure in the governmental funds but reduces the liability in the statement of net position.

Proceeds from right-of-use leases	(129,895)	
Principal payments	<u>1,465,219</u>	1,335,324

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

Compensated absences	(53,990)	
Other post employment benefits	(122,558)	
Pension expense	(511,763)	
Interest expense	<u>103,070</u>	<u>(585,241)</u>

Total changes in net position at November 30, 2024 per Statement of Activities	<u>\$ 5,397,662</u>
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The accompanying notes are an integral part of the basic financial statements.

CITY OF CARENCRO, LOUISIANA

Statement of Net Position
Proprietary Funds
November 30, 2024

	Utility Fund	Culture & Recreation Fund	Total
ASSETS			
Current assets:			
Cash	\$ 1,882,703	\$ 1,681,648	\$ 3,564,351
Interest-bearing deposits	142,073	40,951	183,024
Due from other funds	36,450	319,750	356,200
Investments	624,663	481,064	1,105,727
Receivables, net	850,217	25,791	876,008
Loan receivable	-	40,000	40,000
Due from other governmental agencies	542,772	-	542,772
Prepaid items	18,897	6,517	25,414
Total current assets	<u>4,097,775</u>	<u>2,595,721</u>	<u>6,693,496</u>
Noncurrent assets:			
Restricted assets -			
Interest-bearing deposits	588,450	217,765	806,215
Investments	489,921	-	489,921
Capital assets -			
Land and construction in progress	17,678,153	1,839,663	19,517,816
Other capital assets, net of accumulated depreciation	33,111,642	4,951,874	38,063,516
Right-of-use assets	26,375	-	26,375
Total noncurrent assets	<u>51,894,541</u>	<u>7,009,302</u>	<u>58,903,843</u>
Total assets	<u>55,992,316</u>	<u>9,605,023</u>	<u>65,597,339</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	<u>160,569</u>	<u>34,321</u>	<u>194,890</u>
LIABILITIES			
Current liabilities (payable from current assets):			
Accounts payable	251,362	56,569	307,931
Retainage and contracts payable	1,612,086	-	1,612,086
Accrued liabilities	15,972	2,949	18,921
Due to other funds	507,260	127,864	635,124
Notes payable	184,928	-	184,928
Right-of-use lease liability	22,590	-	22,590
Total	<u>2,594,198</u>	<u>187,382</u>	<u>2,781,580</u>
Current liabilities (payable from restricted assets):			
Customers deposits payable	565,781	-	565,781
Bonds payable	535,000	315,000	850,000
Accrued interest	36,585	7,680	44,265
Total	<u>1,137,366</u>	<u>322,680</u>	<u>1,460,046</u>
Total current liabilities	<u>3,731,564</u>	<u>510,062</u>	<u>4,241,626</u>
Noncurrent liabilities:			
Compensated absences payable	115,315	-	115,315
Right-of-use lease liability	4,670	-	4,670
Net pension liability	682,718	145,929	828,647
Notes payable	1,258,800	-	1,258,800
OPEB liability	690,958	142,957	833,915
Bonds payable	4,396,000	1,355,000	5,751,000
Total noncurrent liabilities	<u>7,148,461</u>	<u>1,643,886</u>	<u>8,792,347</u>
Total liabilities	<u>10,880,025</u>	<u>2,153,948</u>	<u>13,033,973</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	30,998	6,626	37,624
Deferred inflows related to OPEB	56,699	11,731	68,430
Total deferred inflows of resources	<u>87,697</u>	<u>18,357</u>	<u>106,054</u>
NET POSITION			
Net investment in capital assets	42,802,096	5,121,537	47,923,633
Restricted for debt service	476,005	210,085	686,090
Restricted for sales tax dedications	-	2,135,417	2,135,417
Unrestricted	1,907,062	-	1,907,062
Total net position	<u>\$ 45,185,163</u>	<u>\$ 7,467,039</u>	<u>\$ 52,652,202</u>

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

CITY OF CARENCRO, LOUISIANA
Statement of Revenues, Expenses, and Change in Fund Net Position -
Proprietary Funds
For the Year Ended November 30, 2024

	Utility Fund	Culture & Recreation Fund	Total
Operating revenues:			
Charges for services	\$ 6,031,141	\$ 690,642	\$ 6,721,783
Penalties, permits, and connection fees	223,359	-	223,359
Miscellaneous	5,331	28,125	33,456
Total operating revenues	<u>6,259,831</u>	<u>718,767</u>	<u>6,978,598</u>
Operating expenses:			
Gas	1,074,715	-	1,074,715
Water	2,082,307	-	2,082,307
Sewerage	2,334,006	-	2,334,006
Sanitation	1,154,413	-	1,154,413
Pelican Park	-	1,084,866	1,084,866
Carencro Sports Complex	-	600,007	600,007
Community Center	-	270,907	270,907
Total operating expenses	<u>6,645,441</u>	<u>1,955,780</u>	<u>8,601,221</u>
Loss from operations	<u>(385,610)</u>	<u>(1,237,013)</u>	<u>(1,622,623)</u>
Nonoperating revenues (expenses):			
Interest income	159,771	83,419	243,190
Interest expense and fiscal charges	(192,979)	(58,528)	(251,507)
Investment income	26,218	-	26,218
Loss on disposition of assets	(9,414)	(617)	(10,031)
Non-employer contributions	39,754	8,497	48,251
Total nonoperating revenues (expenses)	<u>23,350</u>	<u>32,771</u>	<u>56,121</u>
Loss before transfers and capital contributions	<u>(362,260)</u>	<u>(1,204,242)</u>	<u>(1,566,502)</u>
Capital contributions	<u>2,040,360</u>	<u>5,631,991</u>	<u>7,672,351</u>
Transfers:			
Transfers in	1,004,628	2,102,118	3,106,746
Transfers out	(509,129)	(78)	(509,207)
Total transfers	<u>495,499</u>	<u>2,102,040</u>	<u>2,597,539</u>
Change in net position	2,173,599	6,529,789	8,703,388
Net position, beginning (as restated)	<u>43,011,564</u>	<u>937,250</u>	<u>43,948,814</u>
Net position, ending	<u>\$45,185,163</u>	<u>\$ 7,467,039</u>	<u>\$52,652,202</u>

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

CITY OF CARENCRO, LOUISIANA

Statement of Cash Flows
Proprietary Fund
For the Year Ended November 30, 2024

	Utility Fund	Other Enterprise Fund	Total
Cash flows from operating activities:			
Receipts from customers	\$ 6,159,526	\$ 692,976	\$ 6,852,502
Payments to suppliers	(2,919,654)	(803,042)	(3,722,696)
Payments to employees	(1,746,532)	(679,365)	(2,425,897)
Net cash provided (used) by operating activities	1,493,340	(789,431)	703,909
Cash flows from noncapital financing activities:			
Transfers from other funds	495,499	2,102,040	2,597,539
Amounts loaned to non-profits	-	(40,000)	(40,000)
Amounts owed to other funds	(33,714)	(1,408)	(35,122)
Net cash provided by noncapital financing activities	461,785	2,060,632	2,522,417
Cash flows from capital and related financing activities:			
Proceeds from grants	4,936,745	-	4,936,745
Cash contributions from assumption of Parks and Recreation Commission, Inc.	-	995,186	995,186
Principal paid on bonds	(519,000)	(305,000)	(824,000)
Principl paid on right-of-use lease asset	(20,467)	-	(20,467)
Principal paid on notes payable	(241,719)	-	(241,719)
Interest paid	(196,101)	(50,848)	(246,949)
Acquisition of property, plant and equipment	(5,361,026)	(92,665)	(5,453,691)
Net cash used/(provided) by capital and related financing activiti	(1,401,568)	546,673	(854,895)
Cash flows from investing activities:			
Purchase of investments and interest-bearing deposits with maturity in excess of ninety days	(52,695)	-	(52,695)
Interest on investments	159,771	83,419	243,190
Net cash used by investing activities	107,076	83,419	190,495
Net increase in cash and cash equivalents	660,633	1,901,293	2,561,926
Cash and cash equivalents, beginning of period	1,952,593	39,071	1,991,664
Cash and cash equivalents, end of period	\$ 2,613,226	\$ 1,940,364	\$ 4,553,590

(continued)

CITY OF CARENCRO, LOUISIANA

Statement of Cash Flows
Proprietary Fund (Continued)
For the Year Ended November 30, 2024

	Utility Fund	Other Enterprise Fund	Total
	<u> </u>	<u> </u>	<u> </u>
Reconciliation of operating loss to net cash provided (used) by operating activities:			
Operating loss	\$ (385,610)	\$ (1,237,013)	\$ (1,622,623)
Adjustments to reconcile operating loss to net cash provided by operating activities:			
Depreciation	1,963,129	279,349	2,242,478
Amortization expense	18,945	-	18,945
Pension expense (benefit)	(42,806)	126,731	83,925
OPEB expense (benefit)	54,681	11,314	65,995
Bad debt expense	20,996	-	20,996
Gain on sale of assets	14,655	-	14,655
Noncash expenses related to assumption of Parc Commission	-	3,468	3,468
Changes in current assets and liabilities:			
Accounts receivable	(144,478)	(25,791)	(170,269)
Unbilled utility receivables	(4,793)	-	(4,793)
Prepaid items	(7,517)	(6,517)	(14,034)
Accounts payable	(18,608)	56,079	37,471
Accrued liabilities	(11,381)	2,949	(8,432)
Customer deposits	13,315	-	13,315
Compensated absences payable	22,812	-	22,812
Net cash provided (used) by operating activities	<u>\$ 1,493,340</u>	<u>\$ (789,431)</u>	<u>\$ 703,909</u>
Reconciliation of cash and cash equivalents per statement of cash flows to the statement of net position:			
Cash and cash equivalents, beginning of period -			
Cash - unrestricted	\$ 1,398,276	\$ 39,071	\$ 1,437,347
Interest-bearing deposits - unrestricted	154,465	-	154,465
Interest-bearing deposits - restricted	399,852	-	399,852
Total cash and cash equivalents	<u>1,952,593</u>	<u>39,071</u>	<u>1,991,664</u>
Cash and cash equivalents, end of period -			
Cash - unrestricted	\$ 1,882,703	\$ 1,681,648	\$ 3,564,351
Interest-bearing deposits - unrestricted	142,073	40,951	183,024
Interest-bearing deposits - restricted	588,450	217,765	806,215
Total cash and cash equivalents	<u>2,613,226</u>	<u>1,940,364</u>	<u>4,553,590</u>
Net increase	<u>\$ 660,633</u>	<u>\$ 1,901,293</u>	<u>\$ 2,561,926</u>

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

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements

(1) Summary of Significant Accounting Policies

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

A. Financial Reporting Entity

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

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

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

1. Legal status of the potential component unit including the right to incur its own debt, levy its own taxes and charges, expropriate property in its own name, sue and be sued, and the right to buy, sell and lease property in its own name.
2. Whether the primary government's governing authority (City Council) 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.

There are no component units over which the City exercises significant influence.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

B. Basis of Presentation

Government-Wide Financial Statements (GWFS)

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

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

Fund Financial Statements

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

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

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

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

The major funds of the City are described below:

Governmental Funds:

General Fund

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

Special Revenue Funds -

1967 Sales Tax Fund

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

1993 Sales Tax Fund

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

Taxing Increment Financing (TIF) District Sales Tax Fund

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

2016 Sales Tax Fund

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

Capital Projects Fund

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

Proprietary Fund:

Enterprise Fund

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

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

C. Measurement Focus/Basis of Accounting

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

Measurement Focus

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

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

1. All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
2. 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.

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. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. For all other revenue, 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.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

However, debt service expenditures, claims, and judgements, and compensated absences are recorded only to the extent they have matured.

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

Investments

Under state law, the City may deposit funds with a fiscal agent organized under the laws of the State of Louisiana, the laws of any other state in the union, or the laws of the United States.

The City may invest in United States bonds, treasury notes and bills, government backed agency securities, or certificates and time deposits of state banks organized under Louisiana Law and national banks having principal offices in Louisiana.

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

Interfund receivables and payables

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

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

CITY OF CARENCRO, LOUISIANA

Notes to 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 and federal and state grants. The major receivable balance for business-type activities is accounts receivable for customer utility services, which is reported net of an allowance for bad debts. The allowance amount at November 30, 2024 was \$248,477. Unbilled utility service receivables resulting from utility services rendered between the date of meter reading and billing and the end of the month, are recorded at year-end.

Prepaid items

Prepaid items consist of various payments that the City has made in advance for goods or services to be received in the future. Prepaid expenditures at November 30, 2024 consist of insurance premiums requiring up-front payments.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are capitalized at historical cost or estimated cost if historical is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The City maintains a threshold level of \$5,000 or more for capitalizing capital assets.

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

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

Buildings	40 years
Equipment	5 years
Utility system and improvements	20-40 years
Infrastructure	20 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 CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Restricted Assets

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

Long-term debt

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

All long-term debt to be repaid from governmental and business-type resources is reported as liabilities in the government-wide statements. 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

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

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

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

At November 30, 2024, employees of the City have accumulated and vested \$412,469 of compensated absence benefits. The estimated liabilities include required salary-related payments. Compensated absences have typically been liquidated by the General Fund and Utility Fund.

Deferred Outflows of Resources and Deferred Inflows of Resources

In some instances, the GASB requires an entity to delay recognition of decreases in net position as expenditures until a future period. In other instances, entities are required to delay recognition of increases in net position as revenues until a future period.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

In these circumstances, deferred outflows of resources and deferred inflows of resources result from the delayed recognition of expenditures or revenues, respectively.

At November 30, 2024, the City's deferred outflows of resources and deferred inflows of resources are attributable to pension plans and other post-employment benefits.

Equity Classifications

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

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

Constraints may be placed on the use either by (1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. The City typically uses restricted assets first, as appropriate opportunities arise, but reserves the right to selectively defer the use until a future project. At November 30, 2024, the City reported \$23,547,499 of restricted net position, \$20,277,237 of which was restricted by enabling legislation.

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

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

1. Nonspendable – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

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

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

Proprietary 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

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

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

Interfund Transfers

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

F. Revenue Restrictions

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

<u>Revenue Source</u>	<u>Legal Restrictions of Use</u>
Sales tax	See Note 11
Gas, water and sewer revenue	Debt service

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

G. 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, deferred outflows, liabilities, and deferred inflows and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

H. Pensions

The net pension liability, deferred outflows of resources, and deferred inflows of resources related to pension, and pension expense, has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. Non-employer contributions are recognized as revenues in the government-wide financial statements. In the governmental fund financial statements contributions are recognized as expenditures when due.

I. Postemployment Benefits Other than Pensions (OPEB)

The total OPEB liability, deferred outflows of resources, and deferred inflows of resources related to OPEB, and OPEB expense has been determined using the flow of economic resources measurement focus and full accrual basis of accounting.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(2) Cash, Interest-Bearing Deposits and Investments

A. Cash and Interest-bearing Deposits

Under state law, the City may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The City may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At November 30, 2024, the City had cash and interest-bearing deposits (book balances) of \$13,450,086.

Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the City's deposits may not be recovered or will not be able to recover collateral securities that are in the possession of an outside party. These deposits are stated at cost, which approximates market. Under state law, these deposits, (or the resulting bank balances) must be secured by federal deposit insurance or similar federal security or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the City or the pledging fiscal agent bank by a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at November 30, 2024, are secured as follows:

Bank balances	<u>\$ 13,479,415</u>
Federal deposit insurance	\$ 467,433
Pledged securities	<u>13,011,982</u>
Total	<u>\$ 13,479,415</u>

Deposits in the amount of \$13,011,982 were exposed to custodial credit risk. These deposits are uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the City's name. The City does not have a policy for custodial credit risk.

B. Investments

At November 30, 2024, the City had the following investments and maturities:

<u>Investment Type</u>	<u>% of Portfolio</u>	<u>Fair Value</u>	<u>Investment Maturities</u>			
			<u>Less Than 1 Year</u>	<u>1 - 5 Years</u>	<u>10-15 Years</u>	<u>15-20 Years</u>
U.S. treasury securities	3%	\$ 336,382	\$ 336,382	\$ -	\$ -	\$ -
U.S. agency securities	2%	270,284	-	83,705	144,044	42,535
LAMP	95%	12,143,702	12,143,702	-	-	-
Total	<u>100%</u>	<u>\$ 12,750,368</u>	<u>\$ 12,480,084</u>	<u>\$ 83,705</u>	<u>\$ 144,044</u>	<u>\$ 42,535</u>

Custodial Credit Risk – In the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's requires all investments to be kept in the City's name and all ownership to be evidenced by an acceptable safekeeping receipt issued by a third-party financial institution

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

which is acceptable to the City. Accordingly, the City had no custodial credit risk related to its investments at November 30, 2024.

Credit Rate Risk – The risks are managed by restricting investments to those authorized by R.S. 33:5162. The City's investment policy limits investments to fully insured and/or fully collateralized certificates of deposits and direct and indirect obligations of U.S. government agencies. At November 30, 2024, the Government's investment in U.S. treasury notes and U.S. agency securities were rated AA+ by Standards & Poor's.

Concentration of Credit Risk – The risk relates to the amount of investments in any one entity. At November 30, 2024, no more than 5 percent of the City's total investments were invested in any single issue.

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

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

- **Credit risk** – LAMP has a fund rating of AAAm issued by Standard & Poor's.
- **Custodial credit risk** – LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.
- **Concentration of credit risk** – LAMP's pooled investments are excluded from the 5 percent disclosure requirements.
- **Interest rate risk** – LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days or 762 days for U.S. Government floating/variable rate investments. The WAM for LAMP's total investments is 70 days as of November 30, 2024.

The investments in LAMP are stated at fair value. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the net asset value of the pool shares. LAMP is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(3) Receivables

Receivables at November 30, 2024 consist of the following:

	Governmental Activities	Business-type Activities	Total
Accounts (net)	\$ -	\$ 603,070	\$ 603,070
Unbilled utility	-	257,727	257,727
Franchise tax	18,760	-	18,760
Sales tax	1,277,998	-	1,277,998
Other	818	15,211	16,029
Total	<u>\$ 1,297,576</u>	<u>\$ 876,008</u>	<u>\$ 2,173,584</u>

(4) Due From Other Governmental Agencies

Amounts due from other governmental agencies at November 30, 2024 consist of the following:

Fund Financial Statements:

Governmental Funds -

State grant funds	\$ 43,638
Federal grant funds	294,861
	<u>\$ 338,499</u>

Proprietary funds -

Federal grant funds	\$ 542,772
	<u>\$ 542,772</u>

Government-wide financial statements:

Total amount reported in governmental funds	\$ 338,499
Total amount reported in proprietary funds	542,772
	<u>\$ 881,271</u>

(5) Ad Valorem Taxes

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. During the fiscal year ended November 30, 2024, taxes were levied by the City in September 2023 and were billed to the taxpayers by the Assessor in November 2023. Billed taxes are due by December 31, becoming delinquent on January 1 of the following year. The taxes are based on assessed values and determined by the Tax Assessor of Lafayette Parish and are collected by the Sheriff. City property tax revenues are budgeted in the year billed.

For the year ended November 30, 2024, taxes of 4.66 mills were levied on property with assessed valuations totaling \$112,577,900 and were dedicated to general corporate purposes. Total taxes levied were \$524,613. There were no ad valorem taxes receivable at November 30, 2024.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(6) Capital Assets

Capital asset activity for the year ended November 30, 2024 was as follows:

	Balance 12/01/23	Additions	Deletions	Balance 11/30/24
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 1,366,247	\$ 503,455	\$ 194,142	\$ 1,675,560
Construction in progress	11,653,418	3,757,959	14,362,892	1,048,485
Other capital assets:				
Land improvements	195,441	14,973	130,785	79,629
Buildings	5,770,416	14,362,892	2,047,991	18,085,317
Infrastructure	29,346,940	-	99,808	29,247,132
Equipment, furniture and fixtures	2,599,085	731,173	689,834	2,640,424
Vehicles	3,287,772	15,000	231,921	3,070,851
Totals	<u>54,219,319</u>	<u>19,385,452</u>	<u>17,757,373</u>	<u>55,847,398</u>
Less: accumulated depreciation				
Land improvements	69,775	4,535	54,152	20,158
Buildings	2,720,256	220,717	826,062	2,114,911
Infrastructure	7,000,402	1,061,308	93,027	7,968,683
Equipment, furniture and fixtures	1,793,324	270,060	637,326	1,426,058
Vehicles	1,771,786	119,076	231,921	1,658,941
Total accumulated depreciation	<u>13,355,543</u>	<u>1,675,696</u>	<u>1,842,488</u>	<u>13,188,751</u>
Total capital assets being depreciated, net	<u>40,863,776</u>	<u>17,709,756</u>	<u>15,914,885</u>	<u>42,658,647</u>
Leased assets	1,542,941	129,895	116,091	1,556,745
Less: accumulated amortization	<u>482,652</u>	<u>365,458</u>	<u>116,091</u>	<u>732,019</u>
Leased assets being amortized, net	<u>1,060,289</u>	<u>(235,563)</u>	<u>-</u>	<u>824,726</u>
Subscription-Based Information				
Technology Arrangement Assets *	317,978	-	-	317,978
Less accumulated amortization	<u>25,486</u>	<u>81,072</u>	<u>-</u>	<u>106,558</u>
Total subscription-based information technology arrangement assets being amortized, net	<u>292,492</u>	<u>(81,072)</u>	<u>-</u>	<u>211,420</u>
Governmental activities, capital assets, net	<u>\$ 42,216,557</u>	<u>\$ 17,709,756</u>	<u>\$ 15,914,885</u>	<u>\$ 43,694,793</u>

*Restated

Depreciation and amortization expense was charged to governmental activities as follows:

General government	\$ 66,318
Police	572,833
Fire	378,634
Highways and streets	1,104,441
Total depreciation and amortization expense	<u>\$2,122,226</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

	Balance 12/01/23	Additions	Deletions	Balance 11/30/24
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 2,266,273	\$ 1,469,336	\$ -	\$ 3,735,609
Construction in progress	10,407,948	5,374,259	-	15,782,207
Other capital assets:				
Gas system	2,696,313	-	32,531	2,663,782
Water system	21,553,480	38,810	65,025	21,527,265
Sewer system	29,717,549	185,756	44,565	29,858,740
Machinery and equipment	2,291,735	77,390	177,127	2,191,998
Pelican park	-	2,702,916	316,233	2,386,683
Carencro sports complex	-	3,719,350	33,907	3,685,443
Community center	-	2,347,207	45,837	2,301,370
Totals	<u>68,933,298</u>	<u>15,915,024</u>	<u>715,225</u>	<u>84,133,097</u>
Less accumulated depreciation				
Gas system	1,250,149	66,739	30,497	1,286,391
Water system	8,493,643	656,888	55,712	9,094,819
Sewer system	10,143,083	1,118,610	42,632	11,219,061
Machinery and equipment	1,575,317	120,892	166,338	1,529,871
Pelican park	-	1,770,922	226,921	1,544,001
Carencro sports complex	-	839,695	33,263	806,432
Community center	-	1,116,410	45,220	1,071,190
Total accumulated depreciation	<u>21,462,192</u>	<u>5,690,156</u>	<u>600,583</u>	<u>26,551,765</u>
Total capital assets being depreciated, net	<u>47,471,106</u>	<u>10,224,868</u>	<u>114,642</u>	<u>57,581,332</u>
Leased assets	142,777	-	34,793	107,984
Less: accumulated amortization	<u>97,457</u>	<u>18,945</u>	<u>34,793</u>	<u>81,609</u>
Leased assets being amortized, net	<u>45,320</u>	<u>(18,945)</u>	<u>-</u>	<u>26,375</u>
Business-type activities, capital assets, net	<u>\$ 47,516,426</u>	<u>\$ 10,205,923</u>	<u>\$ 114,642</u>	<u>\$ 57,607,707</u>

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

Gas	\$ 85,684
Water	656,888
Sewer	1,118,610
Sanitation	120,892
Pelican park	107,420
Carencro sports complex	104,964
Community center	<u>66,965</u>
Total depreciation and amortization expense	<u>\$ 2,261,423</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(7) Restricted Assets - Proprietary Fund Type

Restricted assets consisted of the following at November 30, 2024:

Customers' deposits	\$ 565,781
2012 Revenue bond sinking fund	210,923
2014A Revenue bond sinking fund	217,765
2018 Revenue bond sinking, reserve, and contingency funds	301,667
Total	<u>\$ 1,296,136</u>

(8) Accounts and Other Payables

The accounts and other payables consisted of the following at November 30, 2024:

	Governmental Activities	Business-type Activities	Total
Accounts	\$ 261,949	\$ 307,931	\$ 569,880
Retainage and contracts payable	551,992	1,612,086	2,164,078
Accrued liabilities	174,428	18,921	193,349
Totals	<u>\$ 988,369</u>	<u>\$ 1,938,938</u>	<u>\$ 2,927,307</u>

(9) Long-Term Liabilities

Governmental activities:

The City has issued various sales tax revenue bonds to provide funds for the acquisition, construction, or improvement of major capital facilities. These bonds are direct obligations and are pledged by the various sales taxes of the City.

The City has borrowed proceeds from a bank to finance the cost of equipment for the support of the City's fire department.

Business-type activities:

The City has issued certificates of indebtedness to finance the costs of major infrastructure improvements. These bonds are direct obligations and are pledged by the revenues of the utility system.

The City has borrowed proceeds from a revenue bond issued by the Louisiana Department of Health and Hospitals to finance the costs of drinking water infrastructure improvements. The City has drawn down this bond in full and is pledged by the revenues of the system.

The City has borrowed proceeds from a bank to finance the cost of equipment for the support of the City's water department.

The City has issued a sales tax revenue bond to provide for the acquisition and improvement of its parks and recreation facilities. These bonds are direct obligations and are pledged by the 1993 sales taxes.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Long term debt at November 30, 2024 is comprised of the following:

	<u>Issue date</u>	<u>Final Maturity Date</u>	<u>Interest Rates</u>	<u>Balance Outstanding</u>	<u>Due Within One Year</u>
Governmental activities:					
Direct borrowing general obligation bonds –					
Series 2014	2014	2024	2.15%	\$ -	\$ -
Series 2014A	2014	2029	2.79%	-	-
Series 2019	2019	2029	2.68%	4,270,000	810,000
Series 2021	2021	2030	1.95%	3,810,000	515,000
Series 2022	2022	2038	4.58%	7,805,000	200,000
Total bond indebtedness				15,885,000	1,525,000
Direct borrowing notes payable	2020	2025	3.31%	59,140	58,694
Other liabilities -					
Leases				877,563	330,876
Subscriptions				219,025	80,194
Compensated absences				297,154	-
Total long-term liabilities - governmental activities				<u>\$ 17,337,882</u>	<u>\$ 1,994,764</u>
	<u>Issue date</u>	<u>Final Maturity Date</u>	<u>Interest Rates</u>	<u>Balance Outstanding</u>	<u>Due Within One Year</u>
Business-type activities:					
Direct placement -					
Certificate of indebtedness					
Series 2012	2012	2029	2.80%	\$ 912,000	\$ 310,000
Revenue bonds					
Series 2014A	2014	2029	2.79%	1,670,000	315,000
Series 2018	2018	2039	2.45%	4,019,000	225,000
Total bond indebtedness				6,601,000	850,000
Direct borrowing notes payables					
Note payable to a bank	2019	2024	3.45%	-	-
Note payable to a bank	2021	2031	3.95%	1,443,728	184,928
Other liabilities -					
Leases				27,260	22,590
Compensated absences				115,315	-
Total long-term liabilities - business-type activities				<u>\$ 8,187,303</u>	<u>\$ 1,057,518</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

The following is a summary of long-term liabilities transactions of the City for the year ended November 30, 2024:

	Balance 12/1/2023	Additions	Reductions	Balance 11/30/2024
Governmental Activities:				
Direct placement sales tax revenue bonds				
Series 2014	\$ 640,000	\$ -	\$ 640,000	\$ -
Series 2014A	1,975,000	-	1,975,000	-
Series 2019	4,420,000	-	150,000	4,270,000
Series 2021	3,810,000	-	-	3,810,000
Series 2022	8,000,000	-	195,000	7,805,000
Direct borrowing notes payable	115,951	-	56,811	59,140
Other liabilities -				
Leases	1,095,739	129,895	348,071	877,563
Subscriptions	294,362	-	75,337	219,025
Compensated absences	243,164	142,361	88,371	297,154
Total governmental activities	<u>\$20,594,216</u>	<u>\$ 272,256</u>	<u>\$ 3,528,590</u>	<u>\$17,337,882</u>
Business-type Activities:				
Direct placement certificate of indebtedness				
Series 2012	\$ 1,211,000	\$ -	\$ 299,000	\$ 912,000
Direct placement revenue bonds				
Series 2014A	-	1,975,000	305,000	1,670,000
Series 2018	4,239,000	-	220,000	4,019,000
Direct borrowing notes payables				
Note payable to a bank	47,383	-	47,383	-
Note payable to a bank	1,638,064	-	194,336	1,443,728
Other liabilities -				
Leases	47,727	-	20,467	27,260
Compensated absences	92,504	44,076	21,265	115,315
Total business-type activities	<u>\$ 7,275,678</u>	<u>\$2,019,076</u>	<u>\$ 1,107,451</u>	<u>\$ 8,187,303</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

The annual debt service requirements to maturity of all bonds and notes payable are as follows:

November 30,	Governmental Activities			
	Sales Tax Revenue Bonds		Note Payable	
	Principal	Interest	Principal	Interest
2025	\$ 1,525,000	\$ 536,600	\$ 58,694	\$ 1,945
2026	1,560,000	495,411	446	-
2027	1,605,000	453,148	-	-
2028	1,645,000	409,628	-	-
2029	1,700,000	364,690	-	-
2030-2034	4,525,000	1,185,763	-	-
2035-2038	3,325,000	313,387	-	-
Totals	<u>\$ 15,885,000</u>	<u>\$ 3,758,627</u>	<u>\$ 59,140</u>	<u>\$ 1,945</u>

November 30,	Business-Type Activities					
	Certificate of Indebtedness		Revenue Bonds		Notes Payable	
	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 310,000	\$ 21,196	\$ 540,000	\$ 140,665	\$ 184,928	\$ 53,101
2026	319,000	12,390	556,000	126,225	209,372	45,145
2027	92,000	6,636	572,000	111,358	217,642	36,875
2028	94,000	4,032	587,000	96,066	226,239	28,278
2029	97,000	1,358	598,000	80,441	235,176	244,243
2030-2034	-	-	1,331,000	283,784	370,371	-
2035-2039	-	-	1,505,000	112,406	-	-
2040	-	-	-	-	-	-
Totals	<u>\$ 912,000</u>	<u>\$ 45,612</u>	<u>\$ 5,689,000</u>	<u>\$ 950,945</u>	<u>\$ 1,443,728</u>	<u>\$ 407,642</u>

(10) Due to Other Governmental Agencies

Due to other governmental agencies in the amount of \$26,698 for governmental activities consists of the amount due to Lafayette Parish School System for sales tax revenues overpaid to the City as of November 30, 2024.

(11) Sales and Use Tax

Proceeds of the 1967 1% sales and use tax levied by the City of Carencro were \$3,948,277 during the year ended November 30, 2024 and are dedicated to the following purposes:

Paying principal and interest on any bonded debt or funded indebtedness of the City; constructing, acquiring, extending, improving and/or maintaining sewers, waterworks and natural gas utilities, streets, sidewalks and bridges, street lighting facilities, drainage facilities, fire and police department stations and equipment, garbage disposal and sanitation equipment and facilities, public

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Proceeds of the 1993 1% sales and use tax were \$3,948,277 during the year ended November 30, 2024 and are dedicated to the following purposes:

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

Proceeds of the TIF District 1% sales and use tax were \$2,536,325 during the year ended November 30, 2024 and are dedicated for financing economic development projects in the I-49 Corridor Economic Development District and paying principal and interest on any bonded debt or funded indebtedness of the City of Carencro issued for projects in the District.

Proceeds of the 2016 1% sales and use tax were \$3,942,936 during the year ended November 30, 2024 and are dedicated to and used for the purpose of constructing, operating, and improving and maintaining the City's sewerage system and providing facilities for and operational support of police and fire protection in the City.

Proceeds of the hotel/motel 4% sales and use tax were \$5,842 during the year ended November 30, 2024 and are dedicated and used to fund the construction and maintenance of water and sewer infrastructure, economic development and tourism within the City.

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

Under the terms of the covenants included in the contract for the issuance of \$4,225,000 Certificates of Indebtedness Series 2012 and for the issuance of \$5,000,000 Utilities Revenue Bonds, the City is required to budget the funds each fiscal year sufficient to pay the principal of and interest on the Certificates. Any excess annual revenues remaining in that fiscal year shall be free for expenditure for any other lawful corporate purpose.

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

There will also be established and maintained a fund called the "Utilities Revenue Bond Debt Service Fund." The City is required to deposit into the Sinking Fund at least monthly in advance of the date on which each payment of principal and/or interest on the bonds funds sufficient to promptly pay the maturing principal and/or interest so falling due on such date. The City is required to keep 50% of the maximum annual debt service in a reserve fund which amounts to \$162,147 and a depreciation and contingencies fund with a required balance of \$50,000.

The City was in compliance with all covenants of the contracts at November 30, 2024.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(13) Employee Retirement Systems

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

Substantially all City employees participate in one of the following retirement systems:

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

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

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

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

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

¹ Membership commencing prior to January 1, 2013

² Membership commencing January 1, 2013

³ With actuarially reduced benefits

⁴ Under hazardous duty sub plan commencing January 1, 2013

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

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

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Contributions

Article X, Section 29(E)(2)(a) of the Louisiana Constitution of 1974 assigns the Legislature the authority to determine employee contributions. Employer contributions are actuarially determined using statutorily established methods on an annual basis and are constitutionally required to cover the employer's portion of the normal cost and provide for the amortization of the unfunded accrued liability. Employer contributions are adopted by the Legislature annually upon recommendation of the Public Retirement Systems' Actuarial Committee. Contributions of employees, employers, and non-employer contributing entities effective for the year ended November 30, 2024 for the defined benefit pension plans in which the City is a participating employer were as follows:

<u>Plan</u>	<u>Active Member Contribution Percentage</u>	<u>Employer Contribution Percentage</u>	<u>Nonemployer Contributing Entities</u>	<u>Amount of City Contributions</u>
MERS	5.00%	14.00%	\$ 73,063	\$ 297,991
MPERS	10.00%	35.60%	145,354	692,562
FRS	10.00%	33.25%	47,269	139,358

Net Pension Liability

The City's net pension liability at November 30, 2024 is comprised of its proportionate share of the net pension liability relating to each of the cost-sharing plans in which the City is a participating employer. The City's net pension liability for each plan was measured as of the plan's measurement date (June 30, 2024 for all plans) and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportionate share of the net pension liability for each of the plans in which it participates was based on the City's required contributions in proportion to total required contributions for all employers.

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

<u>Plan</u>	<u>Proportionate Share of Net Pension Liability</u>	<u>Proportionate Share (%) of Net Pension Liability</u>	<u>Increase/(Decrease) from Prior Measurement Date</u>
MERS	\$ 1,254,765	2.067931%	0.234073%
MPERS	5,062,768	0.558807%	0.023038%
FRS	853,555	0.151593%	0.033244%
Total	<u>\$ 7,171,088</u>		

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Since the measurement date of the net pension liability was June 30, 2024, the net pension liability is based upon fiduciary net position for each of the plans as of those dates. Detailed information about each pension plan's assets, deferred outflows, deferred inflows, and fiduciary net position that was used in the measurement of the City's net pension liability is available in the separately issued plan financial reports for those fiscal years. The financial report for each plan may be accessed on their website as follows:

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

Actuarial Assumptions

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

	MERS	MPERS	FRS
Date of experience study on which significant assumptions are based	7/1/2013 - 6/30/2018	7/1/2014 - 6/30/2019	7/1/2014 - 6/30/2019
Actuarial cost method	Entry Age Normal	Entry Age Normal	Entry Age Normal
Expected remaining service lives	3	4	7
Investment rate of return (net of investment expense)	6.85%	6.75%	6.90%
Inflation Rate	2.50%	2.50%	2.50%
Projected salary increases	4.9% - 7.4%	4.7% - 12.3%	5.2% - 14.1%
Projected benefit changes including COLAs	None	None	None
Source of mortality assumptions	(1), (2), (3)	(4), (5), (6)	(6), (7), (8)

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

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Cost of Living Adjustments

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

Long-term Rate of Return

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

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

Asset Class	MERS*		MPERS*	
	Target Allocation	Long-term Expected Real Rate of Return	Target Allocation	Long-term Expected Real Rate of Return
Fixed Income	29%	1.26%	34.0%	1.07%
Equities	56%	2.44%	52.0%	3.14%
Alternative Investments	15%	0.65%	14.0%	1.03%
Total	100%	4.35%	100%	5.24%
Inflation		2.50%		2.62%
Expected Return		6.85%		7.86%

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Asset Class	FRS*	
	Target Allocation	Long-term Expected Real Rate of Return
U.S. Equity	28.50%	6.24%
Non-U.S. Equity	11.00%	6.36%
Global Equity	10.00%	6.42%
Emerging Market Equity	4.50%	8.26%
U.S. Core Fixed Income	22.00%	2.06%
U.S. TIPS	2.00%	2.00%
Emerging Market Debt	2.00%	4.05%
Global Multisector Fixed Income	4.00%	2.34%
Private Equity/Private Debt	9.00%	9.77%
Real Estate	4.00%	4.85%
Real Assets	3.00%	5.93%
Total	100%	58.28%

*Arithmetic real rates of return

Discount Rate

The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, each of the pension plan's fiduciary net positions was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate used to measure the total pension liability for MERS, MPERS, and FRS was 6.85%, 6.75%, and 6.9% respectively, for the year ended June 30, 2024.

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

Changes in the net pension liability may either be reported in pension expense in the year the change occurred or recognized as a deferred outflow of resources or a deferred inflow of resources in the year the change occurred and amortized into pension expense over a number of years. For the year ended November 30, 2024, the City recognized \$313,035, \$1,174,183, and \$240,705 in pension expense for MERS, MPERS, and FRS, respectively.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

At November 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources			
	MERS	MPERS	FRS	Total
Differences between expected and actual experience	\$ 11,914	\$ 274,112	\$ 64,083	\$ 350,109
Changes in assumptions	-	-	36,515	36,515
Net difference between projected and actual earnings on pension plan investments	45,162	140,742	8,634	194,538
Changes in proportion and differences between actual contributions and proportionate share of contributions	118,486	326,814	243,020	688,320
Employer contributions to the pension plans subsequent to the measurement date of the net pension liability	<u>119,547</u>	<u>297,297</u>	<u>59,370</u>	<u>476,214</u>
Total	<u>\$ 295,109</u>	<u>\$ 1,038,965</u>	<u>\$ 411,622</u>	<u>\$ 1,745,696</u>

	Deferred Inflows of Resources			
	MERS	MPERS	FRS	Total
Differences between expected and actual experience	\$ 10,263	\$ 153,150	\$ 20,299	\$ 183,712
Changes in proportion and differences between actual contributions and proportionate share of contributions	<u>46,708</u>	<u>-</u>	<u>10,614</u>	<u>57,322</u>
Total	<u>\$ 56,971</u>	<u>\$ 153,150</u>	<u>\$ 30,913</u>	<u>\$ 241,034</u>

Deferred outflows of resources of \$476,214 resulting from the employer contributions subsequent to the measurement date will be recognized as pension expense during the year ending November 30, 2024.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

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

Year Ended November 30	MERS	MPERS	FRS	TOTAL
2025	\$ 46,912	\$ 210,540	\$ 58,227	\$ 315,679
2026	137,421	589,140	144,134	870,695
2027	(37,428)	(122,441)	21,117	(138,752)
2028	(28,314)	(88,721)	21,358	(95,677)
2029	-	-	45,029	45,029
Thereafter	-	-	31,474	31,474
	<u>\$ 118,591</u>	<u>\$ 588,518</u>	<u>\$ 321,339</u>	<u>\$ 1,028,448</u>

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

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

Plan	Current Discount Rate	Net Pension Liability		
		1% Decrease	Current Discount Rate	1% Increase
MERS	6.85%	\$ 1,948,362	\$ 1,254,765	\$ 668,562
MPERS	6.75%	7,520,617	5,062,768	3,010,942
FRS	6.90%	1,417,079	853,555	383,520
Total		<u>\$10,886,058</u>	<u>\$ 7,171,088</u>	<u>\$4,063,024</u>

Payables to the Pension Plans

At November 30, 2024, the City had outstanding payables to MERS, MPERS, and FRS of \$29,785, \$63,649, and \$14,890, respectively.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(14) Post Employment Health Insurance Benefits

Plan description – The City of Carencro (the City) provides certain continuing health care benefits for its retired employees. The City of Carencro’s OPEB Plan (the OPEB Plan) is a single-employer defined benefit OPEB plan administered by the City. The authority to establish and/or amend the obligation of the employer, employees and retirees rests with the City. No assets are accumulated in a trust that meets the criteria in Governmental Accounting Standards Board (GASB).

Benefits Provided – Employees are eligible for continuing benefits after working fifteen (15) years of full time service with the City, and has been enrolled in the group health insurance plan offered by the City for the immediate two years prior to retirement. Benefits begin once the employee begins receiving benefits from one of the City’s three retirement plans.

Employees covered by benefit terms – As of the measurement date November 30, 2024, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	4
Inactive employees or beneficiaries entitled to but not yet receiving benefit payments	-
Active employees	<u>80</u>
	<u>84</u>

Total OPEB Liability

The City’s total OPEB liability is \$2,382,614 as of the measurement date November 30, 2024, the end of the fiscal year.

Actuarial Assumptions and other inputs – The total OPEB liability in the November 30, 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.5%	
Salary increases	<u>Service</u>	<u>MERS</u>
	1-4	7.90%
	4+	4.90%
Discount rate	3.49% annually (Beginning of Year to Determine ADC)	
	4.03%, annually (As of End of Year Measurement Date)	
Healthcare cost trend rates	Getzen model, initial trend of 5.5%	
Mortality	Pub-2010(B), headcount weighted, increased 20%	

The discount rate was based on the Bond Buyers' 20 Year General Obligation municipal bond index as of November 30, 2024, the end of the applicable measurement period.

The actuarial assumptions used in the November 30, 2024 valuation were based on the results of ongoing evaluations of the assumptions from December 1, 2023 to November 30, 2024.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Changes in the Total OPEB Liability

Balance at November 30, 2023	\$ 2,389,574
Changes for the year	
Service cost	149,448
Interest	88,324
Difference between expected and actual experience	-
Changes in assumptions	(228,098)
Benefit payments and net transfers	(16,634)
Net changes	(6,960)
Balance at November 30, 2024	<u>\$ 2,382,614</u>

Sensitivity of the total OPEB liability to changes in the discount rate – The following presents the total OPEB liability of the City, as well as what the City’s total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.03%) or 1-percentage-point higher (5.03%) than the current discount rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Total OPEB Liability	<u>\$2,827,587</u>	<u>\$2,382,614</u>	<u>\$2,024,235</u>

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates – The following presents the total OPEB liability of the City, as well as what the City’s total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (4.5%) or 1-percentage-point higher (6.5%) than the current healthcare trend rates:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Total OPEB Liability	<u>\$1,969,507</u>	<u>\$2,382,614</u>	<u>\$2,918,262</u>

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

For the year ended November 30, 2024, the City recognized OPEB expense of \$205,187. At November 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 195,513
Total	<u>\$ -</u>	<u>\$ 195,513</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

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

Year Ended November 30	
2025	\$ 32,585
2026	32,585
2027	32,585
2028	32,585
2029	32,585
Thereafter	32,588
Total	<u>\$ 195,513</u>

(15) Leases

The City has entered into lease agreements involving various vehicles with lease terms from August 2020 through May 2028 with incremental borrowing rates between 3.90%-8.45%. The terms and conditions of the leases do not contain variable payments, residual value guarantees, or any other special provisions. The total of the City's leased assets are recorded at a cost of \$1,664,729, less accumulated amortization of \$813,628.

The future lease payments under these agreements are as follows:

Year Ended November 30	Governmental Activities			Business-Type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2025	\$ 330,876	\$ 41,365	\$ 372,241	\$ 22,590	\$ 1,112	\$ 23,702
2026	259,578	32,451	292,029	4,670	230	4,900
2027	220,925	27,619	248,544	-	-	-
2028	61,500	7,688	69,188	-	-	-
2029	4,684	585	5,269	-	-	-
Total	<u>\$ 877,563</u>	<u>\$ 109,708</u>	<u>\$ 987,271</u>	<u>\$ 27,260</u>	<u>\$ 1,342</u>	<u>\$ 28,602</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(16) Subscription-Based Information Technology Arrangements

The City has entered into subscription-based information technology arrangements (SBITAs) involving police case management software with lease terms from May 2023 through November 2028 with incremental borrowing rates between 6.21-6.52%. The terms and conditions of the leases do not contain variable payments, residual value guarantees, or any other special provisions. The total of the City's subscription assets are recorded at a cost of \$317,978, less accumulated amortization of \$106,558.

The future lease payments under these agreements are as follows:

Year Ended November 30	Governmental Activities		
	Principal	Interest	Total
2025	\$ 80,194	\$ 12,806	\$ 93,000
2026	56,925	8,075	65,000
2027	39,660	5,340	45,000
2028	42,246	2,754	45,000
Total	<u>\$ 219,025</u>	<u>\$ 28,975</u>	<u>\$ 248,000</u>

(17) On-Behalf Payment for Salaries

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

Supplemental salary payments are made by the State of Louisiana directly to certain groups of employees. The City is not legally responsible for these salaries. Therefore, the basis for recognizing the revenue and expenditure payments is the actual contribution made by the State. For the fiscal year ended November 30, 2024, the State paid supplemental salaries in the amount of \$197,310 to fire and law enforcement employees. The payments are recorded as intergovernmental revenue and public safety expenses/expenditures in the GAAP basis government-wide and General Fund financial statements.

(18) Compensation of City Officials

A detail of compensation paid to the City Council for the year ended November 30, 2024 follows:

Alfred Sinegal	\$ 15,297
Antoine Babineaux, Jr.	15,297
Taylor James	15,297
Jordan Arceneaux	15,297
Danielle Capritto	15,297
	<u>\$ 76,485</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

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

The schedule of compensation, benefits, and other payments to Charlotte Clavier, Mayor, for the year ended November 30, 2024 follows:

Salary	\$ 93,616
Benefits - insurance	7,660
Benefits - retirement	13,889
Vehicle allowance	9,600
Other	600
Total	<u>\$ 125,365</u>

(20) Natural Gas Contract

Under contract dated May 1, 1989, the City of Carencro is required to purchase its natural gas from Louisiana Municipal Natural Gas Purchasing and Distribution Authority for an initial term of three (3) years and shall continue thereafter from year to year unless written notice to the contrary is given by either party to the other at least six (6) months prior to the expiration of the initial term or any renewal thereof. During the fiscal year ended November 30, 2024, the City's natural gas purchases amounted to \$182,296, of which \$13,037 was owed for purchases for the month of November 2024.

(21) Contingent Liabilities

The City participates in certain federal and state assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The City prior year grant activity is currently under review by federal grantors; however, the City believes any liability for reimbursement is remote.

At November 30, 2024, the City is involved in several lawsuits claiming damages. In the opinion of the City's legal counsel, the only exposure to the City would be any costs in defense of the lawsuits with no liability to the City in excess of insurance coverage.

(22) Risk Management

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

(23) Fair Value Measurement

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

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

The three levels of inputs used to measure fair value are as follows:

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

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

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

The following table presents assets that are measured at fair value on a recurring basis at November 30, 2024:

Governmental Funds:

Description	Total	Level 1	Level 2	Level 3
U.S. Treasuries	\$ 128,118	\$ 128,118	\$ -	\$ -
U.S. Agency Securities	15,688	-	15,688	-
	<u>\$ 143,806</u>	<u>\$ 128,118</u>	<u>\$ 15,688</u>	<u>\$ -</u>

Proprietary Funds:

Description	Total	Level 1	Level 2	Level 3
U.S. Treasuries	\$ 208,264	\$ 208,264	\$ -	\$ -
U.S. Agency Securities	254,596	-	254,596	-
	<u>\$ 462,860</u>	<u>\$ 208,264</u>	<u>\$ 254,596</u>	<u>\$ -</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(24) Interfund Transactions

A. Interfund receivables and payables consisted of the following at November 30, 2024:

	<u>Receivable</u>	<u>Payable</u>
Governmental funds:		
Major governmental funds -		
General Fund	\$ 271,618	\$ 341,751
1967 Sales Tax Fund	154,073	-
1993 Sales Tax Fund	-	100,921
Capital Projects Fund	504,963	54,985
Non-major governmental funds	<u>-</u>	<u>154,073</u>
Total governmental funds	930,654	651,730
Proprietary funds:		
Utility Fund	36,450	507,260
Culture and Recreation	<u>319,750</u>	<u>127,864</u>
Total proprietary funds	<u>356,200</u>	<u>635,124</u>
Total	<u>\$ 1,286,854</u>	<u>\$ 1,286,854</u>

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

B. Transfers consisted of the following for the year ended November 30, 2024:

	<u>Transfers In</u>	<u>Transfers Out</u>
Governmental funds:		
Major governmental funds -		
General Fund	\$ 5,355,947	\$ 546,776
1967 Sales Tax Special Revenue Fund	145,000	3,887,738
1993 Sales Tax Special Revenue Fund	-	3,894,068
TIF District Sales Tax Special Revenue Fund	281,905	2,850,032
2016 Sales Tax Special Revenue Fund	-	2,605,922
Capital Projects Fund	5,265,542	1,395,030
Non-major governmental funds	<u>1,533,764</u>	<u>131</u>
Total governmental funds	<u>12,582,158</u>	<u>15,179,697</u>
Proprietary fund:		
Utility Fund	1,004,628	509,129
Culture and Recreation	<u>2,102,118</u>	<u>78</u>
Total proprietary funds	<u>3,106,746</u>	<u>509,207</u>
Total	<u>\$ 15,688,904</u>	<u>\$ 15,688,904</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

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 (b) to use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

(25) Net Position

Net position is presented as net investment in capital assets, restricted, and unrestricted on the City's government-wide statement of net position. The City's net position is affected by transactions that resulted in the recognition of deferred outflows of resources and deferred inflows of resources and the balance of the related asset or liability is significant. As discussed in Note 13 and 14, the City's recognition of net pension liability and OPEB obligations in accordance with GASBS No. 68 and 75, respectively, significantly affected the City's unrestricted component of net position as of November 30, 2024.

(26) Dissolution of Component Unit

On July 17, 2023, the City of Carencro adopted a final ordinance dissolving the Parks and Recreation Commission of Carencro, Inc. (PARC) effective December 1, 2023. As a result of the dissolution, the net assets of the commission were distributed to the City of Carencro and the City of Carencro assumed all operations of the commission. As a result of a fire and the termination of key administrative staff, the Commission was unable to provide adequate records for an audit. As such, the Commission financial statements contained a disclaimer of opinion for the year ended November 30, 2023.

As a result of the City recording the ending balances of the Commission on its Culture & Recreation Fund on December 1, 2023, the City was unable to provide sufficient records to support transactions recorded on the fund. Therefore, a disclaimer of opinion was issued on the Culture & Recreation Fund.

(27) Restatement of Prior Year Balances

As of December 1, 2023, the City adopted the requirements of Governmental Accounting Standards Board (GASB) Statement No. 100, Accounting Changes and Error Corrections. The primary objective of this statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.

During the fiscal year, the City of Carencro adopted the requirements of Governmental Accounting Standards Board (GASB) Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). The scope of this Statement addresses accounting and financial reporting for OPEB that is provided to the employees of state and local governmental employers. This Statement establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

During the year, the City implemented GASBS No. 96, Subscription-based Information Technology Arrangements. The primary objective of this statement is to enhance the relevance and consistency of information about governments' subscription activities. This statement establishes a single model for subscription-based accounting based on the principle that subscriptions are financings of the right to use an underlying asset. Under this Statement, an organization is required to recognize subscription liability and an intangible right-to-use subscription asset.

The effect of the changes are shown in the table below:

	Total Governmental Activities		
Governmental Activities:			
November 30, 2023, as previously reported	\$	36,724,988	
Correction of error - GASBS No. 75		(1,553,224)	
Correction of error - GASBS No. 96		(1,870)	
November 30, 2023, as restated	\$	35,169,894	

	Utility Fund	Culture & Recreation Fund	Total Business-Type Activities
Business-Type Activities:			
November 30, 2023, as previously reported	\$ 43,704,540	\$ 1,080,624	\$ 44,785,164
Correction of error - GASBS No. 75	(692,976)	(143,374)	(836,350)
November 30, 2023, as restated	\$ 43,011,564	\$ 937,250	\$ 43,948,814

**REQUIRED SUPPLEMENTARY
INFORMATION**

CITY OF CARENCRO, LOUISIANA
General Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2024

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 1,145,500	\$ 1,156,659	\$ 1,165,999	\$ 9,340
Licenses and permits	927,500	810,373	721,714	(88,659)
Intergovernmental	1,015,343	1,507,420	1,127,692	(379,728)
Fines and forfeits	487,000	735,551	672,270	(63,281)
Miscellaneous	45,400	269,051	295,256	26,205
Total revenues	<u>3,620,743</u>	<u>4,479,054</u>	<u>3,982,931</u>	<u>(496,123)</u>
Expenditures:				
Current -				
General government:				
Administrative	1,311,162	1,106,047	1,346,979	(240,932)
Code department	500,752	419,389	400,349	19,040
Public safety:				
Police	4,261,739	4,182,418	4,260,021	(77,603)
Fire	1,478,274	1,363,161	1,295,232	67,929
City court	232,244	287,069	288,665	(1,596)
Highways and streets	1,332,521	1,134,155	1,132,017	2,138
Culture and tourism	-	-	2,428	(2,428)
Capital outlay	1,125,250	703,289	351,668	351,621
Debt service-				
Principal retirement	56,811	359,070	480,219	(121,149)
Interest and fiscal charges	3,828	68,394	91,297	(22,903)
Total expenditures	<u>10,302,581</u>	<u>9,622,992</u>	<u>9,648,875</u>	<u>(25,883)</u>
Deficiency of revenues over expenditures	<u>(6,681,838)</u>	<u>(5,143,938)</u>	<u>(5,665,944)</u>	<u>(522,006)</u>
Other financing sources (uses):				
Proceeds from right-of-use lease assets	-	128,212	129,895	1,683
Transfers in	5,394,000	5,068,861	5,355,947	287,086
Transfers out	<u>(33,934)</u>	<u>(182,445)</u>	<u>(546,776)</u>	<u>(364,331)</u>
Total other financing sources (uses)	<u>5,360,066</u>	<u>5,014,628</u>	<u>4,939,066</u>	<u>(75,562)</u>
Net change in fund balance	<u>(1,321,772)</u>	<u>(129,310)</u>	<u>(726,878)</u>	<u>(597,568)</u>
Fund balance, beginning	<u>1,570,219</u>	<u>768,487</u>	<u>768,487</u>	<u>-</u>
Fund balance, ending	<u>\$ 248,447</u>	<u>\$ 639,177</u>	<u>\$ 41,609</u>	<u>\$ (597,568)</u>

See notes to the required supplementary information.

CITY OF CARENCRO, LOUISIANA
1967 Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2024

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 4,400,000	\$ 3,900,000	\$ 3,948,277	\$ 48,277
Miscellaneous	22,000	18,697	28,986	10,289
Total revenues	<u>4,422,000</u>	<u>3,918,697</u>	<u>3,977,263</u>	<u>58,566</u>
Expenditures:				
Current -				
General government	<u>36,500</u>	<u>82,364</u>	<u>66,550</u>	<u>15,814</u>
Excess of revenues over expenditures	<u>4,385,500</u>	<u>3,836,333</u>	<u>3,910,713</u>	<u>74,380</u>
Other financing uses:				
Transfers in	-	145,000	145,000	-
Transfers out	<u>(4,527,174)</u>	<u>(3,659,248)</u>	<u>(3,887,738)</u>	<u>(228,490)</u>
Total other financing uses	<u>(4,527,174)</u>	<u>(3,514,248)</u>	<u>(3,742,738)</u>	<u>(228,490)</u>
Net change in fund balance	(141,674)	322,085	167,975	(154,110)
Fund balance, beginning	<u>493,506</u>	<u>493,506</u>	<u>606,526</u>	<u>113,020</u>
Fund balance, ending	<u>\$ 351,832</u>	<u>\$ 815,591</u>	<u>\$ 774,501</u>	<u>\$ (41,090)</u>

See notes to the required supplementary information.

CITY OF CARENCRO, LOUISIANA
1993 Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2024

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 4,400,000	\$ 3,960,053	\$ 3,948,277	\$ (11,776)
Miscellaneous	38,000	49,293	23,751	(25,542)
Total revenues	<u>4,438,000</u>	<u>4,009,346</u>	<u>3,972,028</u>	<u>(37,318)</u>
Expenditures:				
Current:				
General government	36,000	80,044	66,550	13,494
Culture and recreation	<u>645,247</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>681,247</u>	<u>80,044</u>	<u>66,550</u>	<u>13,494</u>
Excess of revenues over expenditures	<u>3,756,753</u>	<u>3,929,302</u>	<u>3,905,478</u>	<u>(23,824)</u>
Other financing uses:				
Transfers out	<u>(3,352,972)</u>	<u>(3,793,923)</u>	<u>(3,894,068)</u>	<u>(100,145)</u>
Net change in fund balance	403,781	135,379	11,410	(123,969)
Fund balance, beginning	<u>(249,971)</u>	<u>502,126</u>	<u>502,126</u>	<u>-</u>
Fund balance, ending	<u>\$ 153,810</u>	<u>\$ 637,505</u>	<u>\$ 513,536</u>	<u>\$ (123,969)</u>

See notes to the required supplementary information.

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

Budgetary Comparison Schedule
For the Year Ended November 30, 2024

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 2,500,000	\$ 2,500,000	\$ 2,536,325	\$ 36,325
Intergovernmental - local	439,761	18,833	-	(18,833)
Miscellaneous	178,764	143,835	162,284	18,449
Total revenues	<u>3,118,525</u>	<u>2,662,668</u>	<u>2,698,609</u>	<u>35,941</u>
Expenditures:				
Current:				
General government	24,000	39,169	47,943	(8,774)
Capital outlay	<u>356,000</u>	<u>588,617</u>	<u>518,430</u>	<u>70,187</u>
Total expenditures	<u>380,000</u>	<u>627,786</u>	<u>566,373</u>	<u>61,413</u>
Excess of revenues over expenditures	<u>2,738,525</u>	<u>2,034,882</u>	<u>2,132,236</u>	<u>97,354</u>
Other financing sources (uses):				
Transfers in	-	281,905	281,905	-
Transfers out	<u>(5,559,295)</u>	<u>(2,736,731)</u>	<u>(2,850,032)</u>	<u>(113,301)</u>
Total other financing sources (uses)	<u>(5,559,295)</u>	<u>(2,454,826)</u>	<u>(2,568,127)</u>	<u>(113,301)</u>
Net change in fund balance	(2,820,770)	(419,944)	(435,891)	(15,947)
Fund balance, beginning	<u>3,623,220</u>	<u>3,623,220</u>	<u>3,623,220</u>	<u>-</u>
Fund balance, ending	<u>\$ 802,450</u>	<u>\$ 3,203,276</u>	<u>\$ 3,187,329</u>	<u>\$ (15,947)</u>

See notes to the required supplementary information.

CITY OF CARENCRO, LOUISIANA
2016 Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2024

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 4,400,000	\$ 3,900,000	\$ 3,942,936	\$ 42,936
Miscellaneous	400,000	565,119	638,627	73,508
Total revenues	<u>4,800,000</u>	<u>4,465,119</u>	<u>4,581,563</u>	<u>116,444</u>
Expenditures:				
Current:				
General government	<u>40,000</u>	<u>80,012</u>	<u>66,525</u>	<u>13,487</u>
Excess of revenues over expenditures	<u>4,760,000</u>	<u>4,385,107</u>	<u>4,515,038</u>	<u>129,931</u>
Other financing sources (uses):				
Transfers in	-	556,563	-	(556,563)
Transfers out	<u>(11,000,000)</u>	<u>(3,437,347)</u>	<u>(2,605,922)</u>	<u>831,425</u>
Total other financing sources (uses)	<u>(11,000,000)</u>	<u>(2,880,784)</u>	<u>(2,605,922)</u>	<u>274,862</u>
Net change in fund balance	(6,240,000)	1,504,323	1,909,116	404,793
Fund balance, beginning	<u>12,071,819</u>	<u>12,071,819</u>	<u>12,071,819</u>	<u>-</u>
Fund balance, ending	<u>\$ 5,831,819</u>	<u>\$ 13,576,142</u>	<u>\$ 13,980,935</u>	<u>\$ 404,793</u>

See notes to the required supplementary information.

CITY OF CARENCRO, LOUISIANA

Schedule of Employer's Share of Net Pension Liability
For the Year Ended November 30, 2024

Plan/ Fiscal Year	Employer Proportion of the Net Pension Liability (Asset)	Employer Proportionate Share of the Net Pension Liability (Asset)	Employer's Covered Payroll	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
Municipal Employees' Retirement System					
6/30/2024	2.067931%	\$ 1,254,765	\$ 2,085,611	60.2%	80.10%
6/30/2023	1.833858%	1,470,499	1,573,986	93.4%	73.25%
6/30/2022	1.786485%	1,568,504	1,436,273	109.2%	69.56%
6/30/2021	1.596402%	924,809	1,226,871	75.4%	79.14%
6/30/2020	1.433324%	1,298,916	1,110,786	116.9%	66.26%
6/30/2019	1.284063%	1,123,315	981,621	114.4%	66.14%
6/30/2018	1.307021%	1,105,520	968,604	114.1%	65.60%
6/30/2017	1.279821%	1,107,343	949,500	116.6%	63.49%
6/30/2016	1.286743%	1,066,591	927,589	115.0%	63.34%
6/30/2015	1.280409%	870,226	845,432	102.9%	68.71%
Municipal Police Employees' Retirement System					
6/30/2024	0.558807%	5,062,768	1,969,896	257.0%	68.14%
6/30/2023	0.535769%	5,660,383	1,820,515	310.9%	71.30%
6/30/2022	0.514031%	5,254,309	1,510,646	347.8%	70.80%
6/30/2021	0.465691%	2,482,388	1,420,738	174.7%	84.08%
6/30/2020	0.404790%	3,741,203	1,250,286	299.2%	70.94%
6/30/2019	0.316168%	2,871,335	987,333	290.8%	71.89%
6/30/2018	0.255428%	2,159,404	753,802	286.5%	71.89%
6/30/2017	0.253787%	2,215,668	757,792	292.4%	70.08%
6/30/2016	0.299971%	2,811,573	757,451	371.2%	66.04%
6/30/2015	0.265326%	2,078,552	709,359	293.0%	70.73%
Firefighters' Retirement System					
6/30/2024	0.151593%	853,555	428,815	199.0%	81.68%
6/30/2023	0.118349%	772,441	317,699	243.1%	77.69%
6/30/2022	0.105798%	746,013	272,572	273.7%	74.68%
6/30/2021	0.101032%	358,042	254,016	141.0%	86.78%
6/30/2020	0.095112%	659,274	236,793	278.4%	72.61%
6/30/2019	0.101602%	636,223	245,558	259.1%	73.96%
6/30/2018	0.079075%	454,846	187,438	242.7%	74.76%
6/30/2017	0.038542%	220,917	89,172	247.7%	73.55%
6/30/2016	0.289980%	189,763	40,455	469.1%	68.16%
6/30/2015	0.013216%	71,328	37,689	189.3%	72.45%

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

See notes to the required supplementary information.

CITY OF CARENCRO, LOUISIANA

Schedule of Employer Contributions
For the Year Ended November 30, 2024

Year Ended November 30,	Contractually Required Contribution	Contributions in Relation to Contractually Required Contribution	Contribution Deficiency (Excess)	Employer's Covered Payroll	Contributions as a % of Covered Payroll
Municipal Employees' Retirement System					
2024	\$297,991	\$297,991	\$ -	\$ 2,045,867	14.57%
2023	270,164	270,164	-	1,742,994	15.50%
2022	224,686	224,686	-	1,449,587	15.50%
2021	196,225	196,225	-	1,265,968	15.50%
2020	173,217	173,217	-	1,183,985	14.63%
2019	142,246	142,246	-	1,049,012	13.56%
2018	131,833	131,833	-	1,104,129	11.94%
2017	113,456	113,456	-	1,031,418	11.00%
2016	96,328	96,328	-	950,918	10.13%
2015	82,951	82,951	-	873,168	9.50%
Municipal Police Employees' Retirement System					
2024	692,562	692,562	-	2,000,217	34.62%
2023	638,694	638,694	-	2,043,821	31.25%
2022	494,049	494,049	-	1,660,670	29.75%
2021	466,521	466,521	-	1,382,284	33.75%
2020	438,911	438,911	-	1,329,228	33.02%
2019	356,702	356,702	-	1,102,634	32.35%
2018	257,272	257,272	-	819,860	31.38%
2017	238,705	238,705	-	761,906	31.33%
2016	247,445	247,445	-	812,894	30.44%
2015	239,594	239,594	-	781,200	30.67%
Firefighters Retirement System					
2024	139,358	139,358	-	420,944	33.11%
2023	132,319	132,319	-	400,967	33.00%
2022	89,604	89,604	-	263,541	34.00%
2021	85,376	85,376	-	264,732	32.25%
2020	71,198	71,198	-	240,290	29.63%
2019	65,783	65,783	-	243,460	27.02%
2018	59,993	59,993	-	226,389	26.50%
2017	31,665	31,665	-	122,875	25.77%
2016	18,708	18,708	-	70,810	26.42%
2015	20,223	20,223	-	71,158	28.42%

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

See notes to the required supplementary information.

CITY OF CARENCRO, LOUISIANA

Schedule of Changes in Total OPEB Liability and Related Ratios
For the Year Ended November 30, 2024

Total OPEB Liability	<u>2024</u>
Service cost	\$ 149,448
Interest	88,324
Changes in benefit terms	-
Differences between expected and actual experience	-
Changes of assumptions	(228,098)
Benefit payments and net transfers	<u>(16,634)</u>
Net changes	(6,960)
Total OPEB liability - beginning	<u>2,389,574</u>
Total OPEB liability - ending	<u>\$ 2,382,614</u>
Covered employee payroll	<u>\$ 3,904,034</u>
Total OPEB liability as a percentage of covered-employee payroll	61.03%

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

See notes to the required supplementary information.

CITY OF CARENCRO, LOUISIANA

Notes to the Required Supplementary Information

(1) Budget and Budgetary Accounting

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

- a. Prior to November 15, the City Clerk submits to the Mayor and City Council a proposed operating budget for the fiscal year commencing the following December 1.
- b. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
- c. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
- d. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance prior to the commencement of the fiscal year for which the budget is being adopted.
- e. Budgetary amendments involving the transfer of funds from one department, program or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Board of Aldermen.
- f. All budgetary appropriations lapse at the end of each fiscal year.
- g. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted and as amended by the Board of Aldermen.

(2) Pension Plans

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

(3) Other Postemployment Benefits

A) Benefit changes – There were no changes in benefit terms.

B) Changes of assumptions:

Change in the discount rate – The discount rate at November 30, 2024 is 4.03%, a increase of .54% from the prior year rate of 3.49%.

CITY OF CARENCRO, LOUISIANA

Notes to the Required Supplementary Information (Continued)

(4) Excess of Expenditures Over Appropriations

For the year ended November 30, 2024, the General Fund had actual expenditures over appropriations, at the functional level, as follows:

<u>Fund/Function</u>	<u>Budget</u>	<u>Actual</u>	<u>Excess</u>
General Fund:			
General government	\$ 1,525,436	\$ 1,747,328	\$ (221,892)
Public safety	5,832,648	5,843,918	(11,270)
Culture and tourism	-	2,428	(2,428)
Debt service	427,464	571,516	(144,052)
TIF District Sales Tax:			
General government	39,169	47,943	(8,774)

SUPPLEMENTARY INFORMATION

CITY OF CARENCRO, LOUISIANA

Statement of Net Position

November 30, 2024

With Comparative Totals as of November 30, 2023 (as restated)

	2024			2023
	Governmental Activities	Business-Type Activities	Total	Totals
ASSETS				
Cash and interest-bearing deposits	\$ 8,896,496	\$ 3,747,375	\$ 12,643,871	\$ 9,330,723
Investments	11,154,720	1,105,727	12,260,447	12,670,988
Receivables, net	1,297,576	876,008	2,173,584	1,982,851
Loan receivable	-	40,000	40,000	-
Internal balances	278,924	(278,924)	-	-
Due from other governmental agencies	338,499	542,772	881,271	3,925,643
Prepaid items	55,725	25,414	81,139	40,697
Restricted cash and interest-bearing deposits	-	806,215	806,215	399,852
Restricted investments	-	489,921	489,921	493,571
Capital assets:				
Non-depreciable	2,724,045	19,517,816	22,241,861	25,693,886
Depreciable, net	40,970,748	38,089,891	79,060,639	64,039,097
Total assets	<u>65,716,733</u>	<u>64,962,215</u>	<u>130,678,948</u>	<u>118,577,308</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows related to pensions	<u>1,550,806</u>	<u>194,890</u>	<u>1,745,696</u>	<u>2,612,892</u>
LIABILITIES				
Accounts and other payables	988,369	1,938,938	2,927,307	2,995,581
Due to other governmental agencies	26,698	-	26,698	58,734
Customers deposits payable	-	565,781	565,781	552,466
Accrued interest	113,871	44,265	158,136	256,648
Unearned revenue	11,530	-	11,530	-
Long-term liabilities:				
Portion due or payable within one year	1,994,764	1,057,518	3,052,282	2,530,537
Portion due or payable after one year	15,343,118	7,129,785	22,472,903	25,339,356
Other post employment benefits payable	1,548,699	833,915	2,382,614	2,389,574
Net pension liability	<u>6,342,441</u>	<u>828,647</u>	<u>7,171,088</u>	<u>7,903,323</u>
Total liabilities	<u>26,369,490</u>	<u>12,398,849</u>	<u>38,768,339</u>	<u>42,026,219</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows related to pensions	203,410	37,624	241,034	45,273
Deferred inflows related to OPEB	<u>127,083</u>	<u>68,430</u>	<u>195,513</u>	<u>-</u>
Total deferred inflows of resources	<u>330,493</u>	<u>106,054</u>	<u>436,547</u>	<u>45,273</u>
NET POSITION				
Net investment in capital assets	26,102,073	47,923,633	74,025,706	59,835,351
Restricted for sales tax dedications	18,461,753	2,135,417	20,597,170	16,806,236
Restricted for debt service	1,726,451	686,090	2,412,541	1,844,154
Restricted for capital projects	537,788	-	537,788	124,736
Unrestricted (deficit)	<u>(6,260,509)</u>	<u>1,907,062</u>	<u>(4,353,447)</u>	<u>508,231</u>
Total net position	<u>\$ 40,567,556</u>	<u>\$ 52,652,202</u>	<u>\$ 93,219,758</u>	<u>\$ 79,118,708</u>

CITY OF CARENCRO, LOUISIANA

Comparative Balance Sheet
General and Special Revenue Funds
November 30, 2024 and 2023

	General		1967 Sales Tax Special Revenue		1993 Sales Tax Special Revenue		TIF District Sales Tax Special Revenue		2016 Sales Tax Special Revenue	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
ASSETS										
Cash	\$ 103,694	\$ 304,080	\$ 56,900	\$ 75,755	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest-bearing deposits	116,597	223,339	79,617	31,368	274,352	184,029	2,961,168	3,457,488	2,946,513	1,599,835
Investments	320,756	304,406	143,806	181,306	-	-	26	25	10,690,064	10,145,161
Receivables:										
Taxes	18,760	16,119	344,004	326,675	344,004	326,675	245,035	213,683	344,358	326,823
Due from other governmental agencies	70,656	450,236	-	-	-	-	-	36,250	-	-
Due from other funds	271,618	46,185	154,073	-	-	-	-	-	-	-
Due from employees	-	24,141	-	-	-	-	-	-	-	-
Other receivables	818	7,389	-	-	-	-	-	18,901	-	-
Prepaid items	55,725	29,317	-	-	-	-	-	-	-	-
Total assets	<u>\$ 958,624</u>	<u>\$ 1,405,212</u>	<u>\$ 778,400</u>	<u>\$ 615,104</u>	<u>\$ 618,356</u>	<u>\$ 510,704</u>	<u>\$ 3,206,229</u>	<u>\$ 3,726,347</u>	<u>\$ 13,980,935</u>	<u>\$ 12,071,819</u>
LIABILITIES AND FUND BALANCES										
Liabilities:										
Accounts payable	\$ 260,395	\$ 69,429	-	\$ -	\$ -	\$ -	\$ -	\$ 17,049	\$ -	\$ -
Accrued liabilities	174,428	240,080	-	-	-	-	-	-	-	-
Contracts payable	128,911	-	-	-	-	-	-	-	-	-
Retainage payable	-	-	-	-	-	-	-	44,500	-	-
Customer rental deposits	-	7,465	-	-	-	-	-	-	-	-
Unearned revenue	11,530	-	-	-	-	-	-	-	-	-
Due to other governmental agencies	-	-	3,899	8,578	3,899	8,578	18,900	41,578	-	-
Due to other funds	341,751	319,751	-	-	100,921	-	-	-	-	-
Total liabilities	<u>917,015</u>	<u>636,725</u>	<u>3,899</u>	<u>8,578</u>	<u>104,820</u>	<u>8,578</u>	<u>18,900</u>	<u>103,127</u>	<u>-</u>	<u>-</u>
Fund balances -										
Nonspendable - prepaid items	55,725	29,317	-	-	-	-	-	-	-	-
Restricted - sales tax dedications	-	-	774,501	606,526	513,536	502,126	3,187,329	3,623,220	13,980,935	12,071,819
Unassigned	(14,116)	739,170	-	-	-	-	-	-	-	-
Total fund balances	<u>41,609</u>	<u>768,487</u>	<u>774,501</u>	<u>606,526</u>	<u>513,536</u>	<u>502,126</u>	<u>3,187,329</u>	<u>3,623,220</u>	<u>13,980,935</u>	<u>12,071,819</u>
Total liabilities and fund balances	<u>\$ 958,624</u>	<u>\$ 1,405,212</u>	<u>\$ 778,400</u>	<u>\$ 615,104</u>	<u>\$ 618,356</u>	<u>\$ 510,704</u>	<u>\$ 3,206,229</u>	<u>\$ 3,726,347</u>	<u>\$ 13,980,935</u>	<u>\$ 12,071,819</u>

CITY OF CARENCRO, LOUISIANA

Comparative Statement of Net Position
Proprietary Fund
Utility Fund
November 30, 2024 and 2023

	2024	2023
ASSETS		
Current assets:		
Cash	\$ 1,882,703	\$ 1,398,276
Interest-bearing deposits	142,073	154,465
Due from other funds	36,450	127
Investments	624,663	542,100
Receivables, net	850,217	721,942
Due from other governmental agencies	542,772	3,439,157
Prepaid items	18,897	11,380
Total current assets	<u>4,097,775</u>	<u>6,267,447</u>
Noncurrent assets:		
Restricted assets -		
Interest-bearing deposits	588,450	399,852
Investments	489,921	493,571
Capital assets -		
Land and construction in progress	17,678,153	12,408,471
Other capital assets, net	33,111,642	34,796,885
Right-of-use lease asset, net	26,375	45,320
Total noncurrent assets	<u>51,894,541</u>	<u>48,144,099</u>
Total assets	<u>55,992,316</u>	<u>54,411,546</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pensions	<u>160,569</u>	<u>232,911</u>
LIABILITIES		
Current liabilities:		
Accounts payable	251,362	269,970
Retainage and contracts payable	1,612,086	1,402,195
Accrued liabilities	15,972	27,353
Due to other funds	507,260	504,651
Customers' deposits	565,781	552,466
Accrued interest	36,585	39,707
Notes payable	184,928	225,284
Right-of-use lease liability	22,590	33,496
Bonds payable	535,000	519,000
Total current liabilities	<u>3,731,564</u>	<u>3,574,122</u>
Noncurrent liabilities:		
Compensated absences payable	115,315	92,503
Right-of-use lease liability	4,670	14,231
Net pension liability	682,718	867,594
Notes payable	1,258,800	1,460,163
Bonds payable	4,396,000	4,931,000
OPEB liability	690,958	692,976
Total noncurrent liabilities	<u>7,148,461</u>	<u>8,058,467</u>
Total liabilities	<u>10,880,025</u>	<u>11,632,589</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pensions	30,998	304
Deferred inflows related to OPEB	56,699	-
Total deferred inflows of resources	<u>87,697</u>	<u>304</u>
NET POSITION		
Net investment in capital assets	42,802,096	38,625,600
Restricted for debt service	476,005	301,250
Unrestricted	1,907,062	4,084,714
Total net position	<u>\$ 45,185,163</u>	<u>\$ 43,011,564</u>

CITY OF CARENCRO, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Departmental Analysis of Revenues and Expenses
Years Ended November 30, 2024 and 2023

	Totals		Gas	
	2024	2023	2024	2023
Operating revenues:				
Customers service charges	\$ 6,031,141	\$ 5,063,364	\$ 803,409	\$ 774,409
Penalties, permits, and connection fees	223,359	199,698	10,625	8,868
Miscellaneous	5,331	15,451	-	-
Total operating revenues	<u>6,259,831</u>	<u>5,278,513</u>	<u>814,034</u>	<u>783,277</u>
Operating expenses:				
Salaries	1,295,836	1,126,489	334,933	232,905
Payroll taxes	98,511	81,918	26,380	17,160
Group insurance	199,884	150,811	39,049	14,748
Retirement	120,926	193,175	28,119	38,660
Gas purchased	182,296	252,071	182,296	252,071
Maintenance and supplies	498,826	750,040	79,498	49,671
Chemicals	372,929	327,216	-	-
Cathodic protection survey	1,833	1,648	1,833	1,648
Garbage collection fees	1,102,805	864,960	-	-
Depreciation expense	1,963,129	1,489,101	66,739	66,930
Amortization expense	18,945	14,364	18,945	14,364
Utilities	250,616	256,901	-	-
Telephone	22,936	22,487	-	-
Truck operation	88,488	103,516	27,377	44,883
Office supplies and postage	76,252	76,313	-	-
Insurance	115,931	208,587	22,814	45,088
Miscellaneous	6,432	35,464	-	28,191
Professional fees	55,030	49,420	-	-
Uniforms	37,708	26,620	11,829	8,987
Engineering fees	63,986	210,127	-	864
Travel	25,254	16,008	16,800	13,143
Contractual services	39,688	30,268	4,470	2,501
Auto allowance	7,200	-	7,200	-
Allocation of general and administrative expense	-	-	206,433	204,847
Total operating expenses	<u>6,645,441</u>	<u>6,287,504</u>	<u>1,074,715</u>	<u>1,036,661</u>
Net operating loss	<u>\$ (385,610)</u>	<u>\$ (1,008,991)</u>	<u>\$ (260,681)</u>	<u>\$ (253,384)</u>

Water		Sewerage		Sanitation		Administrative	
2024	2023	2024	2023	2024	2023	2024	2023
\$ 2,321,726	\$ 1,756,229	\$ 1,814,776	\$ 1,657,581	\$1,091,230	\$ 875,145	\$ -	\$ -
143,603	126,475	69,131	64,355	-	-	-	-
5,331	15,451	-	-	-	-	-	-
<u>2,470,660</u>	<u>1,898,155</u>	<u>1,883,907</u>	<u>1,721,936</u>	<u>1,091,230</u>	<u>875,145</u>	<u>-</u>	<u>-</u>
383,390	337,121	78,918	84,209	-	-	498,595	472,254
29,100	23,996	6,615	6,223	-	-	36,416	34,539
65,488	49,838	12,058	13,588	-	-	83,289	72,637
34,284	51,523	7,792	16,196	-	-	50,731	86,796
-	-	-	-	-	-	-	-
268,936	540,336	105,125	132,900	-	-	45,267	27,133
99,695	123,879	273,234	203,337	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	1,102,805	864,960	-	-
656,888	673,580	1,118,610	598,180	-	-	120,892	150,411
-	-	-	-	-	-	-	-
80,840	81,529	151,301	161,278	-	-	18,475	14,094
-	-	-	-	-	-	22,936	22,487
46,918	44,061	14,193	14,572	-	-	-	-
-	-	-	-	-	-	76,252	76,313
41,543	136,744	36,658	14,270	-	-	14,916	12,485
843	21	85	4,117	-	-	5,504	3,135
-	-	-	-	-	-	55,030	49,420
13,647	9,367	10,904	8,229	-	-	1,328	37
33,256	45,910	30,730	163,353	-	-	-	-
5,919	369	-	-	-	-	2,535	2,496
11,910	7,486	23,308	20,281	-	-	-	-
-	-	-	-	-	-	-	-
<u>309,650</u>	<u>307,271</u>	<u>464,475</u>	<u>460,907</u>	<u>51,608</u>	<u>51,212</u>	<u>(1,032,166)</u>	<u>(1,024,237)</u>
<u>2,082,307</u>	<u>2,433,031</u>	<u>2,334,006</u>	<u>1,901,640</u>	<u>1,154,413</u>	<u>916,172</u>	<u>-</u>	<u>-</u>
<u>\$ 388,353</u>	<u>\$ (534,876)</u>	<u>\$ (450,099)</u>	<u>\$ (179,704)</u>	<u>\$ (63,183)</u>	<u>\$ (41,027)</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF CARENCRO, LOUISIANA

Justice System Funding Schedule - Collecting/Disbursing Entity
Year Ended November 30, 2024

	First Six Month Period Ended 5/31/2024	Second Six Month Period Ended 11/30/2024
Beginning Balance of Amounts Collected	\$ -	\$ -
Add: Collections -		
Civil Fees	-	-
Bond Fees	-	-
Asset Forfeiture/Sale	-	-
Pre-Trial Diversion Program Fees	-	-
Criminal Court Costs/Fees	83,686	97,837
Criminal Fines - Contempt	-	-
Criminal Fines - Other	248,822	215,497
Restitution	-	-
Probation/Parole/Supervision Fees	-	-
Service/Collection Fees	-	-
Interest Earnings on Collected Balances	-	-
Other	-	-
Subtotal Collections	332,508	313,334
Less: Disbursements to Governments and Nonprofits -		
Lafayette Crime Stoppers - Criminal Court Cost	2,259	2,259
Acadiana Criminalistics Lab - Criminal Fines Other	32,850	27,061
Louisiana Commission on Law Enforcement - Criminal Court Cost	2,250	2,095
Louisiana State Treasurer CMIS - Criminal Court Cost	3,422	3,462
Louisiana Supreme Court - Criminal Court Cost	557	561
Louisiana Department of Health- Criminal Court Cost	2,165	2,805
Louisiana Association of Chief of Police - Criminal Court Cost	1,124	1,128
15th JDC Public Defenders Office - Criminal Court Cost	39,059	39,489
Less: Amounts Retained by Collecting Agency		
Amounts "Self-Disbursed" to Collecting Agency - Criminal Fines Other	248,822	215,497
Less: Disbursements to Individuals/3rd Party Collection or Processing Agencies		
Civil Fee Refunds	-	-
Bond Fee Refunds	-	-
Restitution Payments to Individuals (additional detail is not required)	-	-
Other Disbursements to Individuals (additional detail is not required)	-	-
Payments to 3rd Party Collection/Processing Agencies	-	-
Subtotal Disbursements/Retainage	332,508	294,357
Ending Balance of Amounts Collected but not Disbursed/Retained	\$ -	\$ 18,977

OTHER INFORMATION

CITY OF CARENCRO, LOUISIANA
General Fund

Budgetary Comparison Schedule - Revenues
For the Year Ended November 30, 2024
With Comparative Actual Amounts for the Year Ended November 30, 2023

	2024			Variance with Final Budget Positive (Negative)	2023 Actual
	Budget				
	Original	Final	Actual		
Taxes:					
Ad valorem	\$ 475,000	\$ 513,588	\$ 516,688	\$ 3,100	\$ 466,603
Franchise -					
Electric	600,000	609,496	610,563	1,067	623,748
Cable TV and gas	70,500	33,575	38,748	5,173	43,868
Total taxes	1,145,500	1,156,659	1,165,999	9,340	1,134,219
Licenses and permits:					
Occupational licenses	210,000	249,490	472,503	223,013	427,453
Code department permits	717,500	560,883	249,211	(311,672)	278,632
Total licenses and permits	927,500	810,373	721,714	(88,659)	706,085
Intergovernmental:					
Federal grants	9,000	349,847	16,750	(333,097)	101,032
State of Louisiana -					
Department of Transportation and Development	20,715	15,031	15,536	505	31,073
Beer taxes	18,000	17,030	16,477	(553)	15,469
Supplemental pay	235,460	305,743	289,330	(16,413)	334,452
State grants	250,000	250,000	238,470	(11,530)	15,855
Lafayette Parish Government -					
Two percent fire insurance refund	132,255	137,959	137,959	-	133,495
Proceeds for fire department	134,134	134,134	134,520	386	71,332
Proceeds for library security	-	34,560	12,128	(22,432)	-
Lafayette Parish School Board - resource officer	215,779	263,116	266,522	3,406	222,887
Total intergovernmental	1,015,343	1,507,420	1,127,692	(379,728)	925,595
Fines and forfeits:					
Fines and court costs	360,000	413,409	485,590	72,181	396,470
Police special detail and accident reports	127,000	322,142	186,680	(135,462)	172,190
Total fines and forfeits	487,000	735,551	672,270	(63,281)	568,660
Miscellaneous:					
Interest	24,000	27,129	60,110	32,981	44,590
Community Center rentals	-	-	-	-	22,345
Donations	1,400	133	100	(33)	1,075
Sale of capital assets	-	70,000	68,403	(1,597)	31,001
Other sources	20,000	171,789	166,643	(5,146)	23,288
Total miscellaneous	45,400	269,051	295,256	26,205	122,299
Total revenues	\$ 3,620,743	\$ 4,479,054	\$ 3,982,931	\$ (496,123)	\$ 3,456,858

CITY OF CARENCRO, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures
For the Year Ended November 30, 2024
With Comparative Actual Amounts for the Year Ended November 30, 2023

	2024			Variance with Final Budget Positive (Negative)	2023 Actual
	Budget		Actual		
	Original	Final			
Current:					
General government -					
Administrative:					
Mayor and council salaries	\$ 173,629	\$ 167,705	\$ 167,695	\$ 10	\$ 170,740
Other salaries and wages	91,102	91,101	91,101	-	112,158
Retirement	28,260	28,118	29,209	(1,091)	31,343
Group insurance	13,249	19,837	18,833	1,004	19,932
Payroll taxes	19,684	24,619	21,153	3,466	22,457
Insurance	113,971	39,921	30,272	9,649	98,349
Office	28,000	23,659	31,129	(7,470)	39,435
Advertisements and recordings	8,000	6,298	7,173	(875)	6,762
Dues	10,000	14,467	10,850	3,617	9,336
Legal fees	31,500	11,767	16,800	(5,033)	34,723
Accounting and auditing fees	31,500	75,120	59,240	15,880	32,570
Professional fees	36,000	49,275	74,980	(25,705)	41,000
Engineering	300,000	205,310	406,369	(201,059)	387,105
Travel and conferences	12,000	6,830	6,737	93	12,048
Gas and repairs	757	-	-	-	1,730
Auto allowance	19,200	19,200	19,200	-	21,296
Auto	-	-	276	(276)	1,681
Utilities and telephone	28,200	39,271	38,913	358	31,461
Rent	6,000	6,000	6,000	-	6,000
Repairs and maintenance	56,250	68,182	83,906	(15,724)	57,447
Condemnation	50,000	-	-	-	-
Senior citizens' compensation	9,200	9,137	9,895	(758)	8,426
Uniforms	1,000	242	478	(236)	903
Miscellaneous	243,660	199,988	216,770	(16,782)	139,056
Total administrative	1,311,162	1,106,047	1,346,979	(240,932)	1,285,958
Code department:					
Salaries	170,954	156,530	144,033	12,497	147,853
Retirement	25,870	16,670	16,320	350	17,334
Group insurance	19,874	23,767	20,959	2,808	19,475
Auto	-	-	-	-	769
Payroll taxes	12,768	12,434	10,242	2,192	12,539
Insurance	4,256	9,142	6,600	2,542	4,081
Inspection fees	258,000	186,298	185,290	1,008	192,706
Repairs and Maintenance	-	-	4,094	(4,094)	-
Miscellaneous	9,030	14,548	12,811	1,737	8,409
Total code department	500,752	419,389	400,349	19,040	403,166
Total general government	1,811,914	1,525,436	1,747,328	(221,892)	1,689,124

(continued)

CITY OF CARENCRO, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures (Continued)
For the Year Ended November 30, 2024
With Comparative Actual Amounts for the Year Ended November 30, 2023

	2024			Variance with Final Budget Positive (Negative)	2023 Actual
	Budget		Actual		
	Original	Final			
Public safety:					
Police department -					
Salaries	2,126,036	2,151,570	2,157,488	(5,918)	2,176,786
Retirement	604,417	704,659	692,267	12,392	638,694
Group insurance	265,024	248,947	248,423	524	270,788
Payroll taxes	141,327	181,548	159,240	22,308	153,047
Insurance	281,021	397,820	301,480	96,340	236,748
Gas and repairs	165,000	175,162	173,096	2,066	174,644
Grant expenditures	9,000	8,908	6,057	2,851	-
Equipment expenditures	18,000	11,000	107,206	(96,206)	107,728
Maintenance	10,000	25,124	28,406	(3,282)	11,071
Utilities and telephone	85,100	97,227	99,823	(2,596)	76,206
Auto allowance	48,000	48,000	49,846	(1,846)	41,723
Auto	322,534	-	-	-	107,167
Legal fees	1,000	-	-	-	-
Miscellaneous	26,000	11,667	5,639	6,028	38,249
Supplies	6,280	2,020	6,749	(4,729)	3,813
Office supplies	19,000	12,250	13,219	(969)	14,632
Computer charges	51,000	30,116	91,086	(60,970)	125,981
Criminal investigation	10,000	9,168	3,333	5,835	300
Radio user fees	3,500	3,000	-	3,000	2,600
Uniforms	22,000	14,236	10,055	4,181	21,478
Training	46,000	45,161	51,874	(6,713)	75,090
Drug task force expenditures	-	3,210	53,159	(49,949)	11,124
Drug testing	1,500	1,625	1,575	50	1,759
Total police department	4,261,739	4,182,418	4,260,021	(77,603)	4,289,628
Fire department -					
Salaries	708,985	689,003	638,681	50,322	727,963
Retirement	136,178	138,604	139,358	(754)	132,319
Group insurance	77,071	74,771	73,512	1,259	67,385
Payroll taxes	46,631	59,030	52,953	6,077	50,392
Insurance	136,328	101,603	77,424	24,179	118,608
Maintenance and supplies	69,500	29,297	36,478	(7,181)	54,716
Auto	75,000	72,919	72,761	158	53,680
Auto lease expense	10,281	-	-	-	-
Utilities and telephone	45,800	59,508	60,601	(1,093)	51,777
Equipment expenditures	67,000	33,647	31,479	2,168	126,204
Miscellaneous	67,000	58,124	71,305	(13,181)	95,551
Dues and subscriptions	9,500	13,753	15,277	(1,524)	10,504
Training	10,000	2,181	2,327	(146)	6,229
Radio user fees	4,000	7,920	5,945	1,975	315
Uniforms	15,000	22,801	17,131	5,670	13,444
Total fire department	1,478,274	1,363,161	1,295,232	67,929	1,509,087

(continued)

CITY OF CARENCRO, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures (Continued)
For the Year Ended November 30, 2024
With Comparative Actual Amounts for the Year Ended November 30, 2023

	2024				
	Budget			Variance with Final Budget	2023
	Original	Final	Actual	Positive (Negative)	Actual
City Court department -					
City magistrate	22,500	10,914	10,166	748	20,164
Other salaries	9,894	14,070	14,721	(651)	8,513
Supplies	1,350	1,775	545	1,230	545
Legal fees	15,000	10,500	11,925	(1,425)	14,350
Fine fees	148,500	184,230	181,823	2,407	165,305
Traffic detail expenditures	35,000	65,580	69,485	(3,905)	37,864
Total city court department	<u>232,244</u>	<u>287,069</u>	<u>288,665</u>	<u>(1,596)</u>	<u>246,741</u>
Total public safety	<u>5,972,257</u>	<u>5,832,648</u>	<u>5,860,718</u>	<u>(28,070)</u>	<u>6,045,456</u>
Highways and streets:					
Salaries	515,526	397,444	395,243	2,201	427,874
Retirement	76,960	57,963	56,199	1,764	62,984
Group insurance	91,092	80,514	79,336	1,178	69,347
Payroll taxes	37,984	31,210	27,461	3,749	31,015
Insurance	73,862	69,361	52,748	16,613	60,541
Maintenance and supplies	163,000	181,418	181,717	(299)	192,269
Engineering	45,000	38,240	41,321	(3,081)	95,702
Street equipment repairs and maintenance	155,000	104,885	113,512	(8,627)	116,005
Lighting	128,000	127,363	138,299	(10,936)	135,741
Dumping fees	-	576	632	(56)	680
Auto	18,000	30,056	30,888	(832)	32,039
Auto lease expense	17,097	-	-	-	-
Uniforms	11,000	12,625	12,161	464	13,577
Contractual services	-	2,500	2,500	-	2,500
Total highways and streets	<u>1,332,521</u>	<u>1,134,155</u>	<u>1,132,017</u>	<u>2,138</u>	<u>1,240,274</u>
Culture and tourism -					
Community Center:					
Salaries	-	-	-	-	1,734
Payroll taxes	-	-	-	-	136
Insurance	-	-	-	-	17,005
Equipment and supplies	-	-	1,769	(1,769)	38,549
Repairs and maintenance	-	-	-	-	-
Janitorial services	-	-	-	-	21,640
Utilities and telephone	-	-	659	(659)	10,917
Total community center	<u>-</u>	<u>-</u>	<u>2,428</u>	<u>(2,428)</u>	<u>89,981</u>
Total culture and tourism	<u>-</u>	<u>-</u>	<u>2,428</u>	<u>(2,428)</u>	<u>89,981</u>

(continued)

CITY OF CARENCRO, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures (Continued)
For the Year Ended November 30, 2024
With Comparative Actual Amounts for the Year Ended November 30, 2023

	2024				
	Budget			Variance with Final Budget Positive (Negative)	2023 Actual
	Original	Final	Actual		
Capital outlay:	1,125,156	703,289	351,668	351,621	827,382
Debt service:					
Principal retirement	56,811	359,070	480,219	(121,149)	354,336
Interest and fiscal charges	3,828	68,394	91,297	(22,903)	81,130
Total debt service	60,639	427,464	571,516	(144,052)	435,466
Total expenditures	<u>\$ 10,302,487</u>	<u>\$ 9,622,992</u>	<u>\$ 9,648,875</u>	<u>\$ (25,883)</u>	<u>\$ 10,327,683</u>

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

Budgetary Comparison Schedule
For the Year Ended November 30, 2024
With Comparative Actual Amounts for the Year Ended November 30, 2023

	2024				
	Budget			Variance with Final Budget Positive (Negative)	2023 Actual
	Original	Final	Actual		
Revenues:					
Taxes	\$4,400,000	\$3,900,000	\$ 3,948,277	\$ 48,277	\$ 4,237,640
Interest	22,000	18,697	28,986	10,289	35,640
Total revenues	<u>4,422,000</u>	<u>3,918,697</u>	<u>3,977,263</u>	<u>58,566</u>	<u>4,273,280</u>
Expenditures:					
Current -					
General government:					
Collection fees	22,500	36,187	38,014	(1,827)	34,531
Professional fees	<u>14,000</u>	<u>46,177</u>	<u>28,536</u>	<u>17,641</u>	<u>15,345</u>
Total expenditures	<u>36,500</u>	<u>82,364</u>	<u>66,550</u>	<u>15,814</u>	<u>49,876</u>
Excess of revenues over expenditures	<u>4,385,500</u>	<u>3,836,333</u>	<u>3,910,713</u>	<u>74,380</u>	<u>4,223,404</u>
Other financing uses:					
Transfers in	-	145,000	145,000	-	-
Transfers out	<u>(4,527,174)</u>	<u>(3,659,248)</u>	<u>(3,887,738)</u>	<u>(228,490)</u>	<u>(4,155,492)</u>
Other financing sources/(uses)	<u>(4,527,174)</u>	<u>(3,514,248)</u>	<u>(3,742,738)</u>	<u>(228,490)</u>	<u>(4,155,492)</u>
Net change in fund balance	(141,674)	322,085	167,975	(154,110)	67,912
Fund balance, beginning	<u>493,506</u>	<u>493,506</u>	<u>606,526</u>	<u>113,020</u>	<u>538,614</u>
Fund balance, ending	<u>\$ 351,832</u>	<u>\$ 815,591</u>	<u>\$ 774,501</u>	<u>\$ (41,090)</u>	<u>\$ 606,526</u>

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

Budgetary Comparison Schedule
For the Year Ended November 30, 2024
With Comparative Actual Amounts for the Year Ended November 30, 2023

	2024				
	Budget		Actual	Variance with Final Budget Positive (Negative)	2023 Actual
	Original	Final			
Revenues:					
Taxes	\$ 4,400,000	\$ 3,960,053	\$ 3,948,277	\$ (11,776)	\$ 4,237,640
Miscellaneous - interest	38,000	49,293	23,751	(25,542)	53,356
Total revenues	<u>4,438,000</u>	<u>4,009,346</u>	<u>3,972,028</u>	<u>(37,318)</u>	<u>4,290,996</u>
Expenditures:					
Current -					
General government:					
Collection fees	22,000	36,187	36,209	(22)	34,531
Office expense	-	-	1,806	(1,806)	-
Professional fees	<u>14,000</u>	<u>43,857</u>	<u>28,535</u>	<u>15,322</u>	<u>15,685</u>
Total general government	36,000	80,044	66,550	13,494	50,216
Culture and recreation	<u>645,247</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>965,297</u>
Total expenditures	<u>681,247</u>	<u>80,044</u>	<u>66,550</u>	<u>13,494</u>	<u>1,015,513</u>
Excess of revenues over expenditures	<u>3,756,753</u>	<u>3,929,302</u>	<u>3,905,478</u>	<u>(23,824)</u>	<u>3,275,483</u>
Other financing sources/(uses):					
Transfers in	-	-	-	-	347,374
Transfers out	<u>(3,352,972)</u>	<u>(3,793,923)</u>	<u>(3,894,068)</u>	<u>(100,145)</u>	<u>(4,109,078)</u>
Total other financing uses	<u>(3,352,972)</u>	<u>(3,793,923)</u>	<u>(3,894,068)</u>	<u>(100,145)</u>	<u>(3,761,704)</u>
Net change in fund balance	403,781	135,379	11,410	(123,969)	(486,221)
Fund balance, beginning	<u>(249,971)</u>	<u>502,126</u>	<u>502,126</u>	<u>-</u>	<u>988,347</u>
Fund balance, ending	<u>\$ 153,810</u>	<u>\$ 637,505</u>	<u>\$ 513,536</u>	<u>\$ (123,969)</u>	<u>\$ 502,126</u>

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

Budgetary Comparison Schedule
For the Year Ended November 30, 2024
With Comparative Actual Amounts for the Year Ended November 30, 2023

	2024				
	Budget			Variance with Final Budget Positive (Negative)	2023 Actual
	Original	Final	Actual		
Revenues:					
Taxes	\$ 2,500,000	\$ 2,500,000	\$ 2,536,325	\$ 36,325	\$ 2,872,588
Intergovernmental	439,761	18,833	-	(18,833)	48,250
Miscellaneous	178,764	143,835	162,284	18,449	224,299
Total revenues	<u>3,118,525</u>	<u>2,662,668</u>	<u>2,698,609</u>	<u>35,941</u>	<u>3,145,137</u>
Expenditures:					
Current -					
General government:					
Collection fees	14,000	13,353	13,033	320	16,730
Professional fees	<u>10,000</u>	<u>25,816</u>	<u>34,910</u>	<u>(9,094)</u>	<u>10,849</u>
Total general government	24,000	39,169	47,943	(8,774)	27,579
Capital outlay	<u>356,000</u>	<u>588,617</u>	<u>518,430</u>	<u>70,187</u>	<u>953,987</u>
Total expenditures	<u>380,000</u>	<u>627,786</u>	<u>566,373</u>	<u>61,413</u>	<u>981,566</u>
Excess of revenues over expenditures	<u>2,738,525</u>	<u>2,034,882</u>	<u>2,132,236</u>	<u>97,354</u>	<u>2,163,571</u>
Other financing uses:					
Transfers in	-	281,905	281,905	-	129,585
Transfers out	<u>(5,559,295)</u>	<u>(2,736,731)</u>	<u>(2,850,032)</u>	<u>(113,301)</u>	<u>(2,793,231)</u>
Total other financing sources (uses)	<u>(5,559,295)</u>	<u>(2,454,826)</u>	<u>(2,568,127)</u>	<u>(113,301)</u>	<u>(2,663,646)</u>
Net change in fund balance	(2,820,770)	(419,944)	(435,891)	(15,947)	(500,075)
Fund balance, beginning	<u>3,201,221</u>	<u>3,623,220</u>	<u>3,623,220</u>	-	<u>4,123,295</u>
Fund balance, ending	<u>\$ 380,451</u>	<u>\$ 3,203,276</u>	<u>\$ 3,187,329</u>	<u>\$ (15,947)</u>	<u>\$ 3,623,220</u>

CITY OF CARENCRO, LOUISIANA
2016 Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2024
With Comparative Actual Amounts for the Year Ended November 30, 2023

	2024			
	Budget		Variance with Final Budget	2023
	Original	Final	Positive (Negative)	Actual
Revenues:				
Taxes	\$ 4,400,000	\$ 3,900,000	\$ 3,942,936	\$ 4,234,140
Miscellaneous	400,000	565,119	638,627	472,940
Total revenues	<u>4,800,000</u>	<u>4,465,119</u>	<u>4,581,563</u>	<u>4,707,080</u>
Expenditures:				
Current:				
General government:				
Collection fees	15,000	36,187	37,991	34,507
Professional fees	<u>25,000</u>	<u>43,825</u>	<u>28,534</u>	<u>15,684</u>
Total general government	<u>40,000</u>	<u>80,012</u>	<u>66,525</u>	<u>50,191</u>
Excess of revenues over expenditures	<u>4,760,000</u>	<u>4,385,107</u>	<u>4,515,038</u>	<u>4,656,889</u>
Other financing uses:				
Transfers in	-	556,563	-	1,312,976
Transfers out	<u>(11,000,000)</u>	<u>(3,437,347)</u>	<u>(2,605,922)</u>	<u>(2,401,956)</u>
Other financing uses	<u>(11,000,000)</u>	<u>(2,880,784)</u>	<u>(2,605,922)</u>	<u>(1,088,980)</u>
Net change in fund balance	(6,240,000)	1,504,323	1,909,116	3,567,909
Fund balance, beginning	<u>12,071,819</u>	<u>12,071,819</u>	<u>12,071,819</u>	<u>8,503,910</u>
Fund balance, ending	<u>\$ 5,831,819</u>	<u>\$ 13,576,142</u>	<u>\$ 13,980,935</u>	<u>\$ 12,071,819</u>

CITY OF CARENCRO, LOUISIANA
Enterprise Fund
Culture & Recreation Fund

Comparative Departmental Analysis of Revenues and Expenses
Years Ended November 30, 2024 and 2023

	Totals	
	2024	2023
Operating revenues:		
Charges for services:		
Concession and lounge sales	\$ 219,804	\$ -
League and event entry fees	294,418	-
Sponsorships	22,700	-
Rental income	153,720	-
Miscellaneous	28,125	-
Total operating revenues	<u>718,767</u>	<u>-</u>
Operating expenses:		
Salaries	439,701	7,385
Payroll taxes	41,588	551
Group insurance	39,439	-
Retirement	161,586	2,003
Supplies	90,684	803
Miscellaneous	73,213	1,816
Utilities	115,430	91
Contract services	67,322	-
Umpire fees	26,616	-
Repairs and maintenance	315,699	20,833
Sponsorship fees	57,448	-
Insurance	84,904	-
Cost of goods sold	135,195	-
Auto expense	4,003	-
Professional fees	21,120	-
Depreciation	279,349	-
Uniforms	2,483	-
Total operating expenses	<u>1,955,780</u>	<u>33,482</u>
Net operating loss	<u>\$ (1,237,013)</u>	<u>\$ (33,482)</u>

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

KOLDER, SLAVEN & COMPANY, LLC

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

The Honorable Charlotte Clavier, Mayor
and Members of the Board of Aldermen
City of Carencro, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the general fund, the 1967 sales tax fund, the 1993 sales tax fund, the tax increment financing district sales tax fund, the 2016 sales tax fund, the capital projects fund, the utility fund, and the aggregate remaining fund information; and we were engaged to audit the business-type activities and the culture & recreation fund of the City of Carencro, Louisiana (the City) as of and for the year ended November 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated May 30, 2025. Our report disclaims an opinion on the business-type activities and the culture & recreation fund because the City did not retain sufficient records and provide adequate audit evidence necessary for us to express an opinion or provide any assurance.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements of the governmental activities, the general fund, the 1967 sales tax fund, the 1993 sales tax fund, the tax increment financing district sales tax fund, the 2016 sales tax fund, the capital projects fund, the utility fund, and the aggregate remaining fund information; and our engagement to audit the business-type activities and the culture & recreation fund, we considered the City's internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as items 2024-001 through 2024-003 that we consider to be material weaknesses.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Carencro, Louisiana's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items 2024-004 through 2024-008.

City of Carencro, Louisiana's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the findings identified in our audit and described in the accompanying schedule of current and prior year audit findings and management's corrective action plan. The City's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

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

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
May 30, 2025

KOLDER, SLAVEN & COMPANY, LLC

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

The Honorable Charlotte Clavier, Mayor
and Members of the Board of Aldermen
City of Carencro, Louisiana

Report on Compliance for the Major Federal Program

Opinion on the Major Federal Program

We have audited the City of Carencro, Louisiana's (the City) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on the City's major federal program for the year ended November 30, 2024. The City's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the major federal program for the year ended November 30, 2024.

Basis for Opinion on the Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we exercise professional judgment and maintain professional skepticism throughout the audit. We identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances. We obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

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

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

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

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

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
May 30, 2025

CITY OF CARENCRO, LOUISIANA

Schedule of Expenditures of Federal Awards
Year Ended November 30, 2024

Federal Grantor / Pass-Through Grantor / Program Name	Pass-through Identifying Number	Assistance Listing	Expenditures
Direct Programs:			
Department of Justice - Body Worn Camera Policy and Implementation Program	N/A	16.835	\$ 16,750
Indirect Programs:			
U.S Department of the Treasury - Passed through Louisiana Division of Administration COVID-19 Coronavirus State and Local Fiscal Recovery Funds	* LAWSP10219	21.027	1,588,448
U.S. Department of Transportation Passed through Louisiana Department of Transportation and Development Highway Planning and Construction - Trasporation Improvement Program	N/A	20.205	369,749
U.S. Department of Transportation Passed through Louisiana Department of Transportation and Development Natural Gas Distribution Infrastructure Safety and Mondernization Grant Program	N/A	20.708	49,924
U.S. Department of Transportation Passed through Louisiana Highway Safety Commission State and Community Highway Safety Total U.S. Department of Transportation	N/A	20.600	4,640 424,313
Department of Justice - Passed through the Evangeline Law Enforcement Council Edward Byrne Memorial Justice Assistance Grant Program	N/A	16.738	23,795
Total indirect programs			2,036,556
TOTAL FEDERAL EXPENDITURES			\$ 2,053,306

* Indicates major program

CITY OF CARENCRO, LOUISIANA

Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended November 30, 2024

(1) Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal award activity of the City of Carencro (City) under programs of the federal government for the year ended November 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City.

(2) Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the City's basic financial statements for the year ended November 30, 2024. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

(3) Indirect Cost Rate

The City has elected not to use the de minimis indirect cost rate allowed under Uniform Guidance.

(4) Natural Gas Distribution Infrastructure Safety and Modernization Grant Program Assistance Listing #20.708

During the fiscal year 2023, the City recognized \$30,011 of federal expenditures that were incurred and reported in the financial statements in the prior year. These amounts are not included in the current year schedule of expenditures of federal awards. The omission of the eligible expenditures in the fiscal year of occurrence would not have impacted the testing performed or the programs identified as major federal programs in those fiscal years.

CITY OF CARENCRO, LOUISIANA

Schedule of Findings and Questioned Costs
For the Year Ended November 30, 2024

Part I. Summary of Auditor's Results

1. The auditor's report expresses a disclaimer of opinion on the business-type activities and culture and recreation fund. The remaining opinion unit's were unmodified.
2. Three deficiencies in internal control were disclosed during the audit of the financial statements. These deficiencies were considered to be material weaknesses.
3. Five instances of noncompliance material to the financial statements of the City, which would be required to be reported in accordance with *Governmental Auditing Standards*, were disclosed during the audit.
4. No material weaknesses in internal control over major federal award programs was reported during the audit.
5. The auditor's report on compliance for the COVID-19-Coronavirus State and Local Fiscal Recovery Funds (21.027) expresses an unmodified opinion.
6. The audit findings that are required to be reported in accordance with 2 CFR section 200.516 (a) are reported in this schedule.
7. The following program is considered to be the only major program: COVID-19-Coronavirus State and Local Fiscal Recovery Funds (21.027).
8. The dollar threshold used to distinguish between Type A and Type B programs was \$750,000.
9. The auditee did not qualify as a low-risk auditee.

Part II. Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards:

A. Internal Control Findings -

2024-001 Inadequate Segregation of Accounting Functions

Fiscal year finding initially occurred: Unknown

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

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

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

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

CITY OF CARENCRO, LOUISIANA

Schedule of Findings and Questioned Costs (Continued)
For the Year Ended November 30, 2024

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

Management's Corrective Action Plan: Due to the size of the operations and the cost-benefit of additional personnel, it may not be feasible to achieve complete segregation of duties, however, the City has implemented mitigating controls in certain key areas including hiring outside accounting consults to assist with bank reconciliations and other account reconciliations.

2024-002 Inadequate Controls Over Financial Statement Preparation

Fiscal year finding initially occurred: 2021

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

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

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

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

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

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

2024-003 Qualified Staff to Review Payroll Function

Fiscal year finding initially occurred: 2024

Criteria: The City did not have a staff person with the necessary qualifications and training to review the payroll functions and records.

Condition: The City should have a control policy in which a person with the necessary qualifications and training review all aspects of the payroll functions.

Cause: The City's payroll functions were not properly reviewed which led to multiple errors/irregularities.

CITY OF CARENCRO, LOUISIANA

Schedule of Findings and Questioned Costs (Continued)
For the Year Ended November 30, 2024

Effect: Failure to properly review payroll functions or records increases the risk that errors and/or irregularities including fraud may occur and not be prevented and/or detected.

Recommendation: The City should require that a person with the necessary qualifications and training review all aspects of the payroll function monthly. In addition, the City should consider hiring an employment attorney to perform a review of the payroll policies and procedures as part of a best practice recommendation.

Management's Corrective Action Plan: The City will evaluate the recommendations above and develop additional controls over the payroll process to include utilization of the outside accounting consultants in some areas and will propose a best practice review of the policies and procedures surrounding payroll by an employment attorney.

B. Compliance Findings –

2024-004 Failure to transfer Sales Taxes in Accordance with Ordinance

Fiscal year finding initially occurred: 2024

Criteria: The City of Carencro's 1993 Sales Tax Ordinance specifies that all collections from the 1993 Sales Tax Ordinance should be dedicated and divided as follows: one-third for the purpose of paying the cost of fire and police protection, one-third for operating and maintaining recreational facilities and programs for the City, and one-third for the cost of capital improvements of the city, after paying the costs of all tax administration and debt service requirements.

Condition: Due to inaccurate transfers between bank accounts, each recipient of the tax did not receive the required amount.

Cause: The City did not expend sales taxes in accordance with the ordinance.

Effect: The City's transfers for debt service were made after the transfers to each applicable recipient through a reduction of the capital outlay sales tax portion. As a result, police, fire, and parks and recreation received additional sales taxes that should have been allocated for capital outlay.

Recommendation: The City should transfer all required amounts to be properly used in accordance with the ordinance.

Management's Corrective Action Plan: The City and outside accounting consultants will work with the audit firm to identify the transfers made incorrectly and will correct these in the current fiscal year through additional transfers between these impacted funds.

CITY OF CARENCRO, LOUISIANA

Schedule of Findings and Questioned Costs (Continued) For the Year Ended November 30, 2024

2024-005 Donation of Public Funds

Fiscal year finding initially occurred: 2023

Criteria: Article 7, Section 14 of the Louisiana Constitution states “the funds, credit, property or things of value of the state or of any political subdivision shall not be loaned, pledged, or donated to or for any person, association, or corporation, public or private.”

Condition: The City did not pass an ordinance indicating the benefit of the organization to the City nor, did the City execute a signed cooperative endeavor agreement before funds were loaned.

Cause: The City of Carencro did not have appropriate policies and procedures to ensure that public funds were appropriately spent.

Effect: The City of Carencro City loaned funds to a non-profit organization which may be a violation of Article 7, Section 14 of the Louisiana Constitution.

Recommendation: The City of Carencro should implement policies and procedures to ensure the amounts spent are in accordance with State Law. Additionally, the City should obtain an attorney’s general opinion as to the proper procedures necessary to loan funds to a non-profit.

Management’s Corrective Action Plan: During the audit year, the management of the City and the non-profit organization have been working with their respective legal counsel to ensure the cooperative endeavor agreement was acceptable, and the agreement was executed in January 2025.

2024-006 Failure to Charge for Use of City Facilities

Fiscal year finding initially occurred: 2024

Criteria: Article 7, Section 14 of the Louisiana Constitution states “the funds, credit, property or things of value of the state or of any political subdivision shall not be loaned, pledged, or donated to or for any person, association, or corporation, public or private.”

Condition: The City provided use of its recreational facilities to Carencro Area Youth Sports, Inc. for no charge without passing an ordinance or signing a cooperative endeavor agreement with the organization.

Cause: The City of Carencro did not have appropriate policies and procedures to ensure that organizations and individuals who use public facilities were properly charged.

Effect: The City of Carencro allowed use of public facilities without charge which may be a violation of Article 7, Section 14 of the Louisiana Constitution.

Recommendation: The City of Carencro should implement policies and procedures to ensure all facility use is charged at current rates.

Management’s Corrective Action Plan: Management of the City and the non-profit organization have been working with their respective legal counsel to ensure the cooperative endeavor agreement is in place before any additional facility use is allowed.

CITY OF CARENCRO, LOUISIANA

Schedule of Findings and Questioned Costs (Continued)
For the Year Ended November 30, 2024

2024-007 Failure to Amend Budget

Fiscal year finding initially occurred: 2023

Criteria: Louisiana Revised Statute 39:1311 A(2) states that the budget is required to be amended when “total expenditures and other uses plus projected expenditures and other uses for the remainder of the year, within a fund, are exceeding the total budgeted expenditures and other uses by five percent or more”. Additionally, Louisiana Revised Statute 39:1311 A(1) states that the budget is required to be amended when “total revenues and other sources plus projected revenues and other sources for the remainder of the year, within a fund, are failing to meet total budgeted revenues and other sources by five percent or more”.

Condition: Total expenditures and other uses of the 1967 Sales Tax Fund exceeded total budgeted expenditures and other sources by more than five percent. In addition, the 2016 Sales Tax fund revenues and other sources failed to meet total budgeted revenues by more than five percent.

Cause: The City did not properly monitor compliance with the budget.

Effect: The City may not prevent and/or detect excess spending of the appropriated budget in a timely manner.

Recommendation: The city should monitor compliance with the budget and amend the budget when total expenditures and other uses exceed total budgeted amounts or when total revenues and other sources fail to meet budgeted amounts.

Management’s Corrective Action Plan: The City will monitor compliance with the budget and amend the budget when total expenditures and other uses exceed total budgeted amounts or when total revenues and other sources fail to meet budgeted amounts.

2024-008 Record Retention Issues

Fiscal year finding initially occurred: 2024

Criteria: During the course of the engagement, the City was unable to provide sufficient supporting documentation related to the Culture and Recreation Fund.

Condition: Louisiana Revised Statute 44:36 requires agencies to maintain records to support transactions for a minimum of three years from the date the record is created, unless required to be maintained by a specific state statute.

Cause: The City did not retain supporting documentation during the year ended November 30, 2024.

Effect: Failure to maintain proper supporting documentation is a violation of state statutes. Additionally, lack of proper documentation makes it difficult to determine if amounts are appropriate, necessary for City operations, and properly reported.

Recommendation: The City should develop policies and procedures to ensure that proper support is maintained for all transactions as required under state statutes.

CITY OF CARENCRO, LOUISIANA

Schedule of Findings and Questioned Costs (Continued)
For the Year Ended November 30, 2024

Management's Corrective Action Plan: This finding continues to be the result of the fire that destroyed the majority of the historical records of Pelican Park. Without these records, the proper accounting for the fiscal year to comply with generally accepted accounting principles could not be maintained. These issues are continuing into the new fiscal year and it is expected that for fiscal year ended November 30, 2025, this can be partially corrected with the goal of getting all policies, procedures and controls in place to allow for an opinion to be issued in fiscal year ended 2026.

Part III. Findings and questioned cost for Federal awards which include audit findings as defined in 2 CFR section 200 of the Uniform Guidance:

A. Compliance Findings -

There are no findings to report under this section.

B. Internal Control Findings -

There are no findings to report under this section.



MAYOR CHARLOTTE S. CLAVIER
COUNCILMAN JORDAN ARCENEAUX **COUNCILMAN ANTOINE BABINEAUX** **COUNCELMAN DANIELLE CAPRITTO**
COUNCILMAN TAYLOR JOHNSON JAMES **COUNCILMAN ALFRED SINEGAL**

City of Carencro
Corrective Action Plan
November 30, 2024

U.S. Department of the Treasury

The City of Carencro respectfully submits the following corrective action plan for the year ended 11/30/24.

Audit conducted by:

Kolder, Slaven, & Company, LLC
183 S. Beadle Road
Lafayette, LA 70508

Audit Period: 12/1/2023-11/30/2024

The findings from the 11/30/2024 schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the number assigned in the schedule.

FINDINGS – FINANCIAL STATEMENT AUDIT:

Internal Control:

Material Weakness –

2024-001 Inadequate Segregation of Accounting Functions

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

Management's Corrective Action Plan: Due to the size of the operations and the cost-benefit of additional personnel, it may not be feasible to achieve complete segregation of duties, however, the City has implemented mitigating controls in certain key areas including hiring outside accounting consults to assist with bank reconciliations and other account reconciliations.

2024-002 Inadequate Controls Over Financial Statement Preparation

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

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

2024-003 Qualified Staff to Review Payroll Function

Recommendation: The City should require that a person with the necessary qualifications and training review all aspects of the payroll function monthly. In addition, the City should consider hiring an employment attorney to perform a review of the payroll policies and procedures as part of a best practice recommendation.

Management's Corrective Action Plan: The City will evaluate the recommendations above and develop additional controls over the payroll process to include utilization of the outside accounting consultants in some areas and will propose a best practice review of the policies and procedures surrounding payroll by an employment attorney.

Compliance -

2024-004 Failure to transfer Sales Taxes in Accordance with Ordinance

Recommendation: The City should transfer all required amounts to be properly used in accordance with the ordinance.

Management's Corrective Action Plan: The City and outside accounting consultants will work with the audit firm to identify the transfers made incorrectly and will correct these in the current fiscal year through additional transfers between these impacted funds.

2024-005 Donation of Public Funds

Recommendation: The City of Carencro should implement policies and procedures to ensure the amounts spent are in accordance with State Law. Additionally, the City should obtain an attorney's general opinion as to the proper procedures necessary to loan funds to a non-profit.

Management's Corrective Action Plan: During the audit year, the management of the City and the non-profit organization have been working with their respective legal counsel to ensure the cooperative endeavor agreement was acceptable, and the agreement was executed in January 2025.

2024-006 Failure to Charge for Use of City Facilities

Recommendation: The City of Carencro should implement policies and procedures to ensure all facility use is charged at current rates.

Management's Corrective Action Plan: Management of the City and the non-profit organization have been working with their respective legal counsel to ensure the cooperative endeavor agreement is in place before any additional facility use is allowed.

2024-007 Failure to Amend Budget

Recommendation: The city should monitor compliance with the budget and amend the budget when total expenditures and other uses exceed total budgeted amounts or when total revenues and other sources fail to meet budgeted amounts.

Management's Corrective Action Plan: The City will monitor compliance with the budget and amend the budget when total expenditures and other uses exceed total budgeted amounts or when total revenues and other sources fail to meet budgeted amounts.

2024-008 Record Retention Issues

Recommendation: The City should develop policies and procedures to ensure that proper support is maintained for all transactions as required under state statutes.

Management's Corrective Action Plan: This finding continues to be the result of the fire that destroyed the majority of the historical records of Pelican Park. Without these records, the proper accounting for the fiscal year to comply with generally accepted accounting principles could not be maintained. These issues are continuing into the new fiscal year and it is expected that for fiscal year ended November 30, 2025, this can be partially corrected with the goal of getting all policies, procedures and controls in place to allow for an opinion to be issued in fiscal year ended 2026.

FINDINGS – FEDERAL AWARD PROGRAMS AUDIT:

Compliance –

There are no findings to report under this section.

Internal Control:

Material Weakness:

There are no findings to report under this section.

If the U.S. Department of Treasury has questions regarding this plan, please call Mayor Charlotte Clavier at 337-896-8481.

Sincerely,


Charlotte Clavier, Mayor



MAYOR CHARLOTTE S. CLAVIER
COUNCILMAN JORDAN ARCENEAUX COUNCILMAN ANTOINE BABINEAUX COUNCILWOMAN DANIELLE CAPRITTO
COUNCILMAN TAYLOR JOHNSON JAMES COUNCILMAN ALFRED SENEAL

City of Carencro
Summary Schedule of Prior Audit Findings
For the Year Ended November 30, 2024

FINDINGS – FINANCIAL STATEMENT AUDIT:

A. Internal Control Findings -

2023-001: Inadequate Segregation of Accounting Functions

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

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

Current Status: Unresolved. See item 2024-001.

2023-002: Inadequate Controls Over Financial Statement Preparation

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

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

Current Status: Unresolved. See item 2024-002.

2023-003: Failure to Obtain an Actuarial Valuation

Corrective Action Plan: The City did not record a liability for Other Post Employment Benefits that were offered to employees.

Recommendation: The City should obtain an actuarial valuation as required by GASBS no. 75 and record all required amounts in accordance with the standard.

Current Status: Resolved.

2023-004: Significant Audit Adjustments

Corrective Action Plan: Management of the City of Carencro should maintain appropriate policies and procedures to correctly record, adjust, and reconcile significant financial account balances to ensure they are properly stated at year end.

Recommendation: The City of Carencro should implement policies and procedures to monitor the financial transactions of the City and to ensure that all significant account balances are properly reconciled.

Current Status: Resolved.

2023-005: Collection Processes

Condition: A non-employee of the City collected amounts owed to the City through a personal Venmo account and then remitted the amount to the City through a reduction of reimbursements owed from the City.

Recommendation: The City should implement policies and procedures that require only employees of the City to collect money on behalf of the City.

Current Status: Resolved.

B. Compliance Findings –

2023-006: Failure to Transfer Sales Taxes in Accordance with Contract

Condition: The City did not properly transfer sales taxes in accordance with the contract.

Recommendation: The City should transfer all required amounts to be properly used for parks and recreation.

Current Status: Resolved.

2023-007: Failure to Properly Remit Payroll Taxes

Condition: The City did not remit all payroll taxes within the required time frame.

Recommendation: The City should contact all retirement plans and determine the effect each individual retirement plan has on social security and Medicare amounts. In addition, the City should update the payroll software to reflect the proper tax withholdings.

Current Status: Resolved.

2023-008: Donation of Public Funds

Condition: The City of Carencro donated \$3,000 in the form of legal services for the formation of a non-profit organization.

Recommendation: The City of Carencro should implement policies and procedures to ensure amounts spent are in accordance with State Law.

Current Status: Unresolved. See item 2024-005.

2023-009: Failure to File Sales Tax Returns Timely

Condition: The City did not properly file all sales tax returns timely.

Recommendation: The City should implement policies and procedures to ensure that all sales tax filings and corresponding remittances are completed by the 20th of the month following the close of the calendar month of the reporting period.

Current Status: Resolved.

2023-010: Budget Deficit

Condition: The City budgeted expenditures over amounts available for the 1993 Sales Tax Fund and Hotel Motel Sales Tax Fund.

Recommendation: The City should adopt policies and procedures that prevent the City from budgeting expenditures in excess of available amounts.

Current Status: Resolved.

2023-011: Failure to Amend Budget

Condition: Total expenditures and other uses of the general fund exceeded total budgeted expenditures and other sources by more than five percent. In addition, the TIF District fund revenues and other sources failed to meet total budgeted revenues by more than five percent.

Recommendation: The City should monitor compliance with the budget and amend the budget when total expenditures and other uses exceed total budgeted amounts or when total revenues and other sources fail to meet budgeted amounts.

Current Status: Unresolved. See item 2024-007.

FINDINGS – SINGLE AUDIT

A. Compliance Findings

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:

Louisiana Community Development Block Grant (14.228)

2023-012: Internal Controls Over Financial Management Functions

Condition: An individual signed a check that was not an approved signer.

Recommendation: Adequate policies and procedures should be implemented to ensure compliance with the grant agreement regarding financial management.

Current Status: Resolved.

2023-013: Failure to Notify Grantor of Contract Award

Condition: The City did not notify the Office of Community Development of the contract award until 81 days after the contract award.

Recommendation: Adequate policies and procedures should be implemented to ensure compliance with the grant agreement regarding contract awards.

Current Status: Resolved.

2023-014: Procurement

Condition: The City did not award the contract within 45 days of bid opening and was unable to provide documentation of mutual written agreement for the extension of the time period for the award of the contract.

Recommendation: Adequate policies and procedures should be implemented to ensure compliance with Louisiana Revised Statutes.

Current Status: Resolved.

DEPARTMENT OF TREASURY:

Coronavirus State and Local Fiscal Recovery Funds (21.027)

2023-015: Unallowable Use of Funds

Condition: The City received reimbursement through the State of Louisiana's Water Sector Program for expenditures that were already claimed through Coronavirus State and Local Fiscal Recovery Funds.

Recommendation: The City should review policies and procedures to ensure that the City does not continue to request reimbursement for amounts that were received from other sources.

Current Status: Resolved.

2023-016: Procurement

Condition: The City expended \$142,051 of Coronavirus State and Local Fiscal Recovery Funds on a contract that exceeded the required threshold but was not put out for bid.

Recommendation: The City should review their policies and procedures to ensure that all contracts that have federal expenditures are properly bid in accordance with 2 CFR 200.320.

Current Status: Resolved.

2023-017: Controls Over Reporting

Condition: The City did not file the annual report by the required deadline. The report also included inaccurate information regarding the amount spent.

Recommendation: The City should review their established policies and procedures and make any necessary changes to ensure an effective control environment.

Current Status: Resolved.

2023-018: Reimbursement Requests

Corrective Action Plan: The City requested reimbursement for retainage amounts for which it had not paid the funds as of the date of the request.

Recommendation: The City should carefully review grant reimbursement requests to ensure that all amounts requested represent actual expenditures.

Current Status: Resolved.

B. Internal Control Findings

2023-019: Inadequate Controls Over SEFA Preparation

Condition: The SEFA prepared by the City's personnel did not include all federal expenditures.

Corrective Action Plan: The City should review policies and procedures to ensure that the City properly reports all amounts on the SEFA.

Current Status: Resolved.

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:

Louisiana Community Development Block Grant (14.228)

2023-020: Internal Controls Over Financial Management Functions

See Internal Control Finding 2023-012.

2023-021: Failure to Notify Grantor of Contract Award

See Internal Control Finding 2023-013.

2023-022: Procurement

See Internal Control Finding 2023-014.

DEPARTMENT OF TREASURY:

Coronavirus State and Local Fiscal Recovery Funds (21.027)

2023-023: Unallowable Use of Funds

See Internal Control Finding 2023-015.

2023-024: Procurement

See Internal Control Finding 2023-016.

2023-025: Controls Over Reporting

See Internal Control Finding 2023-017.

2023-026: Reimbursement Requests

See Internal Control Finding 2023-018.

Sincerely,

A handwritten signature in black ink, appearing to read "Charlotte Clavier".

Charlotte Clavier, Mayor

CITY OF CARENCRO

Carencro, Louisiana

Agreed-Upon Procedures Report

Year Ended November 30, 2024

KOLDER, SLAVEN & COMPANY, LLC

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INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

The Honorable Charlotte Clavier, Mayor,
and Members of the Board of Aldermen
City of Carencro, Louisiana

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 December 1, 2023 through November 30, 2024. The City of Carencro's (The City) management is responsible for those C/C areas identified in the SAUPs.

The City 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 December 1, 2023 through November 30, 2024. Additionally, LLA has agreed to and acknowledged that the procedures performed are appropriate for its purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and associated findings are as follows:

Written Policies and Procedures

1. Obtain and inspect the City's written policies and procedures and observe whether 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 custodial fund additions (e.g. periodic confirmation with outside parties, reconciliation to utility billing after cutoff procedures, reconciliation of traffic ticket number sequences, custodial 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) ***Travel and expense reimbursement***, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.
- h) ***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).
- 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. Obtain and inspect the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and:
 - a) Observe that the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, bylaws, or other equivalent document.
 - b) Observe that the minutes reference or include 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) Obtain the prior year audit report and observe the unassigned fund balance in the General Fund. If the General Fund had a negative ending unassigned fund balance in the prior year audit report, observe that the minutes for at least one meeting during the fiscal period reference or include a formal plan to eliminate the negative unassigned fund balance in the General Fund.
 - d) Observe whether the board/finance committee received written updates of the progress of resolving audit findings, according to management's corrective action plan at each meeting until the findings are considered fully resolved.

Bank Reconciliations

3. Obtain a listing of the City's bank accounts for the fiscal period from management and management's representation that the listing is complete. Ask management to identify the City's main operating account. Select the City's main operating account and randomly select 4 additional accounts (or all accounts if less than 5). Randomly select one month from the fiscal period, obtain and inspect the corresponding bank statement and reconciliation for each selected account, and observe that:
 - a) Bank reconciliations include evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated, electronically logged);
 - b) Bank reconciliations include evidence that a member of management/board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation within 1 month of the date the reconciliation was prepared (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. Obtain a listing of deposit sites for the fiscal period where deposits for cash/checks/money orders (cash) are prepared and management's representation that the listing is complete. Randomly select 5 deposit sites (or all deposit sites if less than 5).
5. For each deposit site selected, obtain a listing of collection locations and management's representation that the listing is complete. Randomly select one collection location for each deposit site (i.e. 5 collection locations for 5 deposit sites), obtain and inspect written policies and procedures relating to employee job duties (if no written policies or procedures, inquire of employees about their job duties) at each collection location, and observe that job duties are properly segregated at each collection location such that:
 - 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 custodial fund additions are not responsible for collecting cash, unless another employee verifies the reconciliation.
6. Obtain from management a copy of the bond or insurance policy for theft covering all employees who have access to cash. Observe the bond or insurance policy for theft was enforced during the fiscal period.

7. Randomly select two deposit dates for each of the 5 bank accounts selected for procedure #3 under "Bank Reconciliations" above (select the next deposit date chronologically if no deposits were made on the dates randomly selected and randomly select a deposit if multiple deposits are made on the same day). *Alternately, the practitioner may use a source document other than bank statements when selecting the deposit dates for testing, such as a cash collection log, daily revenue report, receipt book, etc.* Obtain supporting documentation for each of the 10 deposits and:
 - a) Observe that receipts are sequentially pre-numbered.
 - b) Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.
 - c) Trace the deposit slip total to the actual deposit per the bank statement.
 - d) Observe 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) Trace 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. Obtain a listing of locations that process payments for the fiscal period and management's representation that the listing was complete. Randomly select 5 locations (or all locations if less than 5).
9. For each location selected under #8 above, obtain a listing of those employees involved with non-payroll purchasing and payment functions. Obtain written policies and procedures relating to employee job duties (if the agency has no written policies and procedures, inquire of employees about their job duties), and observe that job duties are properly segregated such that:
 - a) At least two employees are involved in initiating a purchase request, approving a purchase, and placing an order/making the purchase.
 - b) At least two employees are involved in processing and approving payments to vendors.
 - c) The employee responsible for processing payments is prohibited from adding/modifying vendor files, unless another employee is responsible for periodically reviewing changes to vendor files.
 - d) Either the employee/official responsible for signing checks mails the payment or gives the signed checks to an employee to mail who is not responsible for processing payments.
 - e) Only employee/official authorized to sign checks approve the electronic disbursement (release) of funds, whether through automated clearinghouse (ACH), electronic funds transfer (EFT), wire transfer, or some other electronic means.
10. For each location selected under #8 above, obtain the City's non-payroll disbursement transaction population (excluding cards and travel reimbursements) and obtain management's representation that the population is complete. Randomly select 5 disbursements for each location, obtain supporting documentation for each transaction and:
 - a) Observe whether by paper or electronic means, the disbursement matched the related original itemized invoice and supporting documentation indicates deliverables included on the invoice were received by the entity.
 - b) Observe that the disbursement documentation includes evidence (e.g., initial/date, electronic logging) of segregation of duties tested under #9, as applicable.

11. Using the entity's main operating account and the month selected in Bank Reconciliations procedure #3 above, randomly select 5 non-payroll-related electronic disbursements (or all electronic disbursements if less than 5) and observe that each electronic disbursement was:
 - a) Approved by only those persons authorized to disburse funds (e.g., sign checks) per the entity's policy.
 - b) Approved by the required number of authorized signers per the entity's policy.

Credit Cards/Debit Cards/Fuel Cards/Purchase Cards (Cards)

12. Obtain from management a listing of all active credit cards, bank debit cards, fuel cards, and purchase cards (cards) for the fiscal period, including the card numbers and the names of the persons who maintained possession of the cards. Obtain management's representation that the listing is complete.
13. Using the listing prepared by management, randomly select 5 cards (or all cards if less than 5) that were used during the fiscal period. Randomly select one monthly statement or combined statement for each card (for a debit card, randomly select one monthly bank statement), obtain supporting documentation, and:
 - a) Observe 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) were reviewed and approved, in writing (or electronically approved), by someone other than the authorized card holder.
 - b) Observe that finance charges and late fees were not assessed on the selected statements.
14. Using the monthly statements or combined statements selected under #13 above, excluding fuel cards, randomly select 10 transactions (or all transactions if less than 10) from each statement, and obtain supporting documentation for the transactions (i.e. each card should have 10 transactions subject to testing). For each transaction, observe 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, describe the nature of the transaction and note whether management had compensating control to address missing receipts, such as a "missing receipt statement" that is subject to increase scrutiny.

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

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

Contracts

16. Obtain from management a listing of all agreements/contracts for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period. *Alternately, the practitioner may use an equivalent selection source, such as an active vendor list.* Obtain management's representation that the listing is complete. Randomly select 5 contracts (or all contracts if less than 5) from the listing, excluding the practitioner's contract, and:
 - a) Observe 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) Observe 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), observe 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) Randomly select one payment from the fiscal period for each of the 5 contracts, obtain the supporting invoice, agree the invoice to the contract terms, and observe that the invoice and related payment agree to the terms and conditions of the contract.

Payroll and Personnel

17. Obtain a listing of employees/elected officials employed during the fiscal period and management's representation that the listing is complete. Randomly select 5 employees/officials, obtain related paid salaries and personnel files, and agree paid salaries to authorized salaries/pay rates in the personnel files.
18. Randomly select one pay period during the fiscal period. For the 5 employees/officials selected under #17 above, obtain attendance records and leave documentation for the pay period, and:
 - a) Observe that all selected employees/officials documented their daily attendance and leave (e.g., vacation, sick, compensatory).
 - b) Observe that supervisors approved the attendance and leave of the selected employees/officials.
 - c) Observe that any leave accrued or taken during the pay period is reflected in the City's cumulative leave records.
 - d) Observe the rate paid to the employees or officials agree to the authorized salary/pay rate found within the personnel file.
19. Obtain a listing of those employees/officials that received termination payments during the fiscal period and management's representation that the list is complete. Randomly select two employees/officials, obtain related documentation of the hours and pay rates used in management's termination payment calculations and the City's policy on termination payments. Agree the hours to the employee or officials' cumulate leave records, agree the pay rates to the employee/officials' authorized pay rates in the employee or officials' personnel files, and agree the termination payment to entity policy.
20. Obtain management's representation that employer and employee portions of third-party payroll related amounts (e.g., payroll taxes, retirement contributions, health insurance premiums, garnishments, workers' compensation premiums, etc.) have been paid, and any associated forms have been filed, by required deadlines.

Ethics

21. Using the 5 randomly selected employees/officials from procedure #17 under “Payroll and Personnel” above, obtain ethics documentation from management, and:
 - a) Observe that the documentation demonstrates each employee/official completed one hour of ethics training during the calendar year as required by R.S. 42:1170.
 - b) Observe whether the entity maintains documentation which demonstrates each employee and official were notified of any changes to the entity’s ethics policy during the fiscal period, as applicable.
22. Inquire and/or observe whether the agency has appointed an ethics designee as required by R.S. 42:1170.

Debt Service

23. Obtain a listing of bonds/notes and other debt instruments issued during the fiscal period and management’s representation that the listing is complete. Select all debt instruments on the listing, obtain supporting documentation, and observe State Bond Commission approval was obtained for each debt instrument issued as required by Article VII, Section 8 of the Louisiana Constitution.
24. Obtain a listing of bonds/notes outstanding at the end of the fiscal period and management’s representation that the listing is complete. Randomly select one bond/note, inspect debt covenants, obtain supporting documentation for the reserve balance and payments, and agree actual reserve balances and payments to those required by debt covenants (including contingency funds, short-lived asset funds, or other funds required by the debt covenants).

Fraud Notice

25. Obtain a listing of misappropriations of public funds and assets during the fiscal period and management’s representation that the listing is complete. Select all misappropriations on the listing, obtain supporting documentation, and observe that the City reported the misappropriation(s) to the legislative auditor and the district attorney of the parish in which the City is domiciled as required by R.S. 24:523.
26. 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

27. Perform the following procedures, **verbally discussed the results with management, and report “We performed the procedure and discussed the results with management.”**
 - a) Obtain and inspect the entity’s most recent documentation that it has backed up its critical data (if no written documentation, inquire of personnel responsible for backing up critical data) and observe that such backup (a) occurred within the past week, (b) was not stored on the government’s local server or network, and (c) was encrypted.

We performed the procedure and discussed the results with management.

- b) Obtain and inspect the entity’s most recent documentation that it has tested/verified that its backups can be restored (if no written documentation, inquire of personnel responsible for testing/verifying backup restoration) and observe evidence that the test/verification was successfully performed within the past 3 months.

We performed the procedure and discussed the results with management.

- c) Obtain a listing of the entity's computers currently in use and their related locations, and management's representation that the listing is complete. Randomly select 5 computers and observe while management demonstrates that the selected computers have current and active antivirus software and that the operating system and accounting system software in use are currently supported by the vendor.

We performed the procedure and discussed the results with management.

- 28. Randomly select 5 terminated employees (or all terminated employees if less than 5) using the list of terminated employees obtained in procedure #19 above and:

- a) Observe evidence that the selected terminated employees have been removed or disabled from the network.

We performed the procedure and discussed the results with management.

- 29. Using the 5 randomly selected employees/officials from procedure #17 under "Payroll and Personnel" above, obtain cybersecurity training documentation from management and observe that the documentation demonstrates that the following employees/officials with access to the City's information technology assets completed cybersecurity training as required by R.S. 42:1267:

- a) Completed the training if hired before June 9, 2020; and
- b) Completed the training within 30 days of initial service or employment if hired on or after June 9, 2020.

We performed the procedure and discussed the results with management.

Prevention of Sexual Harassment

- 30. Using the 5 randomly selected employees/officials from procedure #17 under "Payroll and Personnel" above, obtain sexual harassment training documentation from management, and observe the documentation demonstrates each employee/official completed at least one hour of sexual harassment training during the calendar year as required by R.S. 42:343.
- 31. Observe that the City 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).
- 32. Obtain the City's annual sexual harassment report for the current fiscal period, observe that the report was dated on or before February 1, and observe it includes the applicable requirements of R.S. 42:344:
 - a) Number and percentage of public servants in the agency who have completed the training requirements;
 - b) Number of sexual harassment complaints received by the agency;
 - c) Number of complaints which resulted in a finding that sexual harassment occurred;
 - d) Number of complaints in which the finding of sexual harassment resulted in discipline or corrective action; and
 - e) Amount of time it took to resolve each complaint.

Exceptions:

No exceptions were found as a result of applying the procedures listed above except:

Written Policies and Procedures

1. The City does not have sufficient written policies and procedures related to contracting and debt service.

Board or Finance Committee

2. The City Council did not receive written updates of the progress of resolving audit findings at each council meeting.

Bank Reconciliations

3. All of the bank accounts selected did not include evidence that bank reconciliations were prepared within two months of the closing date. Additionally, the reconciliations were not reviewed within 1 month of the date the reconciliation was prepared.

Payroll and Personnel

4. Of the five employees selected, one employee did not have written documentation of daily attendance and leave, one employee did not have supervisor approval of attendance or sick leave, and four employee's authorized pay rates were not included in the personnel file.
5. For the two terminated employees selected, one employee's pay rate did not agree with authorized pay rates in personnel files.

Ethics

6. Of the five employees selected for testing, one employee did not have evidence of the completion of ethics training during the calendar year.

Prevention of Sexual Harassment

7. Of the five employees selected for testing, one employee did not complete the sexual harassment training during the calendar year.

Management's Response:

Management concurs with the exceptions noted and is working to address the deficiencies identified.

We were engaged by the City 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 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
May 30, 2025