

**CITY OF GRETNA, LOUISIANA
FINANCIAL REPORT
FOR THE YEAR ENDED MARCH 31, 2025**

**PREPARED BY:
THE FINANCE DEPARTMENT**

CITY OF GRETNA, LOUISIANA
Basic Financial Statements
Year Ended March 31, 2025
With Supplemental Information Schedules
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INDEPENDENT AUDITOR'S REPORT

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INDEPENDENT AUDITOR'S REPORT

**Honorable Mayor and Members of the City Council
City of Gretna, Louisiana**

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund, and the aggregate remaining fund information of the City of Gretna, Louisiana, (the City) as of and for the year ended March 31, 2025, and the related notes to the financial statements, which collectively comprise the City of Gretna, Louisiana's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of the City of Gretna, Louisiana, as of March 31, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, 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 management's discussion and analysis, the budgetary comparison information, Schedule of Changes in Total OPEB Liability and Related Ratios, Schedule of Employer's Proportionate Share of Net Pension Liability, and Schedule of Employer's Contributions, and on pages 4-18 and 70-75 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Gretna, Louisiana's basic financial statements. The accompanying combining and individual non-major fund financials, the Justice System Funding Schedule-Collecting/Disbursing Entity, the Justice System Funding Schedule-Receiving Entity, the Schedule of Compensation Paid to City Council Members, and the Schedule of Compensation, Reimbursements, Benefits and Other Payments to Agency Head are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, the Justice System Funding Schedule-Collecting/Disbursing Entity, the Justice System Funding Schedule-Receiving Entity, the Schedule of Compensation Paid to City Council Members and the Schedule of Compensation, Reimbursements, Benefits and Other Payments to Agency Head are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the statistical sections 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 October 27, 2025, on our consideration of the City of Gretna, Louisiana's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Gretna, Louisiana's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Gretna, Louisiana's internal control over financial reporting and compliance.

Camnetar & Co.

Camnetar & Co., CPAs
a professional accounting corporation

Gretna, Louisiana
October 27, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS

City of Gretna, Louisiana
Management's Discussion and Analysis
(Unaudited)
March 31, 2025

As management of the City of Gretna, Louisiana (the “City”), we offer readers of the City’s financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended March 31, 2025. The purpose of this management discussion and analysis (“MD&A”) is to provide an objective and easy-to-read analysis of the City’s financial activities based on currently known facts, decisions, or conditions. Therefore, readers should consider the information presented here in conjunction with the City’s Financial Statements and Notes to the Financial Statements.

Financial Highlights

- The City’s total net position increased to \$109,399,317 at March 31, 2025 — a decrease of \$713,101 (0.65%) from the prior year. Of this total, \$84,165,357 is related to governmental activities and \$25,233,960 to business-type activities.
- Total governmental activities revenues were \$41,408,611, a decrease of \$4,643,338 (10.08%) from fiscal 2024, primarily due to the non-recurrence of one-time grant reimbursements and lower ad valorem revenues resulting from the parish-wide reassessment and millage rollback.
- Total governmental activities expenses increased by \$1,353,005 (3.3%) to \$41,932,356, driven by higher salary and benefit costs and the addition of leased vehicles to support public safety and public works operations.
- Program revenues totaled \$7,858,017, funding approximately 19% of total governmental expenses.
- The City’s governmental funds reported a combined ending fund balance of \$27,866,953, a decrease of \$3,345,922 (10.72%) from the prior year, primarily reflecting the use of reserves for capital improvements and equipment purchases. The General Fund ended the year with a fund balance of \$6,394,938, down \$435,319 from the prior year but still maintaining healthy reserves.
- Net investment in capital assets increased to \$96,436,132, reflecting the City’s continued investment in infrastructure and equipment. Major additions included a new fire truck, leased vehicles, and the construction of the trash transfer station. Total capital assets, net of depreciation, grew by 0.66% from \$115,320,352 in 2024 to \$116,086,054 in 2025.
- Total long-term obligations decreased by \$6,116,141 (12.41%), from \$49,292,030 to \$43,175,889, primarily as a result of scheduled bond repayments and actuarial decreases in pension and OPEB liabilities.
- The City’s unrestricted net position was (\$9,831,257), reflecting long-term obligations such as pension and post-employment benefits that will be funded over future periods.

City of Gretna, Louisiana
Management's Discussion and Analysis
(Unaudited)
March 31, 2025

Overview of the Financial Statements

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

Government-wide Financial Statements

The Government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. These statements present information about all of the City's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position serve as an indicator of whether the City's overall financial condition is improving or deteriorating.

The *Statement of Net Position* presents all of the City's assets and liabilities at fiscal year-end, while the *Statement of Activities* shows how the City's net position changed during the fiscal year. Both statements distinguish between the City's *governmental activities* (which are primarily supported by taxes and intergovernmental revenues) and *business-type activities* (which operate similarly to private businesses and are supported by user charges and fees).

Fund Financial Statements

A "fund" is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of the City can be divided into two categories: governmental funds and proprietary funds.

Fund financial statements are used to present financial information detailing resources that have been identified for specific activities. The focus of the fund financial statements is on the City's major funds, although non-major funds are also presented in aggregate and further detail in the supplementary statements.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as "governmental activities" in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on current available resources and short-term obligations, using the modified accrual basis of accounting. Such information may be useful in evaluating a government's near-term financing requirements.

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

City of Gretna, Louisiana
Management's Discussion and Analysis
(Unaudited)
March 31, 2025

balance provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains a variety of governmental funds which are grouped for management purposes into general, debt service, capital projects, and special revenue fund groups. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances. Data from all other governmental funds are combined into a single aggregated presentation. Individual fund data for each of these non-major governmental funds is presented in the form of combining statements elsewhere in this report.

Proprietary funds. The proprietary funds consist of the Municipal Water & Sewer Funds which are also presented as the business-type activities in the government-wide financial statements. Proprietary fund financial statements use the full accrual accounting and provide the same type of information as the government-wide financial statements, only in more detail.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements and are a required part of the basic financial statements.

Other Supplementary information. The *combining statements* referred to earlier in connection with non-major governmental funds are presented immediately following the Required Supplemental Information. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Fire Protection Fund, Ambulance Fund, Capital Projects Fund, Debt Service Fund, and the Grant Fund all of which are major funds. Data from the other governmental funds (Garbage Fund, Parks and Recreation Fund, Social Services for The Aged Fund, Street Lights Fund, Tourism Fund, Home Incarceration Fund, Court Security Fund, and Court Security-2nd Parish Fund are combined into a single, aggregated presentation.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The City's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$109,399,317 (*net position*). The City's net position is comprised of \$84,165,357 from governmental activities and \$25,233,960 from business-type activities.

Restricted net position totaled \$ 22,794,442, consisting primarily of resources reserved for capital projects, debt service, and other legally restricted purposes. The unrestricted net position was (\$9,831,257), due mainly to long-term liabilities such as pension and other post-employment benefit (OPEB) obligations, which will be funded over time.

The City's net investment in capital assets totaled \$96,436,132, representing (88.00%) of total net position. This reflects the City's continued investment in infrastructure, vehicles, equipment, and public facilities.

City of Gretna, Louisiana
Management's Discussion and Analysis
(Unaudited)
March 31, 2025

The following schedule reflects the condensed Statement of Net Position for March 31, 2025, with comparative figures for 2024.

CITY OF GRETNA, LOUISIANA
 Net Position
 March 31, 2025 and 2024

| | Governmental Activities | | Business-type Activities | | Total | |
|---|-------------------------|---------------|--------------------------|---------------|----------------|----------------|
| | 2025 | 2024 | 2025 | 2024 | 2025 | 2024 |
| Current and other assets | \$31,266,174 | \$ 32,197,372 | \$ 5,018,916 | \$ 4,700,661 | \$ 36,285,090 | \$ 36,898,033 |
| Non current assets | 164,799 | 185,956 | 230,313 | 236,206 | 395,112 | - |
| Capital assets(net) | 91,857,162 | 90,485,975 | 24,228,892 | 24,834,377 | 116,086,054 | 115,320,352 |
| Total assets | 123,288,135 | 122,869,302 | 29,478,121 | 29,771,245 | 152,766,256 | 152,640,547 |
| Deferred outflows of resources | 5,467,236 | 8,818,150 | 916,726 | 1,222,836 | 6,383,962 | 10,040,986 |
| Total assets and deferred outflows of resources | 128,755,371 | 131,687,452 | 30,394,847 | 30,994,081 | 159,150,218 | 162,681,533 |
| Current and other liabilities | \$ 5,931,507 | \$ 3,418,713 | \$ 497,675 | \$ 517,508 | \$ 6,429,182 | \$ 3,936,221 |
| Long-term liabilities | 11,842,081 | 13,384,053 | - | - | 11,842,081 | 13,384,053 |
| Noncurrent liabilities | 24,934,358 | 29,173,918 | 4,303,040 | 4,568,210 | 29,237,398 | 33,742,128 |
| Total liabilities | 42,707,946 | 45,976,684 | 4,800,715 | 5,085,718 | 47,508,661 | 51,062,402 |
| Deferred inflows of resources | 1,882,068 | 1,208,274 | 360,172 | 298,438 | 2,242,240 | 1,506,712 |
| Total Liability and deferred inflows of resources | 44,590,014 | 47,184,958 | 5,160,887 | 5,384,156 | 49,750,901 | 52,569,114 |
| NET POSITION | | | | | | |
| Net investment in capital assets | \$ 79,891,558 | \$ 78,846,101 | \$ 16,544,574 | \$ 16,544,574 | \$ 96,436,132 | \$ 95,390,675 |
| Restricted | 22,794,442 | 25,658,221 | - | - | 22,794,442 | 25,658,221 |
| Unrestricted | (18,520,643) | (20,001,828) | 8,689,386 | 9,065,350 | (9,831,257) | (10,936,477) |
| Total net position | \$ 84,165,357 | \$ 84,502,494 | \$ 25,233,960 | \$ 25,609,924 | \$ 109,399,317 | \$ 110,112,419 |
| Total Liability and deferred inflows of resources | 128,755,371 | 131,687,452 | \$30,394,847 | \$30,994,080 | \$159,150,218 | \$162,681,533 |

The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. While bonds payable are associated with capital expenditures for the purpose of categorizing net position, the capital assets themselves are not a source of repayment of the bonds. The bonds are serviced primarily by dedicated sales taxes. The Debt service fund has \$1,503,911 of fund balance as of March 31, 2025, to provide for the servicing of annual interest and principal payments on bonds.

- Total assets and deferred outflows decreased by \$3,531,315 (2.17%) from \$162,681,533 in fiscal 2024 to \$159,150,218 in fiscal 2025. The decrease was primarily due to a reduction in deferred pension outflows and depreciation of capital assets exceeding additions.
- Total liabilities and deferred inflows decreased by \$2,818,213 (5.36%), largely reflecting scheduled debt repayment, lower pension liabilities, and decreased deferred inflows associated with pension and OPEB.
- The City's net investment in capital assets increased by \$1,045,457 (1.10%), representing continued investment in critical infrastructure and public facilities.

City of Gretna, Louisiana
Management's Discussion and Analysis
(Unaudited)
March 31, 2025

- Restricted net position decreased by \$2,863,779 (11.16%) due to the use of restricted capital and debt service funds for public safety and public works projects. This includes the Trash Transfer Station, and the new fire truck. Additionally street improvements were funded by bond proceeds. Restricted resources are expected to rebuild as new project and grant revenues are recognized in future periods.
- The deficit of \$18,520,643 in unrestricted net position in governmental activities is primarily the result of long-term liabilities such as the net pension liability required under GASB 68, the accounting for non-pension related benefits under GASB 75, and the liability for unused employee vacation and sick days not previously funded, which together exceed current assets that are not externally dedicated for specific purposes. The business-type activities unrestricted net position was \$8,689,386.

Changes in Net Position-Government Wide

The City's total revenues for the fiscal year ended March 31, 2025 were \$49,150,151 compared to \$53,977,108 from 2024. The total cost of all programs and services was \$49,863,254 compared to \$48,375,571 in 2024.

The City's total expenses exceed revenues on the government-wide basis by \$713,103. Governmental total net position decreased to \$84,165,357 from \$84,502,496 representing a decrease of \$337,139 (0.40%) during the current fiscal year.

City of Gretna, Louisiana
Management's Discussion and Analysis
(Unaudited)
March 31, 2025

The following schedule provides a summary of the changes to the City's net position for year ended March 31, 2025.

CITY OF GRETNA, LOUISIANA
Changes in Net Position
March 31, 2025 and 2024

| | Governmental Activities | | Business-type Activities | | Total | |
|---|-------------------------|----------------------|--------------------------|----------------------|-----------------------|-----------------------|
| | 2025 | 2024 | 2025 | 2024 | 2025 | 2024 |
| REVENUES | | | | | | |
| Program revenues: | | | | | | |
| Charges for Services | \$ 4,218,386 | \$ 4,282,637 | \$ 6,922,490 | \$ 7,085,070 | \$ 11,140,876 | \$ 11,367,707 |
| Operating Grants and Contributions | 3,639,631 | 4,370,298 | - | - | 3,639,631 | 4,370,298 |
| Capital Grants and Contributions | - | 1,969,596 | - | 18,412 | - | 1,988,008 |
| General revenues: | | | | | | |
| Ad valorem | 9,996,600 | 10,682,571 | 664,462 | 706,882 | 10,661,062 | 11,389,453 |
| Sales | 12,099,449 | 12,384,489 | - | - | 12,099,449 | 12,384,489 |
| Franchise | 637,525 | 654,301 | - | - | 637,525 | 654,301 |
| Intergovernmental | 5,723,864 | 6,397,459 | - | 53,740 | 5,723,864 | 6,451,199 |
| Fines and forfeitures | 1,730,052 | 1,777,574 | - | - | 1,730,052 | 1,777,574 |
| Licenses and permits | 1,196,367 | 490,937 | - | - | 1,196,367 | 490,937 |
| Miscellaneous | 2,166,737 | 2,974,155 | 154,588 | 61,015 | 2,321,325 | 3,035,170 |
| Bond Premium | - | 67,972 | - | - | - | 67,972 |
| Total revenues | <u>41,408,611</u> | <u>46,051,988</u> | <u>7,741,540</u> | <u>7,925,120</u> | <u>49,150,151</u> | <u>53,977,108</u> |
| EXPENSES | | | | | | |
| Governmental activities: | | | | | | |
| General government | 4,930,224 | 3,782,601 | - | - | 4,930,224 | 3,782,601 |
| Public safety | 22,829,052 | 22,829,688 | - | - | 22,829,052 | 22,829,688 |
| Public works | 9,998,032 | 9,336,398 | - | - | 9,998,032 | 9,336,398 |
| Culture and recreation | 3,611,987 | 4,096,561 | - | - | 3,611,987 | 4,096,561 |
| Cemetery | 69,588 | 71,195 | - | - | 69,588 | 71,195 |
| Interest & issue cost on long-term debt | 493,474 | 462,908 | - | - | 493,474 | 462,908 |
| Business-type activities: | | | | | | |
| Water Utility | - | - | 3,898,791 | 3,919,566 | 3,898,791 | 3,919,566 |
| Sewer Utility | - | - | 4,032,106 | 3,876,653 | 4,032,106 | 3,876,653 |
| Total expenses | <u>41,932,357</u> | <u>40,579,352</u> | <u>7,930,897</u> | <u>7,796,219</u> | <u>49,863,254</u> | <u>48,375,571</u> |
| Change in net position before special items and transfers | (523,746) | 5,472,636 | (189,357) | 128,901 | (713,103) | 5,601,537 |
| Transfers | 186,607 | 186,279 | (186,607) | (186,279) | - | - |
| Change in net position | (337,139) | 5,658,915 | (375,964) | (57,379) | (713,103) | 5,601,537 |
| Total net position - beginning | <u>84,502,496</u> | <u>78,843,579</u> | <u>25,609,924</u> | <u>25,667,303</u> | <u>110,112,420</u> | <u>104,510,882</u> |
| Total net position - ending | <u>\$ 84,165,357</u> | <u>\$ 84,502,496</u> | <u>\$ 25,233,960</u> | <u>\$ 25,609,924</u> | <u>\$ 109,399,317</u> | <u>\$ 110,112,419</u> |

City of Gretna, Louisiana
Management's Discussion and Analysis
(Unaudited)
March 31, 2025

In fiscal year 2025, the City's governmental activities reported a decrease in total revenues compared to fiscal year 2024. This decline was attributable primarily to the non-recurrence of certain one-time grant reimbursements recognized in the prior year. In addition, ad valorem tax revenues decreased by approximately \$685,970 as a result of the parish-wide reassessment and the City Council's decision to roll back millage rates. Sales tax revenues also declined by approximately \$285,041, reflecting moderate softness in local retail activity. The overall shortfall was further influenced by inflationary cost pressures and shifting economic conditions within the region. The following contrasts the changes in revenues for governmental activities as compared to the prior year:

CITY OF GRETNNA, LOUISIANA
 Revenues by Source
 Governmental Activities
 For the year ended March 31, 2024 and 2025

| Revenues Source | 2025 | Percent of Total | 2024 | Percent of Total | Increase (Decrease) |
|------------------------------------|----------------------|------------------|----------------------|------------------|-----------------------|
| Charges for Services | \$ 4,218,386 | 10.19% | \$ 4,282,637 | 9.30% | \$ (64,250) |
| Operating Grants and Contributions | 3,639,631 | 8.79% | 4,370,298 | 9.49% | (730,668) |
| Capital Grants and Contributions | - | 0.00% | 1,969,596 | 4.28% | (1,969,596) |
| Ad valorem | 9,996,600 | 24.14% | 10,682,571 | 23.20% | (685,970) |
| Sales | 12,099,449 | 29.22% | 12,384,489 | 26.89% | (285,041) |
| Franchise | 637,525 | 1.54% | 654,301 | 1.42% | (16,775) |
| Intergovernmental | 5,723,864 | 13.82% | 6,397,459 | 13.89% | (673,595) |
| Fines and forfeitures | 1,730,052 | 4.18% | 1,777,574 | 3.86% | (47,522) |
| Licenses and permits | 1,196,367 | 2.89% | 490,937 | 1.07% | 705,430 |
| Miscellaneous | 2,166,737 | 5.23% | 3,042,127 | 6.61% | (875,390) |
| Total | <u>\$ 41,408,611</u> | <u>100.00%</u> | <u>\$ 46,051,988</u> | <u>100.00%</u> | <u>\$ (4,643,378)</u> |

Governmental activities expenses totaled \$41,932,356 for the fiscal year ended March 31, 2025, an increase of approximately \$1,353,005 (3.3%) compared to the prior fiscal year. The largest functional areas continued to be Public Safety (54.4%) and Public Works (23.8%). The overall increase in expenses was primarily due to higher personnel costs, reflecting salary adjustments and increases in employee benefit costs across departments. In addition, the City expanded its leased vehicle fleet during the year to support operational needs, which contributed to higher expenditures under general government and public safety functions. Other functional expenses remained relatively consistent with the prior year.

City of Gretna, Louisiana
Management's Discussion and Analysis
(Unaudited)
March 31, 2025

The following schedule details the city's total and net cost of governmental activities:

| Functions/Programs | CITY OF GRETNA, LOUISIANA | | | | |
|---|---------------------------|----------------|---------------------|----------------|------------------------|
| | Expenses | % of Total | Program Revenues | % of Total | Net (Expense) Revenue |
| General government | \$ 4,930,224 | 11.76% | \$ 683,348 | 8.70% | \$ (4,246,877) |
| Public safety | 22,829,051 | 54.44% | 3,986,334 | 50.73% | (18,842,718) |
| Public works | 9,998,032 | 23.84% | 2,208,979 | 28.11% | (7,789,053) |
| Culture and recreation | 3,611,987 | 8.61% | 966,306 | 12.30% | (2,645,680) |
| Cemetery | 69,588 | 0.17% | 13,050 | 0.17% | (56,538) |
| Interest & issue cost on long-term debt | 493,474 | 1.18% | - | 0.00% | (493,474) |
| Total | <u>\$ 41,932,356</u> | <u>100.00%</u> | <u>\$ 7,858,017</u> | <u>100.00%</u> | <u>\$ (34,074,340)</u> |

For the fiscal year ended March 31, 2025, total expenses for governmental activities were approximately \$41,932,356, while total program revenues amounted to about \$7,858,017. This resulted in a net cost of services of roughly \$34,074,340, which was financed primarily through general revenues such as property taxes, sales taxes, and intergovernmental transfers.

The largest share of governmental expenses was for Public Safety, which totaled approximately \$22,829,051, or 54% of all governmental activities. Program revenues for Public Safety were \$3,986,334, covering about 17% of the total cost of those services. The remaining \$18,842,718 was funded by general revenues.

Public Works expenses totaled \$9,998,032, representing 24% of total governmental expenses, with \$2,208,979 in program revenues—covering about 22% of the cost of those services. Culture and Recreation programs accounted for \$3,611,987 in expenses and \$966,306 in program revenues, while General Government functions incurred \$4,930,224 in expenses and generated \$683,348 in program revenues. The City also incurred approximately \$493,474 in interest and other debt-related costs.

The overall increase in governmental expenses compared to the prior year was primarily due to higher personnel costs, including salary adjustments and rising employee benefits, along with additional leased vehicles to support operational efficiency in Public Safety and Public Works departments.

In total, program revenues covered about 19% of total governmental expenses, consistent with the prior year, leaving approximately 81% of the cost of governmental services to be funded by general revenues.

Business-Type Activities net position decreased by \$375,964 in the current fiscal year compared to (\$57,378) in the prior year. Charges for services make up (89.40%) of the revenue in the business-type activities. The business-type funds are comprised of the City's Water Utility and Sewer Utility Funds. The deficit is due predominately to rising employee salary and benefits and inflationary costs in equipment and chemicals.

City of Gretna, Louisiana
Management's Discussion and Analysis
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Financial Analysis of Governmental Funds

Funds Activities of the Primary Government's General Fund, Fire Fund, Ambulance Fund, Debt Service Funds, Capital Project, and Police Grant Fund are considered general government functions. The General Fund is the City's primary operating fund. The Fire Fund is dedicated to purchasing and maintaining equipment and providing payment of contractual obligations to the City's Volunteer fire company. The Ambulance Fund accounts for the salaries and purchases of medical supplies and equipment that provide emergency medical services. The Capital Projects fund is used to account for financial activity related to the City's indebtedness for capital projects. The Debt Service fund is used to account for financial activities related to the City's general bonded indebtedness. The Police Grants fund is used to account for the proceeds of specific public safety revenue sources that are restricted for specific expenditures.

The focus of the City of Gretna's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information helps assess the City's ability to finance its services and programs in the short term.

As of March 31, 2025, the City's governmental funds reported a combined ending fund balance of \$27,866,953, a decrease of \$3,345,923 (10.70%) compared to the prior year total of \$31,212,876. The decrease primarily reflects the use of fund balances for capital outlay and infrastructure improvements.

Major Governmental Funds

The General Fund, the City's primary operating fund, ended the fiscal year with a fund balance of \$6,394,938, down \$435,319 from the prior year. The decline was primarily attributable to reduced ad valorem and sales tax revenues following the parish-wide reassessment and millage rollback, coupled with increased personnel costs and leased vehicle expenses. General Fund revenues totaled \$22,843,645, while expenditures amounted to \$25,765,061, resulting in an operating deficit of \$2,921,416 before other financing sources. Transfers in and new lease proceeds offset a portion of this shortfall, limiting the overall fund balance decline.

The Fire Protection Fund closed the year with a fund balance of \$1,657,784, a decrease of approximately \$1,251,841 from 2024. The reduction is largely due to the purchase of a new fire truck and related equipment, which represented a major capital investment to enhance the City's emergency response capabilities. Despite this planned expenditure, the fund maintains sufficient resources to sustain fire operations and meet future equipment replacement needs.

The Ambulance Fund increased by approximately \$568,686, ending with a balance of \$3,143,422, reflecting strong collections from charges for services that exceeded related operating costs.

The Capital Projects Fund reported a fund balance of \$9,871,932, a decline of \$2,562,103 from the prior year. This decrease resulted from the continuation of major infrastructure projects, including drainage improvements, street rehabilitation, City Hall HVAC renovation, and the construction of a trash transfer

City of Gretna, Louisiana
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station to improve the efficiency of waste collection and disposal operations. These projects are financed through existing resources and state funded capital outlay.

The Debt Service Fund maintained a stable balance of \$1,503,911, sufficient to meet all scheduled principal and interest payments on outstanding bonds and lease obligations. The Police Grant Fund increased by \$274,318, closing at \$445,101, reflecting additional state and federal grant reimbursements for police operations. The non-major governmental funds collectively reported a modest increase of \$131,135, bringing their total to \$4,849,863, primarily due to state and local grants.

Overall, while total governmental fund balances decreased during fiscal year 2025, the reduction reflects strategic and planned uses of fund balance to improve infrastructure, public safety, and service delivery. The City's governmental funds remain in a strong financial position, and city officials continue to employ conservative budgeting practices to ensure adequate reserves and long-term fiscal sustainability.

General Fund Budgetary Highlights

In accordance with the provisions of the Lawrason Act, the City Administration submits the annual budget for the City by the end of the prior year. The budget is adopted by Councilmanic action. Over the course of the year, the City Council revises the City's budget numerous times. These amendments are based on changing needs and additional information to prevent budget overruns and better meet the needs of the City.

For the fiscal year ended March 31, 2025, actual revenues for the General Fund totaled approximately \$22,843,645, which was \$992 above budgeted expectations. The variance was primarily the result of decreases in ad valorem and sales tax revenues. Ad valorem tax collections declined by approximately \$685,970 following the parish-wide reassessment and the City Council's decision to roll back millage rates. Sales tax collections also decreased by approximately \$285,041, reflecting softer local retail activity and economic uncertainty. Despite these reductions, other revenue sources such as intergovernmental revenues and investment earnings exceeded budgeted amounts, helping to offset part of the shortfall.

Total General Fund expenditures amounted to \$25,765,061, which exceeded revenues by \$2,921,416 before other financing sources. Expenditure increases were primarily attributed to salary and benefit adjustments, reflecting market-driven pay increases and higher benefit costs, and to the addition of leased vehicles for public safety and public works departments. These operational investments were consistent with the City's goals to improve service delivery and modernize its vehicle fleet.

Other financing sources totaled \$2,486,097, consisting primarily of lease proceeds and interfund transfers, which helped offset the operating deficit. As a result, the General Fund's ending fund balance decreased by \$435,319, from \$6,830,257 at the beginning of the year to \$6,394,938 at year-end.

Despite this decrease, the City's General Fund remains financially stable. The unassigned fund balance of approximately \$4,492,466 provides adequate reserves to support ongoing operations and unexpected contingencies. The City continues to follow conservative fiscal policies designed to maintain financial

City of Gretna, Louisiana
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flexibility and sustain essential services in the face of economic fluctuations.

The following table presents the favorable variance for the General Fund as compared to the revised budget.

| | Budgetary Comparison Schedule | | | Variance with Final Budget |
|--------------------------------|-------------------------------|---------------------|---------------------|-------------------------------|
| | Budgeted Amounts | | | |
| | Original | Final | Actual | |
| Revenue | \$21,695,077 | \$22,842,653 | \$22,843,645 | \$ 992 |
| Expenditures | 22,228,643 | 25,313,358 | 25,765,061 | (451,703) |
| Other Financing Sources (Uses) | 200,000 | 2,145,000 | 2,486,097 | (341,097) |
| Net change in fund balances | (333,566) | (325,705) | (435,319) | (109,614) |
| Fund balances - beginning | 6,830,257 | 6,830,257 | 6,830,257 | - |
| Fund balances - ending | <u>\$ 6,496,691</u> | <u>\$ 6,504,552</u> | <u>\$ 6,394,938</u> | <u>\$ (109,614)</u> |

Capital Asset and Debt Administration

Capital Assets

At March 31, 2025, the City of Gretna's total investment in capital assets for its governmental and business-type activities was \$116,086,054 (net of accumulated depreciation), compared to \$115,320,352 in 2024—an overall increase of \$765,702, (0.66%). This growth reflects the City's ongoing investment in infrastructure, public safety, and operational improvements.

Major capital additions during the fiscal year included:

- The purchase of a new fire truck and related firefighting equipment to enhance emergency response capabilities.
- The acquisition of leased vehicles for the Police Department, Public Works, and other divisions to modernize the City's vehicle fleet.
- The construction of the Trash Transfer Station began, a solid-waste handling facility designed to improve efficiency and reduce long-term hauling costs.
- Ongoing drainage and street rehabilitation projects, as well as facility upgrades within the Capital Projects Fund.

These investments demonstrate the City's strategic commitment to maintaining reliable infrastructure, improving operational efficiency, and supporting community safety. Depreciation and amortization expense for governmental activities and business-type activities totaled approximately \$5,639,230, and management regularly reviews capital assets to ensure proper valuation and useful life estimates.

City of Gretna, Louisiana
Management's Discussion and Analysis
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The following table presents a summary comparison of the capital assets for the fiscal years ended March 31, 2025 and 2024.

CITY OF GRETNA, LOUISIANA
Comparative Statement of Capital Assets
March 31, 2024 and 2025

| | Governmental Activities | | Business-type Activities | | Total | | Total Percentage Change |
|-----------------------------------|-------------------------|----------------------|--------------------------|----------------------|-----------------------|-----------------------|-------------------------|
| | 2025 | 2024 | 2025 | 2024 | 2025 | 2024 | 2025-2024 |
| Land | \$17,784,000 | \$17,769,059 | \$ 299,988 | \$ 299,988 | \$ 18,083,988 | \$ 18,069,047 | 0.1% |
| Building and improvements | 92,669,207 | 90,460,194 | 16,765,359 | 16,762,716 | 109,434,566 | 107,222,910 | 2.1% |
| Equipment and furniture, fixtures | 13,331,571 | 12,494,207 | 25,951 | 25,952 | 13,357,522 | 12,520,159 | 6.7% |
| Vehicles and road machinery | 8,597,687 | 7,169,210 | 41,099,062 | 40,697,448 | 49,696,749 | 47,866,658 | 3.8% |
| Historical Infrastructure | 17,273,617 | 17,273,617 | - | - | 17,273,617 | 17,273,617 | 0.0% |
| Leased Assets | 3,806,094 | 2,652,063 | 1,117,182 | 760,328 | 4,923,276 | 3,412,391 | 44.3% |
| SBITA Assets | 115,251 | 115,251 | - | - | 115,251 | 115,251 | 0.0% |
| | <u>153,577,427</u> | <u>147,933,601</u> | <u>59,307,542</u> | <u>58,546,432</u> | <u>212,884,969</u> | <u>206,480,033</u> | <u>3.1%</u> |
| Less: accumulated depreciation | (61,720,260) | (57,447,625) | (35,078,650) | (33,712,055) | (96,798,910) | (91,159,680) | 6.2% |
| Capital assets, net | <u>\$ 91,857,167</u> | <u>\$ 90,485,976</u> | <u>\$ 24,228,892</u> | <u>\$ 24,834,377</u> | <u>\$ 116,086,059</u> | <u>\$ 115,320,353</u> | <u>0.7%</u> |

Long-Term Debt

At March 31, 2025, the City of Gretna's total outstanding long-term obligations for governmental and business-type activities amounted to \$43,175,889, representing a decrease of approximately \$6,116,141 (12.40%) compared to the prior year's total of \$49,292,030. The reduction primarily reflects the scheduled retirement of tax and revenue bonds and lower pension-related liabilities due to actuarial adjustments.

Governmental Activities:

Long-term obligations for governmental activities totaled \$39,329,881 at year-end, down from \$44,994,282 in fiscal year 2024. Major components of this balance include:

- Tax Bonds – \$4,548,000: Decreased from \$5,641,000 due to scheduled principal repayments.
- Revenue Bonds – \$7,260,000: Declined modestly from \$7,610,000 as the City continued to meet its debt service requirements.
- Bond Premiums – \$1,019,581: Reflects amortization of prior bond issuances.
- Pension Liability – \$21,691,921: Decreased by \$4,846,431 due to favorable plan performance and actuarial updates.
- OPEB – \$338,544: Reflects lower actuarial liability.
- Compensated Absences – \$1,903,294: Reflects a slight increase due to higher staffing levels and salary adjustments.
- Right-to-Use Liabilities – \$2,080,042: Reflects leases recognized under GASB Statement No. 87 for vehicles and equipment acquired through lease financing arrangements.

City of Gretna, Louisiana
Management's Discussion and Analysis
(Unaudited)
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Business-Type Activities

Long-term obligations for business-type activities totaled \$3,846,007, compared to \$4,297,747 in fiscal year 2024. Key components include:

- Pension Liability – \$3,077,904, down from \$3,628,340 in the prior year.
- Right-to-Use Liability – \$564,721, representing leased assets under GASB 87.
- Compensated Absences – \$203,382, consistent with prior-year balances.

The overall reduction in business-type activity debt resulted from scheduled amortization of lease obligations, the pay off of the 2015 bond issue, and improvements in pension funding levels.

CITY OF GRETNNA, LOUISIANA

Long-Term Debt

March 31, 2024 and 2025

| | Governmental Activities | | Business-type Activities | | Total | |
|---------------------------------|--------------------------------|----------------------|---------------------------------|---------------------|----------------------|----------------------|
| | 2025 | 2024 | 2025 | 2024 | 2025 | 2024 |
| Tax Bonds | \$ 4,548,000 | \$ 5,641,000 | \$ - | \$ 57,500 | \$ 4,548,000 | \$ 5,698,500 |
| Revenue Bonds | 7,260,000 | 7,610,000 | - | 57,500 | 7,260,000 | 7,667,500 |
| Premiums | 1,019,581 | 1,087,553 | - | - | 1,019,581 | 1,087,553 |
| EPA Brownsfield Loan | 488,500 | 488,500 | - | - | 488,500 | 488,500 |
| Compensated Absences | 1,903,294 | 1,847,520 | 203,382 | 212,597 | 2,106,676 | 2,060,117 |
| Other post empolyement benefits | 338,544 | 435,446 | - | - | 338,544 | 435,446 |
| Pension Liability | 21,691,921 | 26,538,352 | 3,077,904 | 3,628,340 | 24,769,825 | 30,166,692 |
| Right to use liability | 2,080,042 | 1,345,912 | 564,721 | - | 2,644,763 | 1,345,912 |
| Water fund 2015 Bond Issue | - | - | - | - | - | - |
| Sewer Fund 20215 Bond Issue | - | - | - | - | - | - |
| Right to use liability | - | - | - | 341,810 | - | 341,810 |
| Sewer Fund Lease Liability | - | - | - | - | - | - |
| Utility Compensated Absences | - | - | - | - | - | - |
| Total | \$ 39,329,882 | \$ 44,994,283 | \$ 3,846,007 | \$ 4,297,747 | \$ 43,175,889 | \$ 49,292,030 |

Economic Factors and Next Year's Budget

At the close of fiscal year 2025, the City of Gretna's overall financial position remained sound, with a total net position of \$109,399,317, including \$84,165,357 in governmental activities and \$25,233,960 in business-type activities. Of this total, approximately \$96,436,132 (88.15%) represents the City's investment in capital assets such as buildings, streets, drainage systems, vehicles, and equipment, net of related debt. Restricted net position totaled \$22,794,442, which is committed primarily to capital projects, debt service, and other legally restricted purposes. The City reported an unrestricted net position of (\$9,831,257), reflecting long-term obligations such as pensions, post-employment benefits, and lease liabilities that are not immediately payable with current resources.

City of Gretna, Louisiana
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Economic Environment

The City's finances are influenced by regional economic conditions within Jefferson Parish and the Greater New Orleans metropolitan area. During fiscal year 2025, the City experienced modest revenue contraction due to the parish-wide reassessment and millage rollback, as well as slightly reduced sales-tax activity. Inflationary pressure on materials, fuel, and personnel costs also affected operations. Despite these challenges, the City continued to demonstrate strong financial management through conservative budgeting, efficient use of reserves, and prudent capital investment.

Local development and infrastructure initiatives continue to stimulate investment and employment opportunities. Ongoing projects—such as the Downtown Drainage Improvement Project, Trash Transfer Station construction, and public safety equipment upgrades—are expected to enhance long-term service delivery and economic resilience. These projects, coupled with stable property values and steady population growth, are anticipated to sustain the City's revenue base over the next several years.

Fiscal 2026 Budget Outlook

The City adopted its fiscal year 2026 budget with a continued focus on maintaining core services, funding capital improvements, and strengthening reserves. Management projects that property-tax and sales-tax revenues will stabilize following the fiscal 2025 decline. The fiscal year 2026 budget includes targeted increases for public safety staffing, maintenance of critical infrastructure, and completion of several ongoing capital projects.

The City will also continue managing its long-term obligations, including lease liabilities recognized under GASB 87 and pension and OPEB commitments. These liabilities totaled approximately \$49,750,901 at March 31, 2025, inclusive of deferred inflows of resources. The City remains within all legal debt limits and continues to meet all scheduled principal and interest payments.

Management's Strategy

To maintain financial stability, the City's long-term strategy emphasizes:

Sustaining an adequate unassigned fund balance in the General Fund to absorb economic fluctuations.

- Leveraging grants and intergovernmental funding to minimize reliance on local tax increases.
- Prioritizing infrastructure projects that provide measurable operational efficiencies (e.g., drainage and sanitation improvements).
- Monitoring inflationary trends, personnel costs, and insurance premiums to control operating expenses.
- Continuing conservative forecasting and multi-year planning to ensure balanced budgets.
- Issuing new bonds to fund major utility projects while leveraging favorable interest rates and maintaining stable debt service levels.

City of Gretna, Louisiana
Management's Discussion and Analysis
(Unaudited)
March 31, 2025

Conclusion

Overall, the City of Gretna enters fiscal 2026 in a strong fiscal position, supported by responsible financial management and strategic capital planning. While external factors such as inflation and economic uncertainty may continue to affect revenues, the City's leadership remains committed to maintaining service levels, investing in critical infrastructure, and preserving long-term financial sustainability.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to Raylyn Stevens, CPA, Finance Director, P.O. Box 404, Gretna, Louisiana 70054-0404

BASIC FINANCIAL STATEMENTS

CITY OF GRETNNA, LOUISIANA
Statement of Net Position
March 31, 2025

| | Primary Government | | | Total | |
|---|-------------------------|--------------------------|-----------------------|-------|--|
| | Governmental Activities | Business-type Activities | | | |
| ASSETS | | | | | |
| Current assets: | | | | | |
| Cash and cash equivalents | \$ 21,555,380 | \$ 4,057,458 | \$ 25,612,838 | | |
| Investments | 143,025 | - | 143,025 | | |
| Receivables, net | 4,464,179 | 954,984 | 5,419,162 | | |
| Due from other governments | 942,740 | - | 942,740 | | |
| Lease receivables | 21,157 | 6,475 | 27,632 | | |
| Prepaid expenditures | 580,044 | - | 580,044 | | |
| Restricted Cash | 3,559,649 | - | 3,559,649 | | |
| Total current assets | <u>31,266,174</u> | <u>5,018,917</u> | <u>36,285,091</u> | | |
| Noncurrent assets: | | | | | |
| Lease receivables | 164,799 | 230,313 | 395,112 | | |
| Capital Assets (net) | <u>91,857,162</u> | <u>24,228,892</u> | <u>116,086,054</u> | | |
| Total noncurrent assets | <u>92,021,961</u> | <u>24,459,205</u> | <u>116,481,165</u> | | |
| Total assets | <u>123,288,135</u> | <u>29,478,121</u> | <u>152,766,256</u> | | |
| DEFERRED OUTFLOWS OF RESOURCES | | | | | |
| Deferred Outflows-Pension Plan | 5,308,774 | 916,726 | 6,225,500 | | |
| Deferred Outflows-Other Post Employment Benefits | <u>158,462</u> | <u>-</u> | <u>158,462</u> | | |
| Total deferred outflows of resources | <u>5,467,236</u> | <u>916,726</u> | <u>6,383,962</u> | | |
| Total assets and deferred outflows of resources | <u>128,755,371</u> | <u>30,394,847</u> | <u>159,150,218</u> | | |
| LIABILITIES | | | | | |
| Current liabilities: | | | | | |
| Accounts payable | 3,225,589 | 279,769 | 3,505,358 | | |
| Accrued liabilities | 152,475 | - | 152,475 | | |
| Current Compensated absences | 455,447 | 68,990 | 524,438 | | |
| Payable from restricted assets | | | | | |
| Current portion of long-term debt | 1,474,000 | - | 1,474,000 | | |
| Right to use liability | 623,995 | 148,915 | 772,911 | | |
| Total current liabilities | <u>5,931,507</u> | <u>497,675</u> | <u>6,429,182</u> | | |
| Noncurrent liabilities: | | | | | |
| Customer deposits | - | 613,141 | 613,141 | | |
| Non-current portion of Right to use liability | 1,456,046 | 415,804 | 1,871,850 | | |
| Other post employment benefit | 338,544 | - | 338,544 | | |
| Non-current portion of long-term obligations | 11,842,081 | - | 11,842,081 | | |
| Non-current portion of net pension liability | 21,691,921 | 3,139,703 | 24,831,624 | | |
| Non-current Compensated Absences | 1,447,847 | 134,392 | 1,582,239 | | |
| Total noncurrent liabilities | <u>36,776,439</u> | <u>4,303,040</u> | <u>41,079,479</u> | | |
| Total liabilities | <u>42,707,946</u> | <u>4,800,715</u> | <u>47,508,661</u> | | |
| DEFERRED INFLOWS OF RESOURCES | | | | | |
| Deferred Inflows-Grant | 100,000 | - | 100,000 | | |
| Deferred Inflows-Lease related | 167,317 | 207,123 | 374,440 | | |
| Deferred Inflows-Pension related | 1,414,492 | 153,049 | 1,567,541 | | |
| Deferred Inflows-Other Post Employment Benefits | <u>200,259</u> | <u>-</u> | <u>200,259</u> | | |
| Total deferred inflows of resources | <u>1,882,068</u> | <u>360,172</u> | <u>2,242,240</u> | | |
| Total liabilities and deferred inflows of resources | <u>44,590,014</u> | <u>5,160,887</u> | <u>49,750,901</u> | | |
| NET POSITION | | | | | |
| Net investment in capital assets | 79,891,558 | 16,544,574 | 96,436,132 | | |
| Restricted for: | | | | | |
| Capital projects | 10,222,458 | - | 10,222,458 | | |
| Debt service | 1,503,911 | - | 1,503,911 | | |
| Other purposes | 11,068,073 | - | 11,068,073 | | |
| Unrestricted | <u>(18,520,643)</u> | <u>8,689,386</u> | <u>(9,831,257)</u> | | |
| Total net position | <u>\$ 84,165,357</u> | <u>\$ 25,233,960</u> | <u>\$ 109,399,317</u> | | |

The notes to financial statements are an integral part of this statement.

CITY OF GRETNA, LOUISIANA
Statement of Activities
March 31, 2025

| Functions/Programs | Expenses | Program Revenues | | | Net (Expense) Revenue and Changes in Net Position | | |
|---|----------------------|----------------------|------------------------------------|----------------------------------|---|--------------------------|------------------------|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Primary Government | | |
| | | | | | Governmental Activities | Business-type Activities | Total |
| Primary government: | | | | | | | |
| Governmental activities: | | | | | | | |
| General government | \$ 4,930,224 | \$ 415,578 | \$ 267,770 | \$ - | \$ (4,246,877) | \$ - | \$ (4,246,877) |
| Public safety | 22,829,051 | 1,609,068 | 2,377,266 | - | (18,842,718) | - | (18,842,718) |
| Public works | 9,998,032 | 1,987,629 | 221,350 | - | (7,789,053) | - | (7,789,053) |
| Culture and recreation | 3,611,987 | 193,061 | 773,245 | - | (2,645,680) | - | (2,645,680) |
| Cemetery | 69,588 | 13,050 | - | - | (56,538) | - | (56,538) |
| Interest & issue cost on long-term debt | 493,474 | - | - | - | (493,474) | - | (493,474) |
| Total governmental activities | <u>41,932,356</u> | <u>4,218,386</u> | <u>3,639,631</u> | <u>-</u> | <u>(34,074,340)</u> | <u>-</u> | <u>(34,074,340)</u> |
| Business-type activities: | | | | | | | |
| Water Utility | 3,898,792 | 3,622,055 | - | - | - | (276,737) | (276,737) |
| Sewer Utility | 4,032,106 | 3,300,436 | - | - | - | (731,670) | (731,670) |
| Total business-type activities | <u>7,930,898</u> | <u>6,922,490</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(1,008,407)</u> | <u>(1,008,407)</u> |
| Total primary government | <u>\$ 49,863,254</u> | <u>\$ 11,140,877</u> | <u>\$ 3,639,631</u> | <u>\$ -</u> | <u>\$ (34,074,340)</u> | <u>\$ (1,008,407)</u> | <u>\$ (35,082,747)</u> |
| General revenues: | | | | | | | |
| Ad valorem taxes | | | | 9,996,600 | 664,462 | 10,661,062 | |
| Franchise taxes | | | | 637,525 | - | 637,525 | |
| Sales taxes | | | | 12,099,449 | - | 12,099,449 | |
| Occupational licenses | | | | 1,196,367 | - | 1,196,367 | |
| Intergovernmental revenues | | | | 5,723,864 | - | 5,723,864 | |
| Fines and forfeitures | | | | 1,730,052 | - | 1,730,052 | |
| Investment earnings | | | | 1,454,751 | - | 1,454,751 | |
| Gain (loss) on sale of capital assets | | | | 21,772 | - | 21,772 | |
| Miscellaneous | | | | 690,214 | 154,588 | 844,802 | |
| Transfers | | | | 186,607 | (186,607) | - | |
| Total general revenues and transfers | | | | <u>33,737,201</u> | <u>632,443</u> | <u>34,369,644</u> | |
| Change in net position | | | | (337,139) | (375,964) | (713,103) | |
| Net position - beginning | | | | 84,502,496 | 25,609,924 | 110,112,421 | |
| Net position - ending | | | | <u>\$ 84,165,358</u> | <u>\$ 25,233,960</u> | <u>\$ 109,399,318</u> | |

The notes to financial statements are an integral part of this statement.

CITY OF GRETNNA, LOUISIANA
Balance Sheet
Governmental Funds
March 31, 2025

| | GENERAL FUND | FIRE PROTECTION | AMBULANCE | CAPITAL PROJECTS | DEBT SERVICE | POLICE GRANT FUND | Total Nonmajor Funds | Total Governmental Funds |
|---|---------------------|---------------------|---------------------|----------------------|---------------------|-------------------|----------------------|--------------------------|
| ASSETS | | | | | | | | |
| Cash and cash equivalents | \$ 4,796,006 | \$ 1,976,893 | \$ 3,119,137 | \$ 7,291,817 | \$ - | \$ 277,535 | \$ 4,093,993 | \$ 21,555,380 |
| Receivables, net | 1,466,906 | 66,821 | 28,234 | 1,651,336 | 85,972 | 231,288 | 933,622 | 4,464,179 |
| Due from other funds | 42,851 | - | - | - | - | - | - | 42,851 |
| Due from other governments | 216,321 | - | - | 196,650 | - | 104,524 | 425,245 | 942,740 |
| Restricted assets: Cash and cash equivalents | - | 350,526 | - | 1,791,184 | 1,417,939 | - | - | 3,559,649 |
| Investment earnings | 143,025 | - | - | - | - | - | - | 143,025 |
| Prepaid items (principally insurance) | 580,044 | - | - | - | - | - | - | 580,044 |
| Total assets | <u>\$ 7,245,153</u> | <u>\$ 2,394,240</u> | <u>\$ 3,147,370</u> | <u>\$ 10,930,987</u> | <u>\$ 1,503,911</u> | <u>\$ 613,347</u> | <u>\$ 5,452,860</u> | <u>\$ 31,287,868</u> |
| LIABILITIES | | | | | | | | |
| Accounts payable | \$ 697,739 | \$ 736,456 | \$ 3,948 | \$ 1,059,055 | \$ - | \$ 125,395 | \$ 602,997 | \$ 3,225,589 |
| Accrued liabilities | 152,475 | - | - | - | - | - | - | 152,475 |
| Due to other funds | - | - | - | - | - | 42,851 | - | 42,851 |
| Total liabilities | <u>\$ 850,214</u> | <u>736,456</u> | <u>3,948</u> | <u>1,059,055</u> | <u>-</u> | <u>168,246</u> | <u>602,997</u> | <u>3,420,915</u> |
| Total liabilities and deferred inflows of resources | <u>\$ 850,214</u> | <u>736,456</u> | <u>3,948</u> | <u>1,059,055</u> | <u>-</u> | <u>168,246</u> | <u>602,997</u> | <u>3,420,915</u> |
| FUND BALANCES (DEFICITS) | | | | | | | | |
| Nonspendable | | | | | | | | |
| Prepaid Expenditures | 580,044 | - | - | - | - | - | - | 580,044 |
| Restricted | | | | | | | | |
| Debt service | - | - | - | - | 1,503,911 | - | - | 1,503,911 |
| Committed | | | | | | | | |
| Capital projects | - | 350,526 | - | 9,871,932 | - | - | - | 10,222,458 |
| Contingencies | 227,840 | - | - | - | - | - | - | 227,840 |
| Emergency preparation | 271,908 | - | - | - | - | - | - | 271,908 |
| Separation and settlement | 209,162 | - | - | - | - | - | - | 209,162 |
| Assigned | | | | | | | | |
| Court management | 240,551 | - | - | - | - | - | - | 240,551 |
| Culture and recreation | - | - | - | - | - | - | 1,335,642 | 1,335,642 |
| Property seizure | 372,968 | - | - | - | - | - | - | 372,968 |
| Public safety | - | 1,307,258 | 3,143,422 | - | - | 445,101 | 1,043,530 | 5,939,312 |
| Public works | - | - | - | - | - | - | 2,470,691 | 2,470,691 |
| Unassigned | | | | | | | | |
| Unassigned | 4,492,466 | - | - | - | - | - | - | 4,492,466 |
| Total fund balances (deficits) | <u>\$ 6,394,938</u> | <u>1,657,784</u> | <u>3,143,422</u> | <u>9,871,932</u> | <u>1,503,911</u> | <u>445,101</u> | <u>4,849,863</u> | <u>27,866,953</u> |
| Total liabilities and fund balances (deficits) | <u>\$ 7,245,153</u> | <u>\$ 2,394,240</u> | <u>\$ 3,147,370</u> | <u>\$ 10,930,987</u> | <u>\$ 1,503,911</u> | <u>\$ 613,347</u> | <u>\$ 5,452,860</u> | <u>\$ 31,287,868</u> |

The notes to financial statements are an integral part of this statement.

CITY OF GRETNA, LOUISIANA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
March 31, 2025

Total Fund Balance at March 31, 2025-Governmental Funds \$ 27,866,953

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

Capital assets and right of use leased assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. These assets consist of the following:

| | | |
|--|---------------------|------------|
| Cost of capital assets and right of use assets at March 31, 2025: | 153,577,425 | |
| Less accumulated depreciation and amortization as of March 31, 2025: | <u>(61,720,258)</u> | 91,857,167 |

The deferred outflows of expenditures for the OPEB and various pensions are not a use of current resources, and therefore, are not reported in the funds

| | | |
|--------------------------------|----------------|-----------|
| Pension plan | 5,308,774 | |
| Other post employment benefits | <u>158,462</u> | 5,467,236 |

Some liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds. These liabilities consist of the following:

| | | |
|--|--------------------|--------------|
| Long-term liabilities at March 31, 2025: | | |
| Bonds payable | (12,296,500) | |
| Right of use liability | 2,080,041 | |
| Unamortized bond premium | (1,019,581) | |
| Other post employment benefits | (338,544) | |
| Net pension liability | (21,691,921) | |
| Compensated absences | <u>(1,903,294)</u> | (35,169,799) |

The deferred inflows of contributions for the OPEB and various pensions are not available resources and therefore, are not reported in the funds

| | | |
|--|------------------|-------------|
| Deferred inflows of resources - grants | (100,000) | |
| Deferred inflows of resources - pension plan | (1,414,492) | |
| Deferred inflows of resources - other post employment benefits | <u>(200,259)</u> | (1,714,751) |

Net position-March 31, 2025 \$ 84,165,357

The notes to financial statements are an integral part of this statement.

CITY OF GRETNNA, LOUISIANA
 Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds
 For the Year Ended March 31, 2025

| | GENERAL FUND | FIRE PROTECTION | AMBULANCE | CAPITAL PROJECTS | DEBT SERVICE | POLICE GRANT FUND | Total Nonmajor Funds | Total Governmental Funds |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|-------------------|----------------------|--------------------------|
| REVENUES | | | | | | | | |
| Ad valorem | \$ 4,289,437 | \$ 2,853,493 | \$ 1,215,202 | \$ - | \$ - | \$ - | \$ 1,638,468 | \$ 9,996,600 |
| Sales | 10,600,047 | - | - | - | 1,031,658 | - | 467,744 | 12,099,449 |
| Franchise | 637,525 | - | - | - | - | - | - | 637,525 |
| Intergovernmental | 2,465,247 | 157,948 | - | 927,326 | - | 1,520,792 | 3,710,386 | 8,781,700 |
| Charges for services | 428,628 | - | 1,609,068 | - | - | - | 2,180,690 | 4,218,386 |
| Fines and forfeitures | 1,730,052 | - | - | - | - | - | - | 1,730,052 |
| Licenses and permits | 1,196,367 | - | - | - | - | - | - | 1,196,367 |
| Investment earnings | 1,083,051 | 146,887 | 131,907 | - | 92,907 | - | - | 1,454,751 |
| Miscellaneous | 413,292 | - | - | - | - | 131,530 | 148,526 | 693,348 |
| Total revenues | <u>22,843,645</u> | <u>3,158,327</u> | <u>2,956,177</u> | <u>927,326</u> | <u>1,124,565</u> | <u>1,652,322</u> | <u>8,145,814</u> | <u>40,808,178</u> |
| EXPENDITURES | | | | | | | | |
| Current: | | | | | | | | |
| General government | 4,759,146 | - | - | - | - | - | - | 4,759,146 |
| Public safety | 12,935,747 | 2,699,229 | 2,027,345 | - | - | 1,366,814 | 2,738,997 | 21,768,131 |
| Public works | 4,764,197 | - | - | 884,309 | - | - | 2,505,982 | 8,154,487 |
| Culture and recreation | - | - | - | - | - | - | 2,989,148 | 2,989,148 |
| Cemetery | 69,588 | - | - | - | - | - | - | 69,588 |
| Debt service: | | | | | | | | |
| Principal retirement | - | - | - | - | 1,443,000 | - | - | 1,443,000 |
| Interest | - | - | - | - | 561,446 | - | - | 561,446 |
| Capital outlay: | | | | | | | | |
| Capital Outlay | 3,236,384 | 1,256,189 | 60,146 | 1,150,192 | - | 226,037 | 92,256 | 6,021,204 |
| Total expenditures | <u>25,765,061</u> | <u>3,955,418</u> | <u>2,087,491</u> | <u>2,034,500</u> | <u>2,004,446</u> | <u>1,592,851</u> | <u>8,326,382</u> | <u>45,766,150</u> |
| Excess (deficiency) of revenues over expenditures | <u>(2,921,416)</u> | <u>(797,091)</u> | <u>868,686</u> | <u>(1,107,174)</u> | <u>(879,881)</u> | <u>59,471</u> | <u>(180,568)</u> | <u>(4,957,972)</u> |
| OTHER FINANCING SOURCES (USES) | | | | | | | | |
| Transfers in | 1,512,903 | - | - | 288,037 | 809,081 | 214,847 | 346,229 | 3,171,096 |
| Transfers out | (452,247) | (454,750) | (300,000) | (1,742,966) | - | - | (34,526) | (2,984,489) |
| Leases & subscriptions issued | 1,425,442 | - | - | - | - | - | - | 1,425,442 |
| Total other financing sources (uses) | <u>2,486,097</u> | <u>(454,750)</u> | <u>(300,000)</u> | <u>(1,454,929)</u> | <u>809,081</u> | <u>214,847</u> | <u>311,703</u> | <u>1,612,049</u> |
| Net change in fund balances | (435,319) | (1,251,841) | 568,686 | (2,562,103) | (70,800) | 274,318 | 131,135 | (3,345,923) |
| Fund balances - beginning | <u>6,830,257</u> | <u>2,909,625</u> | <u>2,574,736</u> | <u>12,434,035</u> | <u>1,574,711</u> | <u>170,783</u> | <u>4,718,728</u> | <u>31,212,876</u> |
| Fund balances - ending | <u>\$ 6,394,938</u> | <u>\$ 1,657,784</u> | <u>\$ 3,143,422</u> | <u>\$ 9,871,932</u> | <u>\$ 1,503,911</u> | <u>\$ 445,101</u> | <u>\$ 4,849,863</u> | <u>\$ 27,866,953</u> |

The notes to financial statements are an integral part of this statement.

CITY OF GRETNA, LOUISIANA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For The Year Ended March 31, 2025

| | |
|--|-----------------------|
| Total net change in fund balances - governmental funds | <u>\$ (3,345,923)</u> |
|--|-----------------------|

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

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

| | |
|--|--------------------|
| Capital outlays, Right of use assets, and equipment purchases which are considered expenditures on the statement of revenues, expenditures and changes in fund balance | 6,021,205 |
| Decrease in cost of right of use assets | (83,295) |
| Depreciation expense | <u>(4,566,719)</u> |

Repayment of principal of long-term debt is recorded as expenditures in the governmental funds but reduces the liability in the statement of net position. Also governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities over multiple periods.

| | |
|--|---------------|
| Principal portion of debt service payments | 1,443,000 |
| Change in bond premiums | <u>67,972</u> |

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

| | |
|--------------------------------|------------------|
| Pension | 852,096 |
| Other post employment benefits | 145,795 |
| Compensated absences | (55,773) |
| Leases and subscriptions | <u>(715,491)</u> |

Revenues reported in the governmental funds are recognized when they are both measurable and available to finance current period expenditures. However, under the economic resources measurement focus used in the government-wide statements, revenues are recognized when they are earned, regardless of when they become available. Therefore, amounts reported as revenue in the governmental funds that have not yet been earned are deferred in the government-wide statements until the underlying transaction has occurred or the eligibility requirements have been met.

| | |
|--|---------------------|
| Grants | (100,000) |
| Change in net position - governmental activities | <u>\$ (337,133)</u> |

The notes to financial statements are an integral part of this statement.

CITY OF GRETNA, LOUISIANA

Statement of Net Position

Proprietary Funds

March 31, 2025

| | Business-type Activities | | |
|---|--------------------------|----------------------|------------------------|
| | Water Utility | Sewer Utility | Total Enterprise Funds |
| ASSETS | | | |
| Current assets: | | | |
| Cash and cash equivalents | \$ 1,698,366 | \$ 2,359,092 | \$ 4,057,458 |
| Receivables, net | 497,823 | 457,161 | 954,984 |
| Lease receivables | 5,893 | - | 5,893 |
| Lease interest receivable | 582 | - | 582 |
| Total current assets | <u>2,202,664</u> | <u>2,816,253</u> | <u>5,018,917</u> |
| Noncurrent assets: | | | |
| Lease receivables | 230,313 | - | 230,313 |
| Right of use leased assets (net) | 406,676 | 160,425 | 567,102 |
| Capital assets, net | <u>7,821,808</u> | <u>15,839,982</u> | <u>23,661,790</u> |
| Total noncurrent assets | <u>8,458,797</u> | <u>16,000,407</u> | <u>24,459,205</u> |
| Total assets | <u>10,661,461</u> | <u>18,816,661</u> | <u>29,478,121</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | | |
| Pensions related | <u>530,086</u> | <u>386,640</u> | <u>916,726</u> |
| Total deferred outflows of resources | <u>530,086</u> | <u>386,640</u> | <u>916,726</u> |
| Total assets and deferred outflows of resources | <u>\$ 11,191,547</u> | <u>\$ 19,203,301</u> | <u>\$ 30,394,847</u> |
| LIABILITIES | | | |
| Current liabilities: | | | |
| Accounts payable | \$ 134,543 | \$ 145,226 | \$ 279,769 |
| Lease liability | 94,230 | 54,686 | 148,915 |
| Accrued compensated absences | <u>43,781</u> | <u>25,209</u> | <u>68,990</u> |
| Total current liabilities | <u>272,554</u> | <u>225,121</u> | <u>497,675</u> |
| Noncurrent liabilities: | | | |
| Lease liability | 308,018 | 107,785 | 415,804 |
| Customer deposits | 613,141 | - | 613,141 |
| Accrued compensated absences | 92,667 | 41,725 | 134,392 |
| Pension Liability | <u>1,827,321</u> | <u>1,312,382</u> | <u>3,139,703</u> |
| Total noncurrent liabilities | <u>2,841,147</u> | <u>1,461,892</u> | <u>4,303,040</u> |
| Total liabilities | <u>3,113,701</u> | <u>1,687,013</u> | <u>4,800,715</u> |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Pension related | <u>99,439</u> | <u>53,610</u> | <u>153,049</u> |
| Lease related | <u>207,123</u> | <u>-</u> | <u>207,123</u> |
| Total deferred inflows of resources | <u>306,562</u> | <u>53,610</u> | <u>360,172</u> |
| Total liabilities and deferred inflows of resources | <u>3,420,264</u> | <u>1,740,623</u> | <u>5,160,887</u> |
| NET POSITION | | | |
| Net investment in capital assets | 6,693,959 | 9,850,615 | 16,544,574 |
| Unrestricted | <u>1,077,324</u> | <u>7,612,062</u> | <u>8,689,386</u> |
| Total net position | <u>\$ 7,771,283</u> | <u>\$ 17,462,677</u> | <u>\$ 25,233,960</u> |

The notes to financial statements are an integral part of this statement.

CITY OF GRETNA, LOUISIANA
 Statement of Revenues, Expenses and Changes in Net Position
 Proprietary Funds
 March 31, 2025

OPERATING REVENUES

| | Water Utility | Business-type Activities | Total Enterprise Funds |
|--------------------------|---------------|--------------------------|------------------------|
| | Sewer Utility | | |
| Charges for services | \$ 3,622,055 | \$ 3,300,436 | \$ 6,922,490 |
| Total operating revenues | 3,622,055 | 3,300,436 | 6,922,490 |

OPERATING EXPENSES

| | | | |
|-----------------------------------|-----------|-----------|-----------|
| Building and maintenance expenses | 239,729 | 263,093 | 502,822 |
| Depreciation | 484,133 | 864,953 | 1,349,086 |
| General expenses | 302,668 | 324,674 | 627,342 |
| Operating supplies and purchases | 467,827 | 508,664 | 976,491 |
| Outside service | 166,769 | 478,211 | 644,979 |
| Personnel expense | 1,974,111 | 1,493,776 | 3,467,887 |
| Rentals and leases | 74,994 | 67,841 | 142,835 |
| Service charges | 90,063 | - | 90,063 |
| Transportation | 89,590 | 23,397 | 112,986 |
| Total operating expenses | 3,889,883 | 4,024,608 | 7,914,491 |
| Operating income (loss) | (267,828) | (724,173) | (992,001) |

NONOPERATING REVENUES (EXPENSES)

| | | | |
|--|---------------------|----------------------|----------------------|
| Ad valorem | - | 664,462 | 664,462 |
| Interest expense | (8,909) | (7,498) | (16,406) |
| Lease revenue | 16,991 | - | 16,991 |
| Pension revenue | 46,750 | 22,376 | 69,126 |
| Miscellaneous | 68,470 | - | 68,470 |
| Total nonoperating revenues (expenses) | 123,303 | 679,341 | 802,644 |
| Income (loss) before transfers | (144,526) | (44,832) | (189,357) |
| Transfers out | - | (186,607) | (186,607) |
| Change in net position | (144,526) | (231,439) | (375,964) |
| Total net position - beginning | 7,915,808 | 17,694,116 | 25,609,924 |
| Total net position - ending | <u>\$ 7,771,283</u> | <u>\$ 17,462,677</u> | <u>\$ 25,233,960</u> |

The notes to financial statements are an integral part of this statement.

CITY OF GRETNNA, LOUISIANA
 Statement of Cash Flows
 Proprietary Funds
 March 31, 2025

| | Business-type Activities - Enterprise Funds | | |
|---|---|---------------------|------------------------|
| | Water Utility | Sewer Utility | Total Enterprise Funds |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Cash receipts from customers | \$ 3,779,368 | \$ 3,445,704 | \$ 7,225,072 |
| Payments to employees | (2,040,641) | (1,547,429) | (3,588,070) |
| Payments to suppliers | (1,445,672) | (1,565,904) | (3,011,575) |
| Other payments | (582) | 36,500 | 35,918 |
| Refunds of customer meter deposits | 1,266 | - | 1,266 |
| Net cash provided (used) by operating activities | <u>293,739</u> | <u>368,871</u> | <u>662,610</u> |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | | | |
| Ad valorem taxes | - | 687,578 | 687,578 |
| Pension revenue received | 46,750 | 22,376 | 69,126 |
| Transfers out | - | (186,607) | (186,607) |
| Net cash provided (used) by noncapital financing activities | <u>46,750</u> | <u>523,347</u> | <u>570,098</u> |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | | | |
| Lease revenue | 12,887 | - | 12,887 |
| Proceeds for sale of capital assets | 68,470 | - | 68,470 |
| Purchases of capital assets | (115,141) | (414,441) | (529,582) |
| Interest paid on capital debt & leases | (8,909) | (7,498) | (16,406) |
| Principal paid on capital debt & leases | (50,733) | (55,374) | (106,107) |
| Net cash provided (used) by capital and related financing activities | <u>(93,426)</u> | <u>(477,313)</u> | <u>(570,739)</u> |
| Net increase (decrease) in cash and cash equivalents | <u>247,063</u> | <u>414,906</u> | <u>661,969</u> |
| Balances - beginning of year | <u>1,451,303</u> | <u>1,944,186</u> | <u>3,395,489</u> |
| Balances - end of the year | <u>\$ 1,698,366</u> | <u>\$ 2,359,092</u> | <u>\$ 4,057,458</u> |
| Reconciliation of operating income (loss) to net cash provided (used) by operating activities: | | | |
| Operating Income (loss) | \$ (267,828) | \$ (724,173) | \$ (992,001) |
| Adjustment for Depreciation expense | 484,133 | 864,953 | 1,349,086 |
| Changes in assets and liabilities: | | | |
| Accounts Payable - Other | 1,067 | - | 1,067 |
| Accounts Payable - Supplier | (14,190) | 99,976 | 85,785 |
| Compensated absences | 8,361 | (17,575) | (9,215) |
| Customer Receivables | 139,585 | 145,269 | 284,854 |
| Other operating receivables | (582) | 36,500 | 35,918 |
| Customer meter deposits payable | 18,085 | - | 18,085 |
| Pension related | (74,891) | (36,078) | (110,969) |
| Net cash provided (used) by operating activities | <u>\$ 293,739</u> | <u>\$ 368,871</u> | <u>\$ 662,610</u> |

The notes to financial statements are an integral part of this statement.

NOTES TO FINANCIAL STATEMENTS

CITY OF GRETNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. General Statement

The City of Gretna, Louisiana (the City) was incorporated in June 1913, under the provisions of the Lawrason Act. The City operates under a Mayor and City Council form of government and provides the following services as authorized by its charter: public safety (police and fire), streets, drainage, sanitation, health, social services, recreation, public improvements, planning and zoning, and general administrative services.

The accounting and reporting policies of the City conform to generally accepted accounting principles as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:517 and to the guidelines set forth in the *Louisiana Municipal Audit and Accounting Guide*, and the industry audit guide, *Audits of State and Local Governmental Units* and by the Financial Accounting Standards Board (when applicable). As allowed in Section P8O of GASB's Codification of Governmental Accounting and Financial Reporting Standards, the City has elected not to apply Financial Accounting Standards Board Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins of the Committee of Accounting Procedure issued after November 30, 1989. The accompanying basic financial statements have been prepared in conformity with GASB 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments. The more significant accounting policies of the City are described below.

2. Financial Reporting Entity

The City's basic financial statements include the accounts of all City operations. The criteria for including organizations as component units within the City's reporting entity, as set forth in Section 2200 of GASB's Codification of Governmental Accounting and Financial Reporting Standards, include whether:

- the organization is legally separate (can sue and be sued in their own name)
- the City holds the corporate powers of the organization
- the City appoints a voting majority of the organization's board
- the City can impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the City
- there is fiscal dependency by the organization on the City

Based on the aforementioned criteria, the City has no component units.

3. Basis of Presentation

The government-wide financial statements (the statement of net position) report information on all of the activities of the City. The effect of interfund activity, within the governmental and business-type activities columns, has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Basis of Presentation (Continued)

The Statement of Activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given program and 2) operating or capital grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Taxes and other items not properly included among program revenues are reported instead as general revenues. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

Fund Financial Statements

The City segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Separate statements are presented for governmental and proprietary activities. These statements present each major fund as a separate column on the fund financial statements; all non-major funds are aggregated and presented in a single column.

Governmental funds are those through which most governmental functions typically are financed. The measurement focus of governmental funds is on the sources, uses and balance of current financial resources. The City has presented the following major governmental funds:

General Fund

The General Fund is the main operating fund of the City. This fund is used to account for all financial resources not accounted for in other funds. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other funds are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the General Fund.

Fire Protection Fund

The Fire Protection Fund is used to account for 16.19 mills in ad valorem tax specifically dedicated for the purchase and maintenance of fire fighting equipment and to provide for payment of contractual obligations to the City's volunteer fire company to provide fire protection to the City and its citizens.

Ambulance Fund

The Ambulance Fund is used to account for 6.23 mills in ad valorem tax specifically dedicated for the salaries and purchases of medical supplies and equipment necessary to operate the City's EMT department which provides emergency medical services to the City and its citizens.

CITY OF GRETNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Basis of Presentation (Continued)

Capital Projects Fund

The Capital Projects Fund is used to account for all resources and expenditures in connection with the acquisition of capital facilities and major capital improvements.

Debt Service Fund

The Debt Service Fund is used to account for the collection of Sales Tax revenues and the payment of principal and interest on the Series 2009A Sales Tax Bonds, 2014 and 2016 Refunding Bonds, and the Series 2020 Bonds.

Grant Fund

The Grant fund serves as a dedicated accounting mechanism for tracking both grant revenues and expenditures associated with municipal services, including those provided by the Gretna Police Department. Any residual fund balances are indicative of unutilized grant revenues allocated for disbursement in subsequent fiscal periods.

Proprietary Funds

Proprietary Funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. The accounting objectives are determinations of net income, financial position and cash flow. All assets and liabilities are included on the Statement of Net Position. The City has presented the following major proprietary funds:

Municipal Waterworks System Fund

The Municipal Waterworks System Fund is used to account for the provision of water services to the 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.

Municipal Sewer System Fund

The Municipal Sewer System Fund is used to account for the provision of sewer services to the 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 billing.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for the proprietary funds include the cost of personnel and contractual services, supplies and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. Measurement Focus/Basis of Accounting

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide statements and fund financial statements for proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the statement of net position and the operating statements present increases (revenues) and decreases (expenses) in net total assets. Under the accrual basis of accounting, revenues are recognized when earned, including unbilled water and sewer services which are accrued. Expenses are recognized at the time the liability is incurred.

Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., when they become both measurable and available. “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The City considers property taxes as available if they are collected within 60 days after year end. A one-year availability period is used for recognition of all other Governmental Fund revenues. Expenditures are recorded when the related fund liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences are recorded only when payment is due.

The revenues susceptible to accrual are property taxes, franchise fees, charges for service, interest income and intergovernmental revenues. Sales taxes collected and held by the Parish at year end on behalf of the government are also recognized as revenue. All other governmental fund revenues are recognized when received.

5. Budgets and Budgetary Accounting

The procedures used by the City in establishing the budgetary data reflected in the financial statements are as follows:

- a. Not less than 30 days before the end of the fiscal year, the Mayor recommends to the City Council a proposed operating budget for the ensuing fiscal year. The operating budget includes proposed expenditures and the means of financing them.
- b. The proposed budget is summarized and advertised, and the public notified that the proposed budget is available for inspection and that within 10 days thereafter public hearings are conducted to obtain taxpayer comments.
- c. The budget is then legally enacted through Councilmanic ordinance.

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Budgets and Budgetary Accounting (Continued)

- d. Any revisions that alter the total expenditures of a department or line item changes within the department greater than \$10,000 must be approved by the City Council. Any revisions less than \$10,000 can be changed by the finance director for city departments with approval of the Mayor or for police department with approval of the Chief of Police.
- e. The level of budget control is at the division, department, or project level; and expenditures/encumbrances may not exceed appropriations until additional appropriations have been provided. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, and Enterprise Funds. Effective control of cost is, therefore, maintained by Councilmanic action that approves a budget for each project and is controlled on a project life basis.
- f. Budgets for the General Fund, Special Revenue Funds and Enterprise Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP), except those encumbrances are treated as budgeted expenditures in the year of incurrence of the commitment to purchase. Budgetary comparisons presented for the General Fund, Major Special Revenue Funds, and Capital Projects Fund (for presentation purposes only) in the accompanying financial statements are on this non-GAAP budgetary basis. Budgeted amounts are as originally adopted or as finally amended by the City Council.
- g. All unencumbered appropriations lapse at the end of each fiscal year.
- h. For the year ended March 31, 2025, expenditures exceed appropriations in the General Fund, Fire Protection, Capital Projects, and Debt Service. The excess expenditures were covered by available fund balance in these funds.

6. Cash and Investments

Cash includes amounts in demand deposits, interest bearing demand deposits, and money market accounts. Under state law, the City may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. Under state law, the City may invest in United States bonds, treasury notes, or certificates. These are classified as investments if their original maturities exceed 90 days; however, if the original maturities are 90 days or less, they are classified as cash. Investments are stated at cost.

The City maintains a cash investment pool (Central Depository Account) that is used by all of the City's funds. Each fund's portion of this cash pool is displayed on the combined balance sheet as cash. Investments are separately held by several of the City's funds.

Cash and cash equivalents, for cash flow statement purposes, include investments in highly liquid debt instruments with maturities of three months or less, including amounts whose use is limited by board designation.

7. Allowance for Uncollectible Accounts

The City calculates its allowance for uncollectible accounts using historical collection data and, in certain cases, specific account analysis.

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. Interfund Receivables and Payables

Any residual balances outstanding between the governmental activities and business-type activities are eliminated in the government-wide financial statements as “due from or to other funds”.

9. Transactions Between Funds

Legally authorized transfers are treated as interfund transfers and are included in the results of operations of both Governmental and Proprietary Funds. For purposes of the statement of activities, all interfund transfers between individual governmental funds have been eliminated.

10. Restricted Assets

Restricted Assets include cash and investments in the General, Capital Projects, Sales Tax and Proprietary Funds which are restricted as to their use. These restrictions are principally related to requirements of bond issues, utility meter deposits, and funds dedicated for future needs or obligations. It is the City’s policy to use restricted assets before unrestricted assets for their intended purpose.

11. Capital Assets

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements for proprietary funds. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at their fair market value on the date donated. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized. Interest has not been capitalized during the construction period on property, plant and equipment.

Assets capitalized have an original cost of \$5,000 or more and over one year of useful life. Depreciation has been calculated on each class of depreciable property using the straight-line method. Estimated useful lives are as follows:

| <u>Description</u> | <u>Life In Years</u> |
|-------------------------|----------------------|
| Buildings | 25-40 |
| Water and Sewer Systems | 40 |
| Infrastructure | 20-40 |
| Machinery and Equipment | 5-20 |
| Improvements | 20-30 |

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

12. Compensated Absences

Employees are allowed to accrue annual leave. In addition, employees are allowed to accrue up to 45 days of sick leave. The balance accumulated is paid to employees upon termination. The current and non-current portion of this obligation in the governmental funds is recorded in the government-wide financial statements. The current and non-current balance of this obligation in the proprietary funds is recorded in the fund financial statements.

13. Long Term Debt

In the government-wide financial statements, long-term debt and other long-term obligations are recognized as liabilities in the applicable governmental activities Statement of Net Position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond issuance costs during the current period. The face amount of debt issued as well as bond premiums are reported as other financing sources. Payments of principal and interest are recorded as expenditures only when due.

14. Fund Equity

Equity Classifications

Government-Wide Financial Statements

In the Government-Wide Financial Statements equity is classified as net position and displayed in three components:

- a. **Invested in capital assets, net of related debt** – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. **Restricted net position** – Consists of assets with constraints 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.
- c. **Unrestricted net position** – All other net position that do not meet the definition of “restricted” or “invested in capital assets, net of related debt”.

Proprietary fund equity is classified the same as in the government-wide statements.

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

14. Fund Equity (Continued)

Fund Financial Statements

During the fiscal year ended March 31, 2013, the City implemented GASB 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent. The following classifications describe the relative strength of the spending constraints:

- a. **Nonspendable** – This component includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.
- b. **Restricted** – This component consists of amounts that have constraints placed on them either externally by third parties (creditors, grantors, contributors, or laws or regulations of other governments) or by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the City to assess, levy, charge or otherwise mandate payment of resources (from external resource providers) and includes a legal requirement (compelled by external parties) that those resources be used only for the specific purposes stipulated in the legislation.
- c. **Committed** – This component consists of amounts that can only be used for specific purposes determined by a formal decision of the City Council, which is the highest level of decision making authority for the City. Those committed amounts cannot be used for any other purpose unless the City Council removes or changes the specified use by taking the same type of action (ordinance or resolution) it employed to commit those amounts.
- d. **Assigned** – This component encompasses amounts that are designated for specific purposes based on the expressed intent of the City Council Members, yet these amounts are not classified as restricted or committed. The authority to assign fund balance is formally designated by the City Council.
- e. **Unassigned** – This classification represents amounts that have not been restricted, committed or assigned to specific purposes within the general fund. When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources (committed, assigned and unassigned) as they are needed. When unrestricted resources (committed, assigned and unassigned) are available for use it is the City's policy to use committed resources first, then unassigned as they are needed. The City does not have a formal minimum fund balance policy.

15. Revenues and Expenditure Recognition

- a. **Ad Valorem Taxes.** Ad Valorem taxes are recognized in the fiscal year in which the taxes are levied. Taxes are due and become an enforceable lien on property on the first day of the month following the filing of the tax rolls by the assessor with the Louisiana Tax Commission (usually December 1). City taxes are billed and collected by the City.

CITY OF GRETNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

15. Revenues and Expenditure Recognition (Continued)

a. Ad Valorem Taxes. (Continued)

Taxes become delinquent on January 1st in the year after levy. Taxes are levied on property values determined by the Jefferson Parish Assessor's Office. All land and residential improvements are assessed at 10 percent of its fair market value and other property at 15 percent of its fair market value. Ad valorem taxes are levied (per \$1,000 assessed value) in varying amounts for maintenance and operation, debt service and capital improvements for the City and are distributed to its funds as follows:

| <u>FUND</u> | <u>2024</u> | |
|-----------------------------------|---------------------------------|---|
| | <u>MILLAGE</u> | |
| | <u>City of</u> <u>Gretna</u> | <u>Timberlane</u> <u>Subdivision</u> |
| General Fund | 21.86 | 21.86 |
| Fire Protection Fund | 16.19 | - |
| Recreation Fund | 4.20 | 4.20 |
| Street Light Improvements Fund | 3.73 | 3.73 |
| Ambulance Fund | 6.23 | 6.23 |
| Social Services For The Aged Fund | 0.47 | 0.47 |
| Municipal Sewer System Fund | <u>3.77</u> | <u>-</u> |
| | <u><u>56.45</u></u> | <u><u>36.49</u></u> |

b. Sales and Use Tax. For the year ended March 31, 2025, 4.75% local sales and use tax was levied and collected within the City of Gretna by the Jefferson Parish Sheriff's Office of which 3.25% was received by the City of Gretna and dedicated for the following purposes:

- 1/4 percent is levied by law enforcement
- 1954 ½ percent sales tax collected solely for the purpose of constructing and maintaining public roads, highways and bridges within the city
- 1966 ½ percent sales tax collected for general purposes determined by the Council
- 1981 ½ percent sales tax is collected and distributed as follows:
 - 1/3 of ½ percent collected parish wide is dedicated for operation and maintenance of city drainage facilities
 - 2/3 of ½ percent collected for operation, maintenance, and capital improvements of drainage and sewerage facilities

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

15. Revenues and Expenditure Recognition (Continued)

b. Sales and Use Tax. (Continued)

1984 1 percent sales tax is collected and distributed as follows:

7/8 percent was dedicated to the purchase, construction, acquisition and improvement of the Sewer Capital Program. In 1998, a rededication and extension of this tax was approved to dedicate revenues to the cost of maintenance and replacement of sewerage facilities, and the construction, improvement or maintenance of public roads, streets, or highways located in the city, including the cost of reconstruction, rehabilitation, base stabilization, drainage, adjustments and related sidewalks and curbs. The proceeds of the tax collected within the boundaries, as presently constituted, of each municipality within the Parish shall be returned to each municipality to be used for any lawful purpose. The remaining 1/8 percent of tax collected is to provide funds for law enforcement purposes.

c. Revenues Susceptible to Accrual. Under the modified accrual basis of accounting, some revenues are susceptible to accrual while others are not. Major revenues treated as susceptible to accrual are property taxes, sales taxes, franchise fees, charges for services, and certain state shared revenues such as beer tax.

16. Deferred Outflows and Inflows of Resources

In addition to assets and liabilities, the statement of financial position reports separate sections for deferred outflows of resources and deferred inflows of resources. The City currently reports a deferred inflow on deferred revenue as well as deferred outflows and inflows related to its participation in a defined pension plan and other postemployment benefits.

Deferred Outflows of Resources- Represents consumption of resources that are applicable to future reporting periods that will be reported in a separate section after assets.

Deferred Inflows-Deferred Revenue- Represents acquisition of resources that are applicable to a future reporting period that will be reported in separate section after liabilities.

17. Right to Use Assets

The City has recorded right to use lease assets as a result of implementing GASB 87. The right to use assets are initially measured at an amount equal to the initial measurement date of the related lease liability plus any lease payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place the lease into service. The right to use assets are amortized on a straight-line basis over the life of the related lease.

18. Leases

GASB Statement No. 87. *Leases* – The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

18. Leases (Continued)

payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financing of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. This Statement is effective for fiscal years beginning after June 15, 2021, and, as a result, was adopted by the City during the year ended March 31, 2024. The City uses the daily treasury par yield curve rates published by the U.S. Department of the Treasury to apply discount rates to leases with no stated rate.

19. New Accounting Pronouncement:

The Governmental Accounting Standards Board (GASB) has issued several Statements that became effective, or will become effective, for the City in upcoming fiscal years. Management continually evaluates the impact of these standards on the City's financial reporting.

GASB Statement No. 99, Omnibus 2022

GASB 99 addresses a variety of practice issues by amending existing authoritative guidance on topics including leases, public-public and public-private partnerships, subscription-based information technology arrangements, financial guarantees, and classification of certain derivative instruments. The provisions relating to financial guarantees and certain derivative instruments are effective for fiscal years beginning after June 15, 2023. Implementation of GASB 99 did not have a material effect on the City's financial statements.

GASB Statement No. 100, Accounting Changes and Error Corrections

GASB 100 establishes uniform guidance for reporting accounting changes and the correction of errors, enhancing transparency and comparability. The standard is effective for fiscal years beginning after June 15, 2023, and was implemented by the City for the year ended March 31, 2025. Adoption of GASB 100 did not result in any restatements or adjustments to beginning net position.

GASB Statement No. 101, Compensated Absences

GASB 101 provides updated recognition and measurement guidance for compensated absences, including leave that accumulates or is attributable to prior service. The Statement is effective for fiscal years beginning after December 15, 2023. The City is currently evaluating the impact of GASB 101 on its financial statements; implementation is expected for the fiscal year ending March 31, 2025.

NOTE B – STEWARDSHIP AND ACCOUNTABILITY

1. Budgets and Budget Monitoring

The City adopts annual budgets for its governmental and enterprise funds on a basis consistent with generally accepted accounting principles. Details of the budget adoption process are presented at Note A-5.

The City was in compliance with Louisiana Revised Statute 39:1301 in regard to the adoption of its budget.

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE B – STEWARDSHIP AND ACCOUNTABILITY (Continued)

1. Budgets and Budget Monitoring (Continued)

- a. The Capital Projects Fund is presented with budgetary information for presentation purposes only. Capital projects are budgeted on a project basis as opposed to a fiscal year basis.

2. Deposits and Investment Laws and Regulations

In accordance with state law, all uninsured deposits of municipal funds in financial institutions must be secured with acceptable collateral valued at the lower of market or par.

3. Deficit Fund Equity

As of March 31, 2025, no City funds had deficit fund equities.

4. Compliance With Bond and Other Debt Covenants

As of March 31, 2025, the City was in compliance in all material respects with its various bond and debt covenants.

NOTE C – NOTES ON TRANSACTION CLASSES/ACCOUNTS

1. Cash, Cash Equivalents and Investments

a. Cash and Cash Equivalents.

At March 31, 2025, the City's cash and cash equivalents (book balances) total \$29,172,488 of which \$29,170,100 is in interest-bearing demand deposits, and cash on hand is \$2,388. These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance and/or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. The securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually agreeable to both parties.

Custodial Credit Risk – Deposits. At March 31, 2025, the City had \$29,866,082 in deposits (collected bank balances) in two financial institutions. These deposits under secured by \$5,172 from risk by \$500,000 of federal deposit insurance, pledged securities held by the custodial bank in the name of the fiscal agent bank (GASB Category 3) and through the Promontory Insured Cash Sweep Service. The Government does not have a policy for custodial credit risk.

Cash equivalents consist of the funds in Promontory Insured Cash Sweep accounts. Insured Cash Sweep (ICS) is a trusted, tested service utilized by financial institutions across the United States. Financial institutions that use ICS benefit from the Promontory Network advantage and

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE C – NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)

1. Cash, Cash Equivalents and Investments (Continued)

the confidence of knowing that ICS is endorsed by the American Bankers Association and enjoys strategic marketing alliance with key trade associations across the United States. When a customer submits funds to a Promontory Network member (Gulf Coast Bank and Trust) for placements through ICS, that institution places the funds into deposit accounts at FDIC-insured banks that are also members of the ICS network. This occurs in increments below the standard FDIC insurance maximum (\$250,000) so that both principal and interest are eligible for FDIC insurance. By working directly with just one institution (Gulf Coast Bank and Trust), the City is able to receive FDIC coverage from many financial institutions while only working with a single bank (Gulf Coast Bank and Trust). At March 30, 2025, the City's cash equivalent bank balances held in Promontory Insured Cash Sweep accounts were \$26,060,716.

b. Investments

The City's investments in the Louisiana Asset Management Pool (LAMP) total \$143,025. LAMP is a local government investment pool established as a cooperative effort to enable public entities of the State of Louisiana to aggregate funds for investments.

In accordance with GASB Codification Section 150.165, the investment in LAMP is not categorized in the three risk categories provided by GASB Codification Section 150.165 because the investment is in the pool of funds and thereby not evidenced by securities that exist in physical or book entry form. LAMP is administered by LAMP, Inc., a nonprofit corporation organized under the laws of the State of Louisiana, and is governed by a board of directors comprised of representatives from various local governments and state-wide professional organizations. Only local governments having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. Government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities. The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 60 days, and consists of no security with a maturity in excess of 397 days. The fair value of a share in LAMP is the same as the book value (i.e., a share in the pool is always worth \$1.00 per share). LAMP is designed to be highly liquid to give its participants immediate access to their account balances.

Interest Rate Risk - Interest Rate Risk is defined as the risk that changes in interest rates will adversely affect the fair value of an investment. The City does not have a formal investment policy that limits maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Custodial Credit Risk - Custodial credit risk is the risk that, in the event of the failure of the counterparty to a transaction, the City will not be able to fully recover the value of the

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE C – NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)

b. Investments (Continued)

investment. Investments in external investment pools are not exposed to custodial credit risk because of their natural diversification and the diversification required by the Securities and Exchange Commission.

Credit risk: LAMP is rated AAA by Standard & Poor's.

Custodial credit risk: LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool: therefore, no disclosure is required.

Concentration of credit risk: Pooled investments are excluded from the 5 percent disclosure requirement.

Interest rate risk: LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosures 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 or 762 days for U.S. Government variable rate investments. The WAM for LAMP's total investments is 63 days as of October 31, 2023.

The investments of LAMP are stated at fair value which 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 pooled 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.

A copy of the LAMP's audited financial report can be obtained on the LAMP website, www.lamppool.com.

2. Receivables

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

In the fund financial statements, material receivables in governmental funds include revenue accruals such as ad valorem, sales tax, franchise tax, and grants and other similar intergovernmental revenues since they are usually both measurable and available. Non-exchange transactions collectible but not available are deferred in the fund financial statements in accordance

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE C – NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)

2. Receivables (Continued)

with modified accrual, but not deferred in the government-wide financial statements in accordance with accrual basis. Interest and investment earnings are recorded when earned only if paid within 60 days since they would be considered both measurable and available. Proprietary fund material receivables consist of all revenues earned at year-end and not yet received. Utility accounts receivable comprise the majority of proprietary fund receivables. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable.

Uncollectible amounts due for ad valorem taxes and customers' utility receivables are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the uncollectibility of the particular receivable. The following details the description and amount of the allowance for uncollectible accounts at March 31, 2025.

The following is a summary of receivables for March 31, 2025, net of allowances for uncollectible amounts where applicable:

| Class of Receivable | Governmental Activities | | | | Proprietary Funds |
|------------------------------------|-------------------------|-----------------------|---------------------|-------------------|-------------------|
| | General Fund | Special Revenue Funds | Total | | |
| Taxes | | | | | |
| Ad valorem | \$ 370,102 | \$ 525,908 | \$ 896,009 | \$ 62,699 | |
| Sales and use | 849,211 | 151,775 | 1,000,987 | | - |
| Intergovernmental | | | | | |
| Federal-grant | - | 94,943 | 94,943 | | - |
| State-grant | 9,582 | 631,477 | 641,059 | | - |
| Other | 206,740 | - | 206,740 | | - |
| Other | | | | - | |
| Accounts | - | 809,440 | 809,440 | 971,672 | |
| Vendor rebate | 234,825 | - | 234,825 | | - |
| Other | 283,900 | 1,915,279 | 2,199,179 | | - |
| Gross receivables | <u>1,954,359</u> | <u>4,128,822</u> | <u>6,083,182</u> | <u>1,034,371</u> | |
| Less Allowance for Uncollectibles | | | | | |
| Taxes - Ad valorem | (271,132) | (392,792) | (663,925) | (47,141) | |
| Other - Accounts | - | (12,338) | (12,338) | (32,247) | |
| Total Allowance for Uncollectibles | <u>(271,132)</u> | <u>(405,130)</u> | <u>(676,263)</u> | <u>(79,387)</u> | |
| Total Accounts Receivable, net | <u>\$ 1,683,227</u> | <u>\$ 3,723,692</u> | <u>\$ 5,406,919</u> | <u>\$ 954,984</u> | |

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE C – NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)

3. Capital Assets

The following is a summary of the changes in capital assets for the fiscal year ended March 31, 2025:

| Governmental Activities: | Balance | | | Balance March 31, 2025 |
|---|----------------------|---------------------|-------------------|---------------------------|
| | March 31, 2024 | Increases | Decreases | |
| Capital assets not being depreciated | | | | |
| Land | \$ 17,769,059 | \$ 14,941 | \$ - | \$ 17,784,000 |
| Construction in progress | 10,749,254 | 1,507,703 | 635,485 | 11,621,472 |
| Total capital assets, not being depreciated | <u>28,518,313</u> | <u>1,522,644</u> | <u>635,485</u> | <u>29,405,472</u> |
| Capital assets being depreciated | | | | |
| Buildings & improvements | 79,710,942 | 1,336,792 | - | 81,047,734 |
| Furniture, fixtures and equipment | 12,494,207 | 906,938 | 69,574 | 13,331,571 |
| Vehicles and road machinery | 7,169,210 | 1,464,873 | 36,396 | 8,597,687 |
| Historical Infrastructure | 17,273,617 | - | - | 17,273,617 |
| Total capital assets, being depreciated | <u>116,647,976</u> | <u>3,708,603</u> | <u>105,970</u> | <u>120,250,609</u> |
| Less accumulated depreciation | | | | |
| Buildings & improvements | 26,618,489 | 2,833,200 | - | 29,451,689 |
| Furniture, fixtures and equipment | 11,147,522 | 356,915 | 69,574 | 11,434,863 |
| Vehicles and road machinery | 4,906,314 | 373,499 | 36,396 | 5,243,417 |
| Historical Infrastructure | 13,362,524 | 363,961 | - | 13,726,485 |
| Total accumulated depreciation | <u>56,034,849</u> | <u>3,927,575</u> | <u>105,970</u> | <u>59,856,454</u> |
| Total capital assets, being depreciated, net | <u>60,613,127</u> | <u>(218,972)</u> | <u>-</u> | <u>60,394,155</u> |
| Leased assets | | | | |
| Vehicles and equipment | 2,652,062 | 1,425,442 | 271,410 | 3,806,094 |
| Less accumulated amortization | | | | |
| Vehicles and equipment | 1,383,965 | 610,330 | 188,115 | 1,806,180 |
| Total leased assets, being amortized, net | <u>1,268,097</u> | <u>815,112</u> | <u>83,295</u> | <u>1,999,914</u> |
| Subscription-Based Information | | | | |
| Technology Arrangement Assets | | | | |
| Subscription-Based Information | | | | |
| Technology Arrangement | 115,251 | - | - | 115,251 |
| Less accumulated amortization | | | | |
| Subscription-Based Information | | | | |
| Technology Arrangement | 28,813 | 28,813 | - | 57,626 |
| Total subscription-based information technology arrangement assets being amortized, net | <u>86,438</u> | <u>(28,813)</u> | <u>-</u> | <u>57,625</u> |
| Governmental activities capital assets-net | <u>\$ 90,485,976</u> | <u>\$ 2,089,971</u> | <u>\$ 718,780</u> | <u>\$ 91,857,167</u> |

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE C – NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)

3. Capital Assets (Continued)

Governmental activities capital assets net of accumulated depreciation at March 31, 2025, are comprised of the following:

| | |
|-----------------------------|----------------------|
| General Capital Assets, Net | \$ 91,857,168 |
| Total | <u>\$ 91,857,168</u> |

Depreciation and amortization expense was charged to government function as follows:

| | |
|------------------------|---------------------|
| General Government | \$ 455,521 |
| Public Safety | 1,560,506 |
| Public Works | 1,927,852 |
| Culture and Recreation | <u>622,839</u> |
| Total | <u>\$ 4,566,718</u> |

The following is a summary of changes in capital assets for business-type activities for the fiscal year ended March 31, 2025:

| | Balance | | | Balance |
|---|----------------------|---------------------|----------------|----------------------|
| | March 31, 2024 | Increases | Decreases | |
| Business-Type Activities: | | | | |
| Capital assets not being depreciated | | | | |
| Land | \$ 299,988 | \$ - | \$ - | \$ 299,988 |
| Construction in progress | - | 2,643 | - | 2,643 |
| Total capital assets not being depreciated | <u>299,988</u> | <u>2,643</u> | <u>-</u> | <u>302,631</u> |
| Capital assets being depreciated | | | | |
| Buildings | 16,762,716 | - | - | 16,762,716 |
| Furniture and fixtures | 25,951 | - | - | 25,951 |
| Equipment and vehicles | 40,697,448 | 526,940 | 125,326 | 41,099,062 |
| Total capital assets being depreciated | <u>57,486,115</u> | <u>526,940</u> | <u>125,326</u> | <u>57,887,729</u> |
| Less accumulated depreciation | | | | |
| Buildings and equipment | 33,304,810 | 1,349,086 | 125,326 | 34,528,570 |
| Total accumulated depreciation | <u>33,304,810</u> | <u>1,349,086</u> | <u>125,326</u> | <u>34,528,570</u> |
| Total capital assets being depreciated, net. | <u>24,181,305</u> | <u>(822,146)</u> | <u>-</u> | <u>23,359,159</u> |
| Leased assets | | | | |
| Vehicles and equipment | 760,329 | 356,853 | - | 1,117,182 |
| Less accumulated amortization | | | | |
| Vehicles and equipment | 407,245 | 142,835 | - | 550,080 |
| Total leased assets, being amortized, net | <u>353,084</u> | <u>214,018</u> | <u>-</u> | <u>567,102</u> |
| Business-type activities, capital assets, net | <u>\$ 24,834,377</u> | <u>\$ (605,485)</u> | <u>\$ -</u> | <u>\$ 24,228,892</u> |

Property, plant, and equipment are stated at cost, less an allowance for accumulated depreciation.

Depreciation expense is computed using the straight-line method over the estimated useful lives of the assets as follows:

| | |
|----------------|-------------|
| Buildings | 25-40 years |
| Equipment | 5-20 years |
| Infrastructure | 20-40 years |

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE C – NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)

3. Capital Assets (Continued)

Capital outlays are reported as expenditures in the governmental funds; however, in the Statement of Activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. The adjustment from governmental funds to the government-wide statements is summarized as follows:

Primary Government

| | |
|-------------------------------|----------------------------|
| Capital outlay | \$ 6,021,204 |
| Decrease in cost of ROU asset | (83,295) |
| Depreciation expense | <u>(4,566,718)</u> |
| Total Adjustment | <u><u>\$ 1,371,191</u></u> |

4. Operating Leases

Lessor - The City has a lease agreement for the lease of a building. The lease term is for fifteen years (including all renewal periods), which commenced in November 2019. The annual lease payment beginning November 2019 is \$14,200 increasing to \$14,910 in November 2024 and increasing to \$15,656 in November 2029. The City applied a discount rate of 1.62% to recognize the lease revenue under this lease.

The City has a lease agreement for the lease of a portion of land for a sign. The lease term is for twenty-four years (including all renewal periods), which commenced in February 2007. The annual lease payment beginning February 2007 is \$7,200. The lease included rent increases at the end of each five year period. The annual lease payment beginning in February 2023 is \$11,700 with an increase in February 2027 to \$13,200. The City applied a discount rate of 4.94% to recognize the lease revenue under this lease.

The City has a lease agreement for a structure. The lease term is for thirty years (including all renewal periods), which commenced in May 2016. The annual lease payment beginning February 2016 is \$12,000. The lease included a rent increase of 7.5% at the end of each five year period. The annual lease payment beginning in May 2021 is \$12,900 with an increase in May 2026 to \$13,867. The City applied a discount rate of 2.71% to recognize the lease revenue under this lease.

The City is reporting Leases Receivable of \$422,744 and Deferred Inflows of \$374,400 at March 31, 2025. For the year ended March 31, 2025 the City reported lease revenue of \$30,558 and interest revenue of \$13,186 related to the lease payments received. The terms and conditions of the leases do not contain variable payments, residual value guarantees, or any other special provisions.

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE C – NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)

4. Operating Leases (Continued)

The City's future minimum lease commitment under these operating leases as of March 31, 2025, is as follows:

| | Governmental Activities | | | Business-type Activities | | |
|--------------|-------------------------|---------------------|------------------|--------------------------|---------------------|------------------|
| | Principal Payment | Interest Payment | Total | Principal Payment | Interest Payment | Total |
| Year | | | | Year | | |
| 2026 | \$ 21,157 | \$ 5,453 | \$ 26,610 | 2026 | \$ 5,893 | \$ 7,007 |
| 2027 | 23,301 | 4,809 | 28,110 | 2027 | 6,970 | 6,817 |
| 2028 | 24,002 | 4,108 | 28,110 | 2028 | 7,247 | 6,620 |
| 2029 | 24,738 | 3,372 | 28,110 | 2029 | 7,485 | 6,382 |
| 2030 | 25,805 | 2,616 | 28,421 | 2030 | 7,713 | 6,155 |
| 2031-2035 | 66,953 | 4,804 | 71,757 | 2031-2035 | 46,530 | 26,881 |
| 2036-2040 | - | - | - | 2036-2040 | 59,973 | 18,944 |
| 2041-2045 | - | - | - | 2041-2045 | 76,055 | 8,781 |
| 2046-2049 | - | - | - | 2046-2049 | 18,339 | 324 |
| Total | \$185,956 | \$25,162 | \$211,118 | Total | \$236,206 | \$87,911 |
| | | | | | | \$324,117 |

Lessee - The City has entered into agreements to lease certain vehicles and office equipment. In accordance with GASB Statement No. 87, the City recognized a lease liability and an intangible right-to-use lease asset for all lease contracts whose terms are for a lease period greater than one year. The lease assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place the lease into service. The City uses the daily treasury par yield curve rates published by the U.S. Department of the Treasury to apply discount rates to leases with no stated rate. The lease assets are amortized on a straight-line basis over the useful life of the related lease. Lease payments included in the measurement of the lease liability are composed of fixed payments through the noncancellable term of the lease and renewal periods that administration considers reasonably certain to be exercised. The terms and conditions of the leases do not contain variable payments, residual value guarantees, or any other special provisions.

The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability. Lease assets are reported with capital assets and lease liabilities are reported with long-term debt on the statement of net position.

The total of the City's leased assets are recorded at a cost of \$4,923,276, less accumulated amortization of \$2,356,260. The lease assets are reported under capital assets.

CITY OF GRETNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE C – NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)

4. Operating Leases (Continued)

The future lease payments under these agreements are as follows:

| | Governmental Activities | | | Business-type Activities | | | |
|--------------|-------------------------|-------------------|---------------------|--------------------------|-------------------|------------------|-------------------|
| | Principal | Interest | Total | Principal | Interest | Total | |
| | Payment | Payment | | Payment | Payment | | |
| <u>Year</u> | | | | <u>Year</u> | | | |
| 2026 | \$ 594,950 | \$ 65,268 | \$ 660,218 | 2026 | \$ 147,903 | \$ 18,454 | \$ 166,357 |
| 2027 | 522,180 | 45,323 | 567,503 | 2027 | 151,718 | 13,185 | 164,902 |
| 2028 | 446,003 | 26,559 | 472,562 | 2028 | 128,196 | 7,904 | 136,100 |
| 2029 | 318,737 | 11,712 | 330,449 | 2029 | 87,137 | 3,641 | 90,778 |
| 2030 | 130,218 | 1,813 | 132,031 | 2030 | 48,753 | 902 | 49,655 |
| Total | \$ 2,012,088 | \$ 150,676 | \$ 2,162,764 | Total | \$ 563,707 | \$ 44,085 | \$ 607,792 |

5. Subscription-Based Information Technology Arrangements

The City has entered into subscription-based information technology arrangement (SBITA) for work order management software. The City uses the daily treasury par yield curve rates published by the U.S. Department of the Treasury to apply discount rates to leases with no stated rate. The SBITA asset is amortized on a straight-line basis over the useful life. SBITA payments included in the measurement of the related liability is composed of fixed payments through the noncancelable term of the lease and renewal periods that administration considers reasonably certain to be exercised. The total of the Government's SBITA assets are recorded at a cost of \$115,251 less accumulated amortization of \$57,626. Future payments under this agreement are as follows:

| | Governmental Activities | | |
|--------------|-------------------------|-----------------|------------------|
| | Principal | Interest | Total |
| | Payment | Payment | |
| <u>Year</u> | | | |
| 2026 | \$ 29,045 | \$ 2,317 | \$ 31,363 |
| 2027 | 32,029 | 1,215 | 33,244 |
| 2028 | - | - | - |
| 2029 | - | - | - |
| 2030 | - | - | - |
| Total | \$ 61,074 | \$ 3,533 | \$ 64,607 |

6. Long-Term Debt

The reporting entity's long-term debt is segregated between the amounts to be repaid from governmental activities and amounts to be repaid from business-type activities.

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE C – NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)

6. Long-Term Debt (Continued)

The following is a summary of changes in long-term debt for the year ended March 31, 2025:

| Type of Debt | March 31, 2024 | Additions | Reductions | March 31, 2025 | Due Within One Year |
|--|----------------------|---------------------|---------------------|----------------------|---------------------|
| Governmental Activities, net: | | | | | |
| Tax Bonds | \$ 5,641,000 | \$ - | \$ 1,093,000 | \$ 4,548,000 | \$ 1,109,000 |
| Revenue Bonds | 7,610,000 | - | 350,000 | 7,260,000 | 365,000 |
| Premiums | 1,087,553 | - | 67,972 | 1,019,581 | - |
| EPA Brownfields Loan | 488,500 | - | - | 488,500 | - |
| Right to use Liability | 1,345,912 | 1,425,442 | 691,312 | 2,080,042 | 623,995 |
| Net Pension Liability | 26,538,352 | - | 4,846,431 | 21,691,921 | - |
| Other Post Employment Benefits OPEB | 435,446 | - | 96,902 | 338,544 | - |
| Compensated Absences | 1,847,520 | 55,774 | - | 1,903,294 | 455,447 |
| Total General Long-Term Debt | \$ 44,994,282 | \$ 1,481,216 | \$ 7,145,617 | \$ 39,329,881 | \$ 2,553,442 |
| Business-Type Activities: | | | | | |
| Customer Deposits | \$ 595,056 | \$ 18,085 | \$ - | \$ 613,141 | \$ - |
| Water Fund 2015 Bond Issue | 57,500 | - | 57,500 | - | - |
| Sewer Fund 2015 Bond Issue | 57,500 | - | 57,500 | - | - |
| Right to use Liability | 341,810 | 356,853 | 133,943 | 564,721 | 147,903 |
| Net Pension Liability | 3,628,340 | - | 488,637 | 3,139,703 | - |
| Compensated Absences | 212,597 | - | 9,215 | 203,382 | 68,990 |
| Total Business Type Activities Debt | \$ 4,892,803 | \$ 374,938 | \$ 746,795 | \$ 4,520,947 | \$ 216,893 |

Bonded debt as of March 31, 2025, is comprised of the following governmental activities serial bond issue:

| Description | Interest Rates | Final Maturity Date | Range of Annual Principal Payment | | Amount Outstanding |
|---|----------------|---------------------|-----------------------------------|---------|--------------------|
| | | | From | To | |
| Sales tax bonds: | | | | | |
| 6/8/2010 issue of \$3,228,000 | 0.45 | 2/1/2029 | 176,000 | 185,000 | 728,000 |
| 12/16/2016 refunding of \$5,025,000 | 1.7 | 2/1/2029 | 115,000 | 980,000 | 3,820,000 |
| LCDA revenue bonds: | | | | | |
| 3/12/2020 issue of \$8,800,000 | 4.00 | 3/1/2040 | 365,000 | 625,000 | 7,260,000 |
| Unamortized portion of related bond premium | | | | | 1,019,581 |
| Total | | | | | 12,827,581 |

**CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025**

NOTE C – NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)

6. Long-Term Debt (Continued)

Governmental Activities:

Sales Tax Bonds:

In 2010, the City issued \$3,228,000 of Sales Tax Bonds Series 2009A-State Revolving Fund purchased by “DEQ” for the purpose of wastewater treatment plant upgrades and rehabilitation. The bonds are secured by an irrevocable pledge and dedication of the proceeds of the City’s 1955 1% and 1966 ½% Sales and Use Tax.

In 2016, the City issued \$5,360,000 of Sales Tax Refunding Bonds Series 2016 with a 1.70% interest rate. The City issued the bonds for the purpose of refunding \$4,890,000 aggregate principal amount of the Series 2009B Sales Tax Bonds. The advance refunding reduced total debt service payments over the next 13 years by \$751,302 or an annual average reduction of \$57,793. This results in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$620,255. The refunded bonds are secured by an irrevocable pledge and dedication of the proceeds of the City’s 1955 1% and 1966 ½% Sales and Use Tax.

Revenue Tax Bonds:

In 2020, the City issued \$8,880,000 of Louisiana Local Government Environmental Facilities and Community Development Authority Revenue Bonds Series 2021 with a 4.00% interest rate. The City issued the bonds for the purpose of acquiring, constructing, replacing, improving and maintaining a fire station and other capital improvements in the City. The bonds are secured by an irrevocable pledge and dedication of the proceeds of the City’s Lawfully Available Funds.

At March 31, 2025, \$1,503,911 was available in the debt service fund for servicing of these bonds.

Compensated Absences:

Effective December 12, 2012, the City’s annual (vacation) and sick leave policy was revised. Each employee shall earn and accumulate sick leave with pay at the rate of 6.5 days per year. After the completion of 3 years of continuous employment each employee shall earn 13 days per year. Employees may never accrue more than 45 days of sick leave.

Full Time employees of the City with less than 5 years of continuous service shall accumulate vacation time at the rate of 10.4 days per year. An employee with more than 5 but less than 10 years of continuous service shall accumulate vacation time at the rate of 13 days per year. Employees with 10 or more years of continuous service shall accumulate vacation time at the rate of 15.6 days per year. Employees having 20 years of continuous service shall accumulate vacation time at the rate of 19.5 days per year. Employees may never accrue more than 60 days of vacation. Therefore, once an employee has accrued 60 days of vacation, vacation hours must be used in order to accrue more hours. Employees may elect an option to sell days at a rate of 50% of their current rate of pay.

**CITY OF GRETNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025**

NOTE C – NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)

6. Long-Term Debt (Continued)

Full Time employees of the Police Department with less than 10 years of continuous service shall accumulate vacation time at the rate of 15 days per year. Police Department employees with at least 11 years but less than 15 years shall accumulate vacation time at a rate of 18 days per year. Police Department employees with at least 16 years accumulate vacation time at a rate of 21 days per year. Employees may elect an option to sell days at a rate of 50% of their current rate of pay.

At March 31, 2025, the amount of accumulated annual and sick leave and salary-related cost was \$1,903,294 for all governmental funds with a current liability of \$455,447 and \$203,382 for the proprietary funds with a current liability of \$68,990.

EPA Brownfields:

The City participates in the U.S. Environmental Protection Agency (EPA) Brownfields Revolving Loan Fund (RLF) Program, which provides funding to support the cleanup and redevelopment of brownfield sites. The program's objective is to facilitate the environmental remediation and reuse of contaminated properties to promote economic development and protect public health and the environment.

The City received funding through a cooperative agreement with the EPA to establish a revolving loan fund to provide loans and subgrants for the cleanup of eligible brownfield properties. Loan repayments and interest income are used to sustain the revolving loan fund and finance future cleanup projects, in accordance with EPA guidelines and applicable federal requirements.

Business-Type Activities:

Limited Tax Bonds:

In 2015, the City issued \$1,000,000 of Limited Tax Revenue Bonds Series 2016 for the purpose of making capital improvements and acquiring equipment, including water meter upgrades. The bonds are secured by an irrevocable pledge and dedication of the proceeds derived from the levy and collection of a special tax of 3.77 mills which the Issuer is authorized to impose and collect in each year through the year 2025. These bonds were paid off as of March 31, 2025.

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE C – NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)

6. Long-Term Debt (Continued)

Annual debt service to maturity on bonds, including interest of \$2,699,695 are as follows:

| Year Ending Date | Sales Tax Bonds Series 2009A | Sales Tax Refunding Bonds Series 2016 | Sales Tax Refunding Bonds Series 2020 | Total |
|-------------------------------------|------------------------------------|---|---|-----------------------------|
| | | | | |
| 3/31/2026 | 185,916 | 994,940 | 651,300 | 1,832,156 |
| 3/31/2027 | 186,215 | 999,130 | 651,700 | 1,837,045 |
| 3/31/2028 | 186,496 | 992,980 | 652,700 | 1,832,176 |
| 3/31/2029 | 186,758 | 996,660 | 654,700 | 1,838,118 |
| 3/31/2030 | - | - | 652,400 | 652,400 |
| 3/31/31-3/31/35 | - | - | 3,258,600 | 3,258,600 |
| 3/31/36-3/31/40 | - | - | 3,257,200 | 3,257,200 |
| Total debt service to maturity | <u>\$ 745,385</u> | <u>\$ 3,983,710</u> | <u>\$ 9,778,600</u> | <u>\$ 14,507,695</u> |
| Less amounts representing interest: | | | | |
| 3/31/2026 | 6,916 | 64,940 | 286,300 | 358,156 |
| 3/31/2027 | 5,215 | 49,130 | 271,700 | 326,045 |
| 3/31/2028 | 5,254 | 32,980 | 252,700 | 290,934 |
| 3/31/2029 | - | 16,660 | 244,700 | 261,360 |
| 3/31/2030 | - | - | 232,400 | |
| 3/31/31-3/31/35 | - | - | 873,600 | 873,600 |
| 3/31/36-3/31/40 | - | - | 357,200 | 357,200 |
| Total interest | <u>\$ 17,385</u> | <u>\$ 163,710</u> | <u>\$ 2,518,600</u> | <u>\$ 2,699,695</u> |
| Total principal | <u><u>\$ 728,000</u></u> | <u><u>\$ 3,820,000</u></u> | <u><u>\$ 7,260,000</u></u> | <u><u>\$ 11,808,000</u></u> |

There are a number of limitations and restrictions contained in the bond indenture. The City is in compliance with all significant limitations and restrictions, including federal arbitrage regulations.

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE C – NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)

7. Interfund Transfers

The following is a summary of the operating transfers between funds during the fiscal year ended March 31, 2025:

| | <u>Transfers In</u> | <u>Transfers Out</u> |
|-----------------------------|----------------------------|----------------------------|
| General Fund: | | |
| Capital Projects Fund | \$ 1,212,903 | \$ - |
| Ambulance | 300,000 | - |
| Recreation | - | 6,452 |
| Grant Fund | - | 145,795 |
| Tourism Fund | - | 300,000 |
| Total General Fund | <u>1,512,903</u> | <u>452,247</u> |
| Special Revenue Funds: | | |
| Capital Projects Fund | \$ 288,037 | \$ 1,742,966 |
| Ambulance | - | 300,000 |
| Debt Service Fund | 809,081 | - |
| Grant Fund | 214,847 | - |
| Recreation | 6,452 | 34,526 |
| Fire Fund | - | 454,750 |
| Tourism Fund | 339,777 | - |
| Total Special Revenue Funds | <u>1,658,193</u> | <u>2,532,242</u> |
| Enterprise Fund: | | |
| Water | - | - |
| Sewer | - | 186,607 |
| Total Enterprise Funds | - | 186,607 |
| Total All Funds | <u><u>\$ 3,171,096</u></u> | <u><u>\$ 3,171,096</u></u> |

The General Fund effectuates transfers of funds that were budgeted for specific grant and tourism-related activities. Additionally, other transfers from the General Fund were executed to fulfill various one-time obligations. Furthermore, the Utility Fund and Fire Fund makes required transfer to the Debt service fund for debt obligations.

8. Interfund Receivables and Payable

The following is a summary of the Governmental Funds Balance Sheet interfund receivables and payables at March 31, 2025:

| | <u>Interfund Receivable</u> | <u>Interfund Payable</u> |
|------------------------|---------------------------------|------------------------------|
| Major fund: | | |
| General Fund | \$ 42,851 | \$ - |
| Special Revenue Funds: | | |
| Grant Fund | - | 42,851 |
| Total All Funds | <u><u>\$ 42,851</u></u> | <u><u>\$ 42,851</u></u> |

The special revenue fund balances represent short-term receivables and payables incurred in the normal course of the City operations.

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE C – NOTES ON TRANSACTION CLASSES/ACCOUNTS (Continued)

9. Fund Balances

The following illustrates the specific purposes of each classification of fund balance in the financial statements:

| | General Fund | Major Governmental Funds | Other Governmental Funds | Total |
|---------------------------|----------------------------|--------------------------------|--------------------------------|-----------------------------|
| Nonspendable: | | | | |
| Prepaid items | \$ 580,044 | \$ - | \$ - | \$ 580,044 |
| Total Nonspendable: | <u>580,044</u> | <u>-</u> | <u>-</u> | <u>580,044</u> |
| Restricted: | | | | |
| Debt service | - | <u>1,503,911</u> | - | <u>1,503,911</u> |
| Committed: | | | | |
| Capital projects | - | 9,871,932 | - | 9,871,932 |
| Emergency preparation | 271,908 | - | - | 271,908 |
| Contingencies | 227,840 | - | - | 227,840 |
| Separation and settlement | 209,161 | - | - | 209,161 |
| Total Committed: | <u>708,909</u> | <u>9,871,932</u> | <u>-</u> | <u>10,580,841</u> |
| Assigned: | | | | |
| Court management | 240,551 | - | - | 240,551 |
| Culture & recreation | - | - | 1,335,642 | 1,335,642 |
| Property Seizure | 372,968 | - | - | 372,968 |
| Public works | - | - | 2,470,691 | 2,470,691 |
| Public safety | - | 5,246,309 | 1,043,530 | 6,289,839 |
| Total Assigned: | <u>613,519</u> | <u>5,246,309</u> | <u>4,849,863</u> | <u>10,709,691</u> |
| Unassigned: | <u>4,492,466</u> | <u>-</u> | <u>-</u> | <u>4,492,466</u> |
| Total Fund Balance | <u><u>\$ 6,394,938</u></u> | <u><u>\$ 16,622,152</u></u> | <u><u>\$ 4,849,863</u></u> | <u><u>\$ 27,866,953</u></u> |

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE D – OTHER NOTES

1. Retirement Plans

Substantially all employees of the City are required by State law to belong to retirement plans administered by the Municipal Employees' Retirement System of Louisiana (MERS) or the Municipal Police Employees' Retirement System of Louisiana (MPERS), both of which are administered on a statewide basis. Each plan issues a separate financial report that includes financial statements and required supplementary information. Those reports may be obtained by accessing their website. www.mersla.com and www.lampers.org.

These plans are not closed to new entrants. 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. Interest income is recognized when earned. Ad valorem taxes and revenue sharing monies are recognized in the year collected by the tax collector.

Disclosures relating to these plans follow:

Municipal Employees' Retirement System of Louisiana (MERS)

Plan Description. Municipal Employees' Retirement System of Louisiana (the System) is the administrator of a cost-sharing, multiple-employer defined benefit pension plan. The System was originally established by Act 356 of the 1954 regular session of the Legislature of the State of Louisiana.

The System provides retirement benefits to employees of all incorporated villages, towns and cities within the State which do not have their own retirement system and which elect to become members of the System. For the year ended June 30, 2024, there were 87 contributing municipalities in Plan A.

Eligibility Requirements. Membership is mandatory as a condition of employment beginning on the date employed if the employee is on a permanent basis working at least thirty-five hours per week. Those individuals paid jointly by a participating employer and the parish are not eligible for membership in the System with exceptions as outlined in the statutes.

Benefits Provided. The following is a description of the plan and its benefits, and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

CITY OF GRETNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE D – OTHER NOTES (Continued)

1. Retirement Plans (Continued)

Retirement Benefits

Any member of Plan A who was hired before January 1, 2013, can retire providing the member meets one of the following criteria:

1. Any age with twenty-five (25) or more years of creditable service.
2. Age 60 with a minimum of ten (10) years of creditable service.
3. Any age with 20 years of creditable service, exclusive of military service and unused annual and sick leave, with an actuarially reduced early benefit.

Eligibility for retirement for Plan A members hired on or after January 1, 2013, is as follows:

1. Age 67 with seven (7) years of creditable service.
2. Age 62 with ten (10) years of creditable service.
3. Age 55 with thirty (30) years of creditable service.
4. Any age with twenty-five (25) years of creditable service, exclusive of military service and unused annual and sick leave, with actuarially reduced early benefit.

Generally, the monthly amount of the retirement allowance for any member of Plan A shall consist of an amount equal to three percent of the member's final compensation multiplied by his years of creditable service. Final compensation is the average monthly earnings during the highest sixty consecutive months, or joined months if service was interrupted. However, under certain conditions as outlined in the statutes, the benefits are limited to specified amounts.

Survivor Benefits

Upon death of any member of Plan A with five (5) or more years of creditable service, not eligible for retirement, the plan provides for benefits of the surviving spouse and/or minor children as outlined in the statutes.

Any Plan A member who is eligible for normal retirement at the time of death and who leaves a surviving spouse will be deemed to have retired and selected Option 2 benefits on behalf of the surviving spouse on the date of death. Such benefits will begin only upon proper application and are paid in lieu of any other survivor benefits.

Deferred Retirement Option Plan (DROP)

In lieu of terminating employment and accepting a service retirement allowance, any member who is eligible to retire may elect to participate in the deferred retirement option plan (DROP) for up to three years and defer the receipt of benefits. During participation in the plan, employer contributions are payable but employee contributions cease. The monthly retirement benefits that would be payable, had the person elected to cease employment and receive a service retirement allowance, are paid into the DROP fund. Interest is earned when the member has completed DROP participation. Interest earnings are based upon the actual rate of return on the investments identified as DROP funds for the period. In addition, no cost-of-living increases are

CITY OF GRETNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE D – OTHER NOTES (Continued)

1. Retirement Plans (Continued)

payable to participants until employment which made them eligible to become members of the System has been terminated for at least one full year.

Upon termination of employment prior to or at the end of the specified period of participation, a participant in the DROP may receive, at his option, a lump sum from the account equal to the payments in the account, a true annuity based upon his account balance in that fund, or any other method of payment if approved by the board of trustees. If a participant dies during participation in the DROP, a lump sum equal to the balance in his account shall be paid to his named beneficiary or, if none, to his estate. If employment is not terminated at the end of the three years, payments into the DROP fund cease and the person resumes active contributing membership in the System.

Disability Benefits

For Plan A, a member shall be eligible to retire and receive a disability benefit if he has at least five years of creditable service, is not eligible for normal retirement, and has been officially certified as disabled by the State Medical Disability Board. Upon retirement caused by disability, a member of Plan A shall be paid a disability benefit equal to the lesser of forty-five percent of his final compensation or three percent of his final compensation multiplied by his years of creditable service to his earliest normal retirement.

Cost of Living Increases

The System is authorized under state law to grant a cost of living increase to members who have been retired for at least one year. The adjustment cannot exceed 2% of the retiree's original benefit for each full calendar year since retirement and may only be granted if sufficient funds are available from investment income in excess of normal requirements. State law allows the System to grant an additional cost of living increase to all retirees and beneficiaries who are age sixty-five and above equal to 2% of the benefit being received on October 1, 1977, or the original benefit, if retirement commenced after that date.

Deferred Benefit

The plan provides for deferred benefits for members who terminate before being eligible for retirement. Once the member reaches the appropriate age for retirement, benefits will become payable. Benefits are based on statutes in effect at time of withdrawal.

Contributions. According to State Statute, contribution requirements for all employers are actuarially determined each year. For the System's year ending June 30, 2024, the actual employer contribution rate was 29.50% and the actual employee rate was 10.00% for Plan A. The City contributes both the employee and employer amounts and takes no deductions from the employees' pay for employees hired prior to April 1, 2013.

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE D – OTHER NOTES (Continued)

1. Retirement Plans (Continued)

In accordance with State Statute, the System receives ad valorem taxes and state revenue sharing funds. These additional sources of income are used as employer contributions and are considered support from non-employer contributing entities, but are not considered special funding situations. The City's proportionate share of these non-employer contributions totaled \$302,791 during the measurement period, of which \$233,967 is for governmental activities and \$68,824 is for business-type activities.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At March 31, 2025, the City reported a liability of \$10,410,870 for its proportionate share of the Net Pension Liability. The Net Pension Liability was measured as of June 30, 2024, 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 proportion of the Net Pension Liability was based on a projection of the City's projected contribution effort to the plan for the next fiscal year as compared to the total of all employers' projected contribution effort to the plan for the next fiscal year actuarially determined. At June 30, 2024, the City's proportion was 3.699671%, which was an increase of 0.262987% from its proportion measured as of June 30, 2023.

For the year ended March 31, 2025, the City recognized pension expense of \$1,132,916 plus employers' amortization of change in proportionate share and differences between employer contributions and proportionate share of contributions of \$(35,372).

At March 31, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|--------------------------------------|-------------------------------------|
| Differences between expected and actual experience | \$ 0 | \$ 344,642 |
| Changes in assumptions | - | 61,451 |
| Differences between projected and actual investment earnings | 140,197 | - |
| Changes in proportionate share of the NPL | 963,820 | - |
| Differences between the City's contributions and proportionate share of contributions | 42,403 | (23,582) |
| City's contributions subsequent to the measurement date | 1,725,797 | - |
| Total | \$ 2,872,216 | \$ 382,511 |

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE D – OTHER NOTES (Continued)

1. Retirement Plans (Continued)

Deferred outflows of resources of \$1,725,797 related to pensions resulting from the City contributions subsequent to the measurement date will be recognized as a reduction of Net Pension Liability in the year ended March 31, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| Years Ending March 31 | Amount of Amortization |
|----------------------------------|-----------------------------------|
| 2026 | \$ 361,474 |
| 2027 | 971,113 |
| 2028 | (357,374) |
| 2029 | (258,469) |
| | <hr/> |
| | \$ 716,744 |

Actuarial Methods and Assumptions. A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2024, are as follows:

| | |
|---|--|
| Valuation Date | June 30, 2024 |
| Actuarial Cost Method | Entry Age Normal |
| Expected Remaining Service Lives | 3 years |
| Investment Rate of Return | 6.85% net of investment expense |
| Inflation Rate | 2.5% |
| Salary Increases, including inflation and merit increases | 9.00% - 1 to 2 years of service 4.40% - More than 2 years of service |
| Annuitant and Beneficiary Mortality | PubG-2010(B) Healthy Retiree Table set equal to 115% for males and females, each adjusted using their respective male and female MP2021 scales, -PubG-2010(B) Employee Table set equal to 115% for males and 120% for females, each adjusted using their respective male and female MP2021 scales. |
| Employee Mortality | |
| Disabled Lives Mortality | PubNS-2010(B) Disable Retiree Table set equal to 115% for males and 120% for females with the full generational MP2021 scale. |

Discount Rate

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment 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.

Best estimates of arithmetic real rates of return for each major asset class included in the System's target allocation as of June 30, 2024, are summarized in the following table:

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE D – OTHER NOTES (Continued)

1. Retirement Plans (Continued)

| Asset Class | Target Asset Allocation | Long-Term Expected Portfolio Real Rate of Return |
|------------------------------------|-------------------------|--|
| Public Equity | 56% | 2.44% |
| Public Fixed Income | 29% | 1.26% |
| Alternatives | 15% | 0.65% |
| Totals | 100% | 4.35% |
| Inflation | | 2.50% |
| Expected Arithmetic Nominal Return | | 6.85% |

The expected discount rate used to measure the total pension liability was 6.85%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the System's actuary. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity to Changes in the Discount Rate

The following presents the Net Pension Liability of the City calculated using the discount rate of 6.85%, as well as what the City's Net Pension Liability would be if it were calculated using a discount rate that is one percentage point lower (5.85%) or one percentage point higher (7.85%) than the current rate calculated at June 30, 2024.

| | Changes in Discount Rate-Plan A | | |
|---|---------------------------------|--------------------------------|----------------------|
| | 1% Decrease 5.85% | Current Discount Rate 6.85% | 1% Increase 7.85% |
| City's proportionate share of the Net Pension Liability | \$15,677,232 | \$ 10,410,870 | \$ 5,965,154 |

Payables to the Pension Plan

At March 31, 2025, the City had no payables due to MERS.

Municipal Police Employees' Retirement System of Louisiana (MPERS)

Plan Description. The Municipal Police Employees' Retirement System of Louisiana (the System) is a cost-sharing, multiple-employer defined benefit plan. Membership in the System is mandatory for any full-time police officer employed by a municipality of the State of Louisiana

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE D – OTHER NOTES (Continued)

1. Retirement Plans (Continued)

and engaged in law enforcement, empowered to make arrests, providing he or she does not have to pay social security and providing he or she meets the statutory criteria. Membership is also mandatory for all individuals, in a position as defined in the municipal fire and police civil service system, who are employed on a full-time basis by a police department of any municipality of this state, are under the direction of a chief of police, and are paid from the budget of the applicable police department. The System provides retirement benefits for municipal police officers. The projections of benefit payments in the calculation of the total pension liability includes all benefits to be provided to current active and inactive employees through the System in accordance with benefit terms and any additional legal agreements to provide benefits that are in force at the measurement date.

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

Retirement Benefits

Membership prior to January 1, 2013 – A member is eligible for regular retirement after he has been a member of the System and has 25 years of creditable service at any age or has 20 years of creditable service and is age 50 or has 12 years creditable service and is age 55. A member is eligible for early retirement after he has been a member of the System for 20 years of creditable service at any age with an actuarially reduced benefit.

Benefit rates are three and one-third percent of average final compensation (average monthly earnings during the highest 36 consecutive months or joined months if service was interrupted) per number of years of creditable service not to exceed 100% of final salary.

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

Membership Commencing January 1, 2013 – Member eligibility for regular retirement, early retirement, disability and survivor benefits are based on Hazardous Duty and Non Hazardous Duty sub plans. Under the Hazardous Duty sub plan, a member is eligible for regular retirement after he has been a member of the System and has 25 years of creditable service at any age or has 12 years of creditable service at age 55. Under the Non Hazardous Duty sub plan, a member is eligible for regular retirement after he has been a member of the System for 30 years of creditable services at any age, 25 years of creditable service at age 55, or 10 years of creditable service at age 60. Under both sub plans, a member is eligible for early retirement after he has been a member of the System for 20 years of creditable service at any age, with actuarially reduced benefit from age 55.

Under the Hazardous and Non Hazardous Duty sub plans, the benefit rates are three percent and two and a half percent, respectively, of average final compensation (average monthly earnings

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE D – OTHER NOTES (Continued)

1. Retirement Plans (Continued)

during the highest 60 consecutive months or joined months if service was interrupted) per number of years of creditable service not to exceed 100% of final salary.

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

Cost-of-Living Adjustments

The MPERS Board of Trustees is authorized to provide annual cost of living adjustments computed on the amount of the current regular retirement, disability, beneficiary, or survivor's benefit, not to exceed 3% in any given year. The Board is authorized to provide an additional 2% COLA, computed on the member's original benefit, to all regular retirees, disability, survivors, and beneficiaries who are 65 years of age or older on the cut-off date which determines eligibility.

No regular retiree, survivor, or beneficiary shall be eligible to receive a cost-of-living adjustment until benefits have been received at least one full year and the payment of such COLA, when authorized, shall not be effective until the lapse of at least one-half of the fiscal year. Members who elect early retirement are not eligible for a cost of living adjustment until they reach regular retirement age.

A COLA may only be granted if funds are available from interest earnings in excess of normal requirements, as determined by the actuary.

Deferred Retirement Option Plan (DROP)

A member is eligible to elect to enter the Deferred Retirement Option Plan (DROP) when he is eligible for regular retirement based on the member's sub plan participation. At the entry date into the DROP, the employee and employer contributions cease. The amount to be deposited into the DROP account is equal to the benefit computed under the retirement plan elected by the participant at the date of application. The duration of participation in the DROP is thirty-six months or less. For those employees who enter DROP after June 30, participation in the DROP is sixty months or less. If employment is terminated after the DROP period, the participant may receive his benefits by lump sum payment or by a true annuity. If employment is not terminated, active contributing membership into the System shall resume and upon later termination, he shall receive additional retirement benefits based on the additional service. For those eligible to enter DROP prior to January 1, 2004, DROP accounts shall earn interest subsequent to the termination of DROP participation at a rate of half of one percentage point below the percentage rate of return of the System's investment portfolio as certified by the actuary on an annual basis but will never lose money. For those eligible to enter DROP subsequent to January 1, 2004 but before July 1, 2019, an irrevocable election is made to earn interest based on the System's investment portfolio return or a money market investment return. This could result in a negative earnings rate being applied to the account.

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE D – OTHER NOTES (Continued)

1. Retirement Plans (Continued)

Deferred Retirement Option Plan (DROP) (Continued)

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

Initial Benefit Option Plan

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

Contributions. Contributions for all members are actuarially determined as required by state law but cannot be less than 9% of the employees' earnable compensation excluding overtime but including state supplemental pay.

For the year ended June 30, 2024, total contributions for the System due from employers and employees were as follows:

| | <u>Contributions Rates</u> | | |
|--|----------------------------|-----------------|--------------|
| | <u>Employee</u> | <u>Employer</u> | <u>Total</u> |
| Members hired prior to January 1, 2013 | 10.00% | 33.925% | 43.925% |
| Hazardous Duty members hired after January 1, 2013 | 10.00% | 33.925% | 43.925% |
| Non-Hazardous Duty members hired after January 1, 2013 | 8.00% | 33.925% | 41.925% |
| Members whose earnable compensation is less than the poverty guidelines | 7.50% | 36.425% | 43.925% |

Non-Employer Contributions

The System also receives insurance premium tax monies as additional employer contributions. The tax is considered support from a non-contributing entity and appropriated by the Legislature each year based on an actuarial study. Non-employer contributions were recognized as revenue during the year ended June 30, 2024 and excluded from pension expense. The City's proportionate share of these non-employer contributions totaled \$414,025 during the measurement period.

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE D – OTHER NOTES (Continued)

1. Retirement Plans (Continued)

Non-Employer Contributions (Continued)

The City's contractually required composite contribution rate for the year ended March 31, 2025, was 33.925% of annual payroll from April 1, 2024, to June 30, 2024, and 35.60% from July 1, 2024, to March 31, 2025, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any Unfunded Actuarial Accrued Liability.

Additionally, the City contributes both the employee and employer amounts and takes no deductions from the employees' pay for employees hired prior to April 1, 2013.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At March 31, 2025, the City reported a liability of \$14,420,754 for its proportionate share of the Net Pension Liability. The Net Pension Liability was measured as of June 30, 2024, 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 proportion of the Net Pension Liability was based on a projection of the City's projected contribution effort to the plan for the next fiscal year as compared to the total of all employers' projected contribution effort to the plan for the next fiscal year, actuarially determined. At June 30, 2024, the City's proportion was 1.591702%, which is a decrease of -0.74756% from its proportion measure as of June 30, 2023.

For the year ended March 31, 2025, the City's recognized pension expense of \$2,226,068 plus the City's amortization of change in proportionate share and difference between employer contributions and proportionate share of contributions of \$141,617.

At March 31, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|-----------------------------------|-------------------------------------|
| Differences between expected and actual experience | \$ 780,778 | \$ 436,232 |
| Changes in assumptions | 400,887 | - |
| Differences between projected and actual investment earnings | - | - |
| Changes in proportionate share of the NPL | 315,590 | 701,638 |
| Differences between the City's contributions and proportionate share of contributions | 181,142 | - |
| City's contributions subsequent to the measurement date | 1,674,884 | - |
| Total | \$ 3,353,282 | \$ 1,137,870 |

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE D – OTHER NOTES (Continued)

1. Retirement Plans (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Deferred outflows of resources of \$1,674,884 related to pensions resulting from the City's contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the year ended March 31, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| Years Ending March 31 | Amount of Amortization |
|----------------------------------|-----------------------------------|
| 2026 | \$ (52,874) |
| 2027 | 1,458,310 |
| 2028 | (612,204) |
| 2029 | (252,705) |
| | <hr/> |
| | \$ 540,527 |

Actuarial Methods and Assumptions. A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2024, are as follows:

| | | |
|---|---|---------------------------|
| Valuation Date | June 30, 2024 | |
| Actuarial Cost Method | Entry Age Normal Cost | |
| Investment Rate of Return | 6.75% net of investment expense | |
| Expected Remaining Service Lives | 4 years | |
| Inflation Rate | 2.50% per annum | |
| Salary Increases, including Inflation and Merit | <u>Years of Service</u> | <u>Salary Growth Rate</u> |
| | 1-2 | 12.30% |
| | Above 2 | 4.70% |
| Mortality | For annuitants and beneficiaries, the Pub-2010 Public Retirement Plan Mortality Table for Safety Below-Median Healthy Retirees multiplied by 115% for males and 125% for females, each with full generational projection using the MP2019 scale was used. | |
| | For disabled lives, the Pub-2010 Public Retirement Plans Mortality Table for Safety Disable Retirees multiplied by 105% for males and 115% for females, each with full generational projection using the MP2019 scale was used. | |
| | For employees, the Pub-2010 Public Retirement Plans Mortality Table for Safety Below-Median. Employees multiplied by 115% for males and 125% for females, each with full generational projection using the MP2019 scale was used. | |

CITY OF GRETNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE D – OTHER NOTES (Continued)

1. Retirement Plans (Continued)

Cost-of-Living Adjustments The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost-of-living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees.

The mortality rate assumption used was set based upon an experience study performed by the prior actuary on plan data for the period July 1, 2014, through June 30, 2019, and review of

similar law enforcement mortality. The data was assigned credibility weighting and combined with a standard table to produce current levels of mortality. This mortality was then projected forward to a period equivalent to the estimated duration of the System's liabilities. Annuity values calculated based on this mortality were compared to those produced by using a setback of standard tables. The result of the procedure indicated that the tables used would produce liability values approximating the appropriate generational mortality tables.

Best estimates of arithmetic real rates of return for each major asset class included in the System's target allocation as of June 30, 2024, are summarized in the following table:

| Asset Class | Target Asset Allocation | Long-Term Expected Portfolio Real Rate of Return |
|------------------------------------|-------------------------|--|
| Equity | 52.00% | 3.14% |
| Fixed Income | 34.00% | 1.07% |
| Alternatives | 14.00% | 1.03% |
| Totals | <u>100.00%</u> | <u>5.24%</u> |
| Inflation | | 2.62% |
| Expected Arithmetic Nominal Return | | <u>7.86%</u> |

The discount rate used to measure the total pension liability was 6.750%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the System's actuary. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of

CITY OF GRETNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE D – OTHER NOTES (Continued)

1. Retirement Plans (Continued)

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.

Sensitivity to Changes in the Discount Rate.

The following presents the Net Pension Liability of the City calculated using the discount rate of 6.750%, as well as what the City's Net Pension Liability would be if it were calculated using a discount rate that is one percentage point lower 5.750% or one percentage point higher 7.750% than the current rate calculated at June 30, 2024.

| | 1% Decrease 5.750% | Current Discount Rate 6.750% | 1% Increase 7.750% |
|--|-----------------------|---------------------------------|-----------------------|
| City's proportionate share of the Net Pension Liability | \$ 21,421,675 | \$ 14,420,754 | \$ 8,576,346 |

Payables to the Pension Plan

At March 31, 2025, the City had no payables due to MPERS.

2. On Behalf Payments for Salaries

Supplemental pay which is paid directly to employees of the City of Gretna by the State of Louisiana, Department of Public Safety, is recognized as intergovernmental revenue and salaries expenditure in the year in which paid. For the year ended March 31, 2025, the amount recognized as revenue and expenditure was \$625,420.

3. Postemployment Health Care and Life Insurance Benefits

General Information about the OPEB Plan

Plan description – The City of Gretna (the City) provides certain continuing health care and life insurance benefits for its retired employees. The City of Gretna'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 – Medical benefits are provided through a comprehensive medical plan and are made available to employees upon actual retirement. The employees are covered by two retirement systems whose retirement eligibility (D.R.O.P. entry) provisions are similar. We have used the following as representative of that eligibility: 25 years of service at any age, or age 60 and 10 years of service; for Police, 25 years of service at any age; age 50 and 20 years of service; age 55 and 12 years of service.

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE D – OTHER NOTES (Continued)

3. Postemployment Health Care and Life Insurance Benefits (Continued)

Employees covered by benefit terms – As of the measurement date March 31, 2025, the following employees were covered by the benefit terms:

| | |
|--|-------------------|
| Inactive employees or beneficiaries currently receiving benefit payments | 3 |
| Inactive employees entitled to but not yet receiving benefit payments | - |
| Active employees | <u>234</u> |
| | <u><u>237</u></u> |

Total OPEB Liability

The City's total OPEB liability of \$338,544 as of the measurement date March 31, 2025, the end of the fiscal year.

Actuarial Assumptions and other inputs – The total OPEB liability in the March 31, 2025, 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 | 4.0%, including inflation |
| Discount rate | 3.58% annually (Beginning of Year to Determine ADC) |
| | 4.45%, annually (As of End of Year Measurement Date) |
| Healthcare cost trend rates | 5.5% annually for ten years, 4.5% thereafter |
| Mortality | SOA RP-2000 Table |

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

The actuarial assumptions used in the March 31, 2025 valuation were based on the results of ongoing evaluations of the assumptions from October 1, 2009 to March 31, 2025.

Changes in the Total OPEB Liability

| | |
|--|--------------------------|
| Balance at March 31, 2024 | <u>\$ 435,446</u> |
| Changes for the year: | |
| Service cost | 11,171 |
| Interest | 14,984 |
| Differences between expected and actual experience | (62,325) |
| Changes in assumptions | (26,929) |
| Benefit payments and net transfers | (33,803) |
| Net changes | <u>(96,902)</u> |
| Balance at March 31, 2025 | <u><u>\$ 338,544</u></u> |

CITY OF GRETNNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025

NOTE D – OTHER NOTES (Continued)

3. Postemployment Health Care and Life Insurance Benefits (Continued)

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 (2.58%) or 1-percentage-point higher (4.58%) than the current discount rate:

| | 1.0% Decrease (2.58%) | Current Discount Rate (3.58%) | 1.0% Increase (4.58%) |
|----------------------|----------------------------------|--|----------------------------------|
| Total OPEB liability | \$ 409,148 | \$ 338,544 | \$ 284,046 |

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:

| | 1.0% Decrease (4.5%) | Current Trend (5.5%) | 1.0% Increase (6.5%) |
|----------------------|---------------------------------|---------------------------------|---------------------------------|
| Total OPEB liability | \$ 290,902 | \$ 338,544 | \$ 400,828 |

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

For the year ended March 31, 2025 the City recognized OPEB expense of \$-111,992. At March 31, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|-----------------------------------|----------------------------------|
| Differences between expected and actual experience | \$ 73,617 | \$ (164,513) |
| Changes in assumptions | 84,845 | (35,746) |
| Total | \$ 158,462 | \$ (200,259) |

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

Years ending March 31:

| | |
|------------|----------|
| 2026 | (50,211) |
| 2027 | (47,726) |
| 2028 | 8,874 |
| 2029 | 3,871 |
| 2030 | 21,722 |
| Thereafter | 21,666 |

**CITY OF GRETNA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2025**

NOTE D – OTHER NOTES (Continued)

4. Contingencies and Commitments

The City is a defendant in several lawsuits including claims for damages from wrongful deaths, civil rights violations, injuries, property damage and other actions. The City's attorneys have evaluated the open claims for the likelihood of an unfavorable outcome to the City and an amount of potential loss. In most instances neither the outcome nor the amount of a potential loss could be estimated.

The City carries insurance for general liability coverage in the amount of \$3,000,000 per occurrence \$6,000,000 aggregate, wrongful act liability coverage in the amount of \$3,000,000 per occurrence \$6,000,000 aggregate and auto liability coverage in the amount of \$1,000,000 per occurrence.

Deductibles under these coverage's are \$200,000 for auto liability and \$300,000 for other coverages per occurrence. The City's third-party administrator has actuarially computed the City's liability in all cases as of March 31, 2025, to be \$559,660. The City has not accrued a liability on its financial statements to provide for the estimated amount but it has provided a reserve of fund balance in its General Fund under the caption "Reserve for separation and settlement" in the amount of \$209,162. The City provides for anticipated settlement in the subsequent fiscal year in its annual budget.

5. Subsequent Events

Management of the City of Gretna has evaluated subsequent events through October 27, 2025, the date which the financial statements were available to be issued. The City is not aware of any subsequent events which would require recognition or disclosure in the financial statements.

REQUIRED SUPPLEMENTAL INFORMATION

CITY OF GRETNNA, LOUISIANA
 Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
GENERAL FUND
 For the Year Ended March 31, 2025

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget | |
|---|-------------------------|---------------------|---------------------|-------------------------------|--|
| | Original | Final | Actual | | |
| REVENUES | | | | | |
| Ad valorem | \$ 4,395,000 | \$ 4,330,000 | \$ 4,289,437 | \$ (40,563) | |
| Sales | 10,645,000 | 10,645,000 | 10,600,047 | (44,953) | |
| Franchise | 635,000 | 620,000 | 637,525 | 17,525 | |
| Intergovernmental | 1,879,580 | 2,557,077 | 2,465,247 | (91,830) | |
| Charges for services | 334,500 | 335,000 | 428,628 | 93,628 | |
| Fines and forfeitures | 1,526,820 | 1,780,320 | 1,730,052 | (50,268) | |
| Licenses and permits | 1,112,950 | 1,148,400 | 1,196,367 | 47,967 | |
| Investment earnings | 665,000 | 925,000 | 1,083,051 | 158,051 | |
| Miscellaneous | 501,227 | 501,856 | 413,292 | (88,564) | |
| Total revenues | <u>21,695,077</u> | <u>22,842,653</u> | <u>22,843,645</u> | <u>992</u> | |
| EXPENDITURES | | | | | |
| Current: | | | | | |
| General government | 3,413,724 | 4,272,185 | 4,759,146 | (486,961) | |
| Public safety | 12,606,319 | 12,948,948 | 12,935,747 | 13,201 | |
| Public works | 3,805,900 | 4,948,106 | 4,764,197 | 183,909 | |
| Cemetery | 77,700 | 74,200 | 69,588 | 4,612 | |
| Total current | <u>19,903,643</u> | <u>22,243,439</u> | <u>22,528,677</u> | <u>(285,238)</u> | |
| Capital outlay: | | | | | |
| Capital Outlay | 2,325,000 | 3,069,919 | 3,236,384 | (166,465) | |
| Total capital outlay | <u>2,325,000</u> | <u>3,069,919</u> | <u>3,236,384</u> | <u>(166,465)</u> | |
| Total expenditures | <u>22,228,643</u> | <u>25,313,358</u> | <u>25,765,061</u> | <u>(451,703)</u> | |
| Excess (deficiency) of revenues over expenditures | <u>(533,566)</u> | <u>(2,470,705)</u> | <u>(2,921,416)</u> | <u>(450,714)</u> | |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Transfers in | 500,000 | 2,150,000 | 1,512,903 | (637,097) | |
| Transfers out | (300,000) | (695,000) | (452,247) | 242,753 | |
| Leases & subscriptions issued | - | 690,000 | 1,425,442 | 735,442 | |
| Total other financing sources (uses) | <u>200,000</u> | <u>2,145,000</u> | <u>2,486,097</u> | <u>341,097</u> | |
| Net change in fund balances | (333,566) | (325,705) | (435,319) | (109,614) | |
| Fund balances - beginning | 6,830,257 | 6,830,257 | 6,830,257 | - | |
| Fund balances - ending | <u>\$ 6,496,691</u> | <u>\$ 6,504,552</u> | <u>\$ 6,394,938</u> | <u>\$ (109,614)</u> | |

The notes to financial statements are an integral part of this statement.

CITY OF GRETNNA, LOUISIANA
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 FIRE PROTECTION
 For the Year Ended March 31, 2025

| | Budgeted Amounts | | | Variance with Final | |
|---|---------------------|---------------------|---------------------|---------------------|--------|
| | Original | Final | Actual | | Budget |
| REVENUES | | | | | |
| Ad valorem | \$ 2,740,000 | \$ 2,886,738 | \$ 2,853,493 | \$ (33,245) | |
| Intergovernmental | 120,000 | 157,948 | 157,948 | - | |
| Investment earnings | 75,000 | 162,600 | 146,887 | (15,714) | |
| Total revenues | <u>2,935,000</u> | <u>3,207,286</u> | <u>3,158,327</u> | <u>(48,959)</u> | |
| EXPENDITURES | | | | | |
| Current: | | | | | |
| Public safety | 2,749,025 | 2,577,650 | 2,699,229 | (121,579) | |
| Total current | <u>2,749,025</u> | <u>2,577,650</u> | <u>2,699,229</u> | <u>(121,579)</u> | |
| Capital outlay: | | | | | |
| Capital Outlay | 250,000 | 1,266,205 | 1,256,189 | 10,016 | |
| Total capital outlay | <u>250,000</u> | <u>1,266,205</u> | <u>1,256,189</u> | <u>10,016</u> | |
| Total expenditures | <u>2,999,025</u> | <u>3,843,855</u> | <u>3,955,418</u> | <u>(111,563)</u> | |
| Excess (deficiency) of revenues over expenditures | <u>(64,025)</u> | <u>(636,569)</u> | <u>(797,091)</u> | <u>(160,522)</u> | |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Transfers in | 710 | - | - | - | |
| Transfers out | (454,750) | (454,750) | (454,750) | - | |
| Total other financing sources (uses) | <u>(454,040)</u> | <u>(454,750)</u> | <u>(454,750)</u> | <u>-</u> | |
| Net change in fund balances | (518,065) | (1,091,319) | (1,251,841) | (160,522) | |
| Fund balances - beginning | 2,909,625 | 2,909,625 | 2,909,625 | - | |
| Fund balances - ending | <u>\$ 2,391,560</u> | <u>\$ 1,818,306</u> | <u>\$ 1,657,784</u> | <u>\$ (160,522)</u> | |

The notes to financial statements are an integral part of this statement.

CITY OF GRETNNA, LOUISIANA
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 AMBULANCE
 For the Year Ended March 31, 2025

| | Budgeted Amounts | | | Variance with Final | |
|---|---------------------|---------------------|---------------------|---------------------|--------|
| | Original | Final | Actual | | Budget |
| REVENUES | | | | | |
| Ad valorem | \$ 1,242,698 | \$ 1,229,142 | \$ 1,215,202 | \$ (13,940) | |
| Charges for services | 1,110,000 | 1,400,000 | 1,609,068 | 209,068 | |
| Investment earnings | 25,000 | 90,000 | 131,907 | 41,907 | |
| Total revenues | <u>2,377,698</u> | <u>2,719,142</u> | <u>2,956,177</u> | <u>237,035</u> | |
| EXPENDITURES | | | | | |
| Current: | | | | | |
| Public safety | 2,200,675 | 2,292,000 | 2,027,345 | 264,655 | |
| Total current | <u>2,200,675</u> | <u>2,292,000</u> | <u>2,027,345</u> | <u>264,655</u> | |
| Capital outlay: | | | | | |
| Capital Outlay | - | - | 60,146 | (60,146) | |
| Total capital outlay | <u>-</u> | <u>-</u> | <u>60,146</u> | <u>(60,146)</u> | |
| Total expenditures | 2,200,675 | 2,292,000 | 2,087,491 | 204,510 | |
| Excess (deficiency) of revenues over expenditures | <u>177,023</u> | <u>427,142</u> | <u>868,686</u> | <u>441,544</u> | |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Transfers out | - | - | (300,000) | (300,000) | |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>(300,000)</u> | <u>(300,000)</u> | |
| Net change in fund balances | 177,023 | 427,142 | 568,686 | 141,544 | |
| Fund balances - beginning | 2,574,736 | 2,574,736 | 2,574,736 | - | |
| Fund balances - ending | <u>\$ 2,751,759</u> | <u>\$ 3,001,878</u> | <u>\$ 3,143,422</u> | <u>\$ 141,544</u> | |

The notes to financial statements are an integral part of this statement.

CITY OF GRETNNA, LOUISIANA
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 CAPITAL PROJECTS
 For the Year Ended March 31, 2025

| | Budgeted Amounts | | | Variance with Final Budget |
|---|------------------|--------------|--------------|-------------------------------|
| | Original | Final | Actual | |
| REVENUES | | | | |
| Intergovernmental | \$ 650,000 | \$ 550,000 | \$ 927,326 | \$ 377,326 |
| Total revenues | 650,000 | 550,000 | 927,326 | 377,326 |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public works | - | 1,000,000 | 884,309 | 115,691 |
| Total current | - | 1,000,000 | 884,309 | 115,691 |
| Capital outlay: | | | | |
| Capital Outlay | 1,000,000 | 935,000 | 1,150,192 | (215,192) |
| Total capital outlay | 1,000,000 | 935,000 | 1,150,192 | (215,192) |
| Total expenditures | 1,000,000 | 1,935,000 | 2,034,500 | (99,500) |
| Excess (deficiency) of revenues over expenditures | (350,000) | (1,385,000) | (1,107,174) | 277,826 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 150,000 | 150,000 | 288,037 | 138,037 |
| Transfers out | (650,000) | (2,300,000) | (1,742,966) | 557,034 |
| Total other financing sources (uses) | (500,000) | (2,150,000) | (1,454,929) | 695,071 |
| Net change in fund balances | (850,000) | (3,535,000) | (2,562,103) | 972,897 |
| Fund balances - beginning | 12,434,035 | 12,434,035 | 12,434,035 | - |
| Fund balances - ending | \$ 11,584,035 | \$ 8,899,035 | \$ 9,871,932 | \$ 972,897 |

The notes to financial statements are an integral part of this statement.

CITY OF GRETNA, LOUISIANA
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 DEBT SERVICE
 For the Year Ended March 31, 2025

| | Budgeted Amounts | | | Variance with Final Budget |
|---|---------------------|---------------------|---------------------|----------------------------|
| | Original | Final | Actual | |
| | | | | |
| REVENUES | | | | |
| Sales | \$ 1,194,045 | \$ 1,031,658 | \$ 1,031,658 | \$ - |
| Investment earnings | 37,000 | 90,000 | 92,907 | 2,907 |
| Total revenues | <u>1,231,045</u> | <u>1,121,658</u> | <u>1,124,565</u> | <u>2,907</u> |
| EXPENDITURES | | | | |
| Debt service: | | | | |
| Principal retirement | 1,443,000 | 1,443,000 | 1,443,000 | - |
| Interest | 395,402 | 395,402 | 561,446 | (166,044) |
| Total debt service | <u>1,838,402</u> | <u>1,838,402</u> | <u>2,004,446</u> | <u>(166,044)</u> |
| Total expenditures | <u>1,838,402</u> | <u>1,838,402</u> | <u>2,004,446</u> | <u>(166,044)</u> |
| Excess (deficiency) of revenues over expenditures | <u>(607,357)</u> | <u>(716,744)</u> | <u>(879,881)</u> | <u>(163,137)</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 641,557 | 641,357 | 809,081 | 167,724 |
| Total other financing sources (uses) | <u>641,557</u> | <u>641,357</u> | <u>809,081</u> | <u>167,724</u> |
| Net change in fund balances | 34,200 | (75,387) | (70,800) | 4,587 |
| Fund balances - beginning | 1,574,711 | 1,574,711 | 1,574,711 | - |
| Fund balances - ending | <u>\$ 1,608,911</u> | <u>\$ 1,499,324</u> | <u>\$ 1,503,911</u> | <u>\$ 4,587</u> |

The notes to financial statements are an integral part of this statement.

CITY OF GRETNNA, LOUISIANA
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 POLICE GRANT FUND
 For the Year Ended March 31, 2025

| | Budgeted Amounts | | | Variance with Final Budget |
|---|-------------------|-------------------|-------------------|-------------------------------|
| | Original | Final | Actual | |
| | \$ | \$ | \$ | |
| REVENUES | | | | |
| Intergovernmental | \$ 1,053,750 | \$ 1,423,346 | \$ 1,520,792 | \$ 97,446 |
| Miscellaneous | - | 131,530 | 131,530 | - |
| Total revenues | <u>1,053,750</u> | <u>1,554,876</u> | <u>1,652,322</u> | <u>97,446</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public safety | 911,000 | 1,314,056 | 1,366,814 | (52,758) |
| Public works | - | 212,293 | - | 212,293 |
| Total current | <u>911,000</u> | <u>1,526,349</u> | <u>1,366,814</u> | <u>159,535</u> |
| Capital outlay: | | | | |
| Capital Outlay | 142,750 | 163,533 | 226,037 | (62,504) |
| Total capital outlay | <u>142,750</u> | <u>163,533</u> | <u>226,037</u> | <u>(62,504)</u> |
| Total expenditures | <u>1,053,750</u> | <u>1,689,882</u> | <u>1,592,851</u> | <u>97,031</u> |
| Excess (deficiency) of revenues over expenditures | - | (135,006) | 59,471 | 194,477 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | 135,000 | 214,847 | 79,847 |
| Total other financing sources (uses) | <u>-</u> | <u>135,000</u> | <u>214,847</u> | <u>79,847</u> |
| Net change in fund balances | - | (6) | 274,318 | 274,324 |
| Fund balances - beginning | 170,783 | 170,783 | 170,783 | - |
| Fund balances - ending | <u>\$ 170,783</u> | <u>\$ 170,777</u> | <u>\$ 445,101</u> | <u>\$ 274,324</u> |

The notes to financial statements are an integral part of this statement.

CITY OF GRETNNA, LOUISIANA
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
For The Year Ended March 31, 2025

| Total OPEB Liability | 2025 | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|---------------------|-------------------|
| Service cost | \$ 11,171 | \$ 11,019 | \$ 12,458 | \$ 8,740 | \$ 8,666 | \$ 22,776 | \$ 22,152 |
| Interest | 14,984 | 14,125 | 18,458 | 17,252 | 26,550 | 35,326 | 38,429 |
| Changes of benefit terms | - | - | - | - | - | - | - |
| Differences between expected and actual experience | (62,325) | 27,996 | (251,960) | (46,409) | (614,623) | 113,637 | (9,180) |
| Changes of assumptions | (26,929) | (2,980) | (31,039) | 33,983 | 174,946 | 147,694 | 8,403 |
| Benefit payments | (33,803) | (36,589) | (34,682) | (47,549) | (45,070) | (118,710) | (112,521) |
| Net change in total OPEB liability | (96,902) | 13,571 | (286,765) | (33,983) | (449,531) | 200,723 | (52,717) |
| Total OPEB liability - beginning | 435,446 | 421,875 | 708,640 | 742,623 | 1,192,154 | 991,431 | 1,044,148 |
| Total OPEB liability - ending (a) | \$ 338,544 | \$ 435,446 | \$ 421,875 | \$ 708,640 | \$ 742,623 | \$ 1,192,154 | \$ 991,431 |
| Covered-employee payroll | \$ 11,985,759 | \$ 11,224,605 | \$ 10,792,890 | \$ 10,610,783 | \$ 10,202,676 | \$ 10,498,245 | \$ 10,094,467 |
| Net OPEB liability as a percentage of covered-employee payroll | 2.82% | 3.88% | 3.91% | 6.68% | 7.28% | 11.36% | 9.82% |
| Notes to Schedule: | | | | | | | |
| <i>Benefit Changes:</i> | None | None | None | None | None | None | None |
| <i>Changes of Assumptions:</i> | | | | | | | |
| <i>Discount Rate:</i> | 4.45% | 3.58% | 3.50% | 2.67% | 2.40% | 2.27% | 3.79% |
| <i>Mortality:</i> | RP-2000 | RP-2000 | RP-2000 | RP-2000 | RP-2000 | RP-2000 | RP-2000 |
| <i>Trend:</i> | 4.5% to 5.5% | 5.5% | 5.5% |

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

CITY OF GRETNA, LOUISIANA
SCHEDULE OF EMPLOYER'S PROPORTIONATE SHARE OF NET PENSION LIABILITY
Year Ended March 31, 2025*

| Year Ended June 30, | Plan | Employer Proportion of the Net Pension Liability | Employer Proportionate Share of the Net Pension Liability | Employer's Covered Employee Payroll | Employer Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Employee Payroll | Plan Fiduciary Net Position As a Percentage of the Total Pension Liability |
|------------------------|-------|--|---|--|---|---|
| | | (Asset) | (Asset) | | | |
| 2024 | MERS | 3.699671% | \$10,410,869 | \$7,536,857 | 138.13% | 79.05% |
| 2023 | MERS | 3.436684% | \$12,560,615 | \$6,889,007 | 182.33% | 72.46% |
| 2022 | MERS | 3.094785% | \$12,853,366 | \$5,811,602 | 221.17% | 67.87% |
| 2021 | MERS | 2.987473% | \$ 8,309,666 | \$5,908,287 | 140.64% | 77.82% |
| 2020 | MERS | 3.022682% | \$13,068,290 | \$5,788,683 | 225.76% | 64.52% |
| 2019 | MERS | 2.976602% | \$12,438,212 | \$5,501,446 | 226.09% | 64.68% |
| 2018 | MERS | 2.827925% | \$11,709,526 | \$5,176,978 | 226.18% | 63.94% |
| 2017 | MERS | 2.784653% | \$11,649,378 | \$5,057,190 | 230.35% | 62.49% |
| 2016 | MERS | 2.759553% | \$11,310,609 | \$4,929,524 | 229.45% | 62.11% |
| 2015 | MERS | 2.728560% | \$ 9,746,844 | \$4,656,998 | 209.29% | 66.18% |
| | | | | | | |
| 2024 | MPERS | 1.591702% | \$14,420,754 | \$5,610,598 | 257.03% | 75.84% |
| 2023 | MPERS | 1.666458% | \$17,606,077 | \$5,645,346 | 311.87% | 71.30% |
| 2022 | MPERS | 1.589043% | \$16,242,840 | \$4,888,099 | 332.29% | 70.80% |
| 2021 | MPERS | 1.708110% | \$ 9,105,160 | \$5,212,885 | 174.67% | 84.09% |
| 2020 | MPERS | 1.776460% | \$16,418,631 | \$5,489,760 | 299.08% | 70.94% |
| 2019 | MPERS | 1.840604% | \$16,715,767 | \$5,748,011 | 290.81% | 71.01% |
| 2018 | MPERS | 1.755126% | \$14,837,942 | \$5,195,650 | 285.58% | 71.89% |
| 2017 | MPERS | 1.774431% | \$15,417,028 | \$5,270,319 | 292.53% | 70.08% |
| 2016 | MPERS | 1.774431% | \$16,631,418 | \$4,872,952 | 341.30% | 66.04% |
| 2015 | MPERS | 1.788425% | \$14,010,440 | \$4,719,875 | 296.84% | 70.73% |

*The amounts presented have a measurement date of June 30, 2024

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

CITY OF GRETNA, LOUISIANA
SCHEDULE OF EMPLOYER'S CONTRIBUTIONS
Year Ended March 31, 2025

| Year Ended March 31, | Plan | Contributions in Relation to | | | Employer's Covered Employee Payroll | Contributions as a % of Covered Employee Payroll |
|-------------------------|-------|---|---|--|--|--|
| | | Contractually Required Contribution | Contractually Required Contribution | Contribution Deficiency (Excess) | | |
| 2025 | MERS | \$ 2,200,554 | \$ 2,200,554 | \$ - | \$ 7,747,144 | 28.40% |
| 2024 | MERS | \$ 2,169,894 | \$ 2,169,894 | \$ - | \$ 7,355,522 | 29.50% |
| 2023 | MERS | \$ 1,890,264 | \$ 1,890,264 | \$ - | \$ 6,407,673 | 29.50% |
| 2022 | MERS | \$ 1,707,291 | \$ 1,707,291 | \$ - | \$ 5,787,429 | 29.50% |
| 2021 | MERS | \$ 1,710,624 | \$ 1,710,624 | \$ - | \$ 5,867,330 | 29.16% |
| 2020 | MERS | \$ 1,560,018 | \$ 1,560,018 | \$ - | \$ 5,707,885 | 27.33% |
| 2019 | MERS | \$ 1,403,072 | \$ 1,403,072 | \$ - | \$ 5,453,294 | 25.73% |
| 2018 | MERS | \$ 1,244,310 | \$ 1,244,310 | \$ - | \$ 5,140,022 | 24.21% |
| 2017 | MERS | \$ 1,143,736 | \$ 1,143,736 | \$ - | \$ 5,231,646 | 21.86% |
| 2016 | MERS | \$ 961,580 | \$ 961,580 | \$ - | \$ 4,869,129 | 19.75% |
| | | | | | | |
| 2025 | MPERS | \$ 2,047,337 | \$ 2,047,337 | \$ - | \$ 5,826,195 | 35.14% |
| 2024 | MPERS | \$ 1,815,550 | \$ 1,815,550 | \$ - | \$ 5,466,391 | 33.21% |
| 2023 | MPERS | \$ 1,667,660 | \$ 1,667,660 | \$ - | \$ 5,394,301 | 30.92% |
| 2022 | MPERS | \$ 1,494,891 | \$ 1,494,891 | \$ - | \$ 4,871,532 | 30.69% |
| 2021 | MPERS | \$ 1,770,160 | \$ 1,770,160 | \$ - | \$ 5,291,869 | 33.45% |
| 2020 | MPERS | \$ 1,790,214 | \$ 1,790,214 | \$ - | \$ 5,518,312 | 32.44% |
| 2019 | MPERS | \$ 1,802,415 | \$ 1,802,415 | \$ - | \$ 5,644,294 | 31.93% |
| 2018 | MPERS | \$ 1,625,751 | \$ 1,625,751 | \$ - | \$ 5,246,699 | 30.99% |
| 2017 | MPERS | \$ 1,670,238 | \$ 1,670,238 | \$ - | \$ 5,094,098 | 32.79% |
| 2016 | MPERS | \$ 1,490,376 | \$ 1,490,376 | \$ - | \$ 4,852,165 | 30.72% |

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

OTHER SUPPLEMENTAL INFORMATION

CITY OF GRETNNA, LOUISIANA
 Combining Balance Sheet
 Nonmajor Governmental Funds
 March 31, 2025

| | Special Revenue | | | | | | | | | | Total Nonmajor Governmental Funds | |
|---|--------------------------------|-------------------|-------------------|---------------------|-------------------|-------------------|-----------------------|-------------------|-------------------------------|------------|--------------------------------------|--|
| | SOCIAL SERV FOR THE AGED | | STREET LIGHTS | | TOURISM | | HOME INCARCERATION | | COURT SECURITY 24TH JDC | | | |
| | GARBAGE | RECREATION | GARBAGE | RECREATION | GARBAGE | RECREATION | GARBAGE | RECREATION | GARBAGE | RECREATION | | |
| ASSETS | | | | | | | | | | | | |
| Cash and cash equivalents | \$ 42,214 | \$ 771,827 | \$ 308,580 | \$ 2,338,523 | \$ 38,170 | \$ 22,560 | \$ 370,179 | \$ 201,939 | \$ 4,093,993 | | | |
| Receivables, net | 344,319 | 37,347 | 2,116 | 16,899 | 80,158 | 139,838 | 264,159 | 48,785 | 933,622 | | | |
| Due from other governments | - | - | - | - | 425,245 | - | - | - | 425,245 | | | |
| Total assets | <u>\$ 386,534</u> | <u>\$ 809,173</u> | <u>\$ 310,696</u> | <u>\$ 2,355,422</u> | <u>\$ 543,573</u> | <u>\$ 162,398</u> | <u>\$ 634,339</u> | <u>\$ 250,725</u> | <u>\$ 5,452,860</u> | | | |
| LIABILITIES | | | | | | | | | | | | |
| Accounts payable | \$ 231,510 | \$ 27,150 | \$ 359 | \$ 39,754 | \$ 300,293 | \$ 2,626 | \$ 997 | \$ 308 | \$ 602,997 | | | |
| Total liabilities | <u>\$ 231,510</u> | <u>\$ 27,150</u> | <u>\$ 359</u> | <u>\$ 39,754</u> | <u>\$ 300,293</u> | <u>\$ 2,626</u> | <u>\$ 997</u> | <u>\$ 308</u> | <u>\$ 602,997</u> | | | |
| Total liabilities and deferred inflows of resources | <u>231,510</u> | <u>27,150</u> | <u>359</u> | <u>39,754</u> | <u>300,293</u> | <u>2,626</u> | <u>997</u> | <u>308</u> | <u>602,997</u> | | | |
| FUND BALANCES (DEFICITS) | | | | | | | | | | | | |
| Assigned | | | | | | | | | | | | |
| Culture and recreation | - | 782,024 | 310,338 | - | 243,280 | - | - | - | - | 1,335,642 | | |
| Public safety | - | - | - | - | - | - | 159,772 | 633,342 | 250,416 | 1,043,530 | | |
| Public works | 155,023 | - | - | 2,315,668 | - | - | - | - | - | 2,470,691 | | |
| Total fund balances (deficits) | <u>155,023</u> | <u>782,024</u> | <u>310,338</u> | <u>2,315,668</u> | <u>243,280</u> | <u>159,772</u> | <u>633,342</u> | <u>250,416</u> | <u>4,849,863</u> | | | |
| Total liabilities and fund balances (deficits) | <u>\$ 386,534</u> | <u>\$ 809,173</u> | <u>\$ 310,696</u> | <u>\$ 2,355,422</u> | <u>\$ 543,573</u> | <u>\$ 162,398</u> | <u>\$ 634,339</u> | <u>\$ 250,725</u> | <u>\$ 5,452,860</u> | | | |

The notes to financial statements are an integral part of this statement.

CITY OF GRETNNA, LOUISIANA
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Special revenue funds
 For the Year Ended March 31, 2025

| | SOCIAL SERV FOR THE AGED | | | | | | | | COURT SECURITY 24TH JDC | | COURT SECURITY 2ND PARISH | | Total Nonmajor Special revenue funds |
|---|--------------------------|-------------------|-------------------|---------------------|--------------------|-------------------|-------------------|-------------------|-------------------------|-------------------|---------------------------|---------------------|--------------------------------------|
| | GARBAGE | RECREATION | STREET LIGHTS | TOURISM | HOME INCARCERATION | | | | | | | | |
| REVENUES | | | | | | | | | | | | | |
| Ad valorem | \$ - | \$ 819,820 | \$ 91,091 | \$ 727,557 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 1,638,468 | |
| Sales | - | - | - | - | 467,744 | - | - | - | - | - | - | 467,744 | |
| Intergovernmental | - | - | - | - | 891,634 | 932,017 | 1,565,306 | 321,428 | 321,428 | 321,428 | 321,428 | 3,710,386 | |
| Charges for services | 1,987,629 | 116,206 | - | - | 76,855 | - | - | - | - | - | - | 2,180,690 | |
| Miscellaneous | - | 11,500 | 2,500 | - | 94,410 | 40,116 | - | - | - | - | - | 148,526 | |
| Total revenues | <u>1,987,629</u> | <u>947,527</u> | <u>93,591</u> | <u>727,557</u> | <u>1,530,643</u> | <u>972,133</u> | <u>1,565,306</u> | <u>321,428</u> | <u>321,428</u> | <u>321,428</u> | <u>321,428</u> | <u>8,145,814</u> | |
| EXPENDITURES | | | | | | | | | | | | | |
| Current: | | | | | | | | | | | | | |
| Public safety | - | - | - | - | - | 1,021,103 | 1,408,374 | 309,520 | 309,520 | 309,520 | 309,520 | 2,738,997 | |
| Public works | 2,016,104 | - | - | 489,878 | - | - | - | - | - | - | - | 2,505,982 | |
| Culture and recreation | - | 887,615 | 90,110 | - | 2,011,422 | - | - | - | - | - | - | 2,989,148 | |
| Capital outlay: | | | | | | | | | | | | | |
| Capital Outlay | - | - | - | 76,893 | 15,363 | - | - | - | - | - | - | 92,256 | |
| Total expenditures | <u>2,016,104</u> | <u>887,615</u> | <u>90,110</u> | <u>566,771</u> | <u>2,026,785</u> | <u>1,021,103</u> | <u>1,408,374</u> | <u>309,520</u> | <u>309,520</u> | <u>309,520</u> | <u>309,520</u> | <u>8,326,382</u> | |
| Excess (deficiency) of revenues over expenditures | <u>(28,475)</u> | <u>59,911</u> | <u>3,481</u> | <u>160,786</u> | <u>(496,142)</u> | <u>(48,969)</u> | <u>156,932</u> | <u>11,909</u> | <u>11,909</u> | <u>11,909</u> | <u>11,909</u> | <u>(180,568)</u> | |
| OTHER FINANCING SOURCES (USES) | | | | | | | | | | | | | |
| Transfers in | - | 6,452 | - | - | 339,777 | - | - | - | - | - | - | 346,229 | |
| Transfers out | - | (34,526) | - | - | - | - | - | - | - | - | - | (34,526) | |
| Total other financing sources (uses) | - | <u>(28,074)</u> | - | - | <u>339,777</u> | - | - | - | - | - | - | <u>311,703</u> | |
| Net change in fund balances | <u>(28,475)</u> | <u>31,838</u> | <u>3,481</u> | <u>160,786</u> | <u>(156,365)</u> | <u>(48,969)</u> | <u>156,932</u> | <u>11,909</u> | <u>11,909</u> | <u>11,909</u> | <u>11,909</u> | <u>131,135</u> | |
| Fund balances - beginning | <u>183,499</u> | <u>750,186</u> | <u>306,857</u> | <u>2,154,882</u> | <u>399,645</u> | <u>208,741</u> | <u>476,410</u> | <u>238,508</u> | <u>238,508</u> | <u>238,508</u> | <u>238,508</u> | <u>4,718,728</u> | |
| Fund balances - ending | <u>\$ 155,023</u> | <u>\$ 782,024</u> | <u>\$ 310,338</u> | <u>\$ 2,315,668</u> | <u>\$ 243,280</u> | <u>\$ 159,772</u> | <u>\$ 633,342</u> | <u>\$ 250,416</u> | <u>\$ 250,416</u> | <u>\$ 250,416</u> | <u>\$ 250,416</u> | <u>\$ 4,849,863</u> | |

The notes to financial statements are an integral part of this statement.

City of Gretna
Justice System Funding Schedule - Collecting/Disbursing Schedule

Cash Basis Presentation

As Required by La. R.S. 24:515.2

| | Amount for 04/01/2024 - 09/30/2024 | Amount for 10/01/2024 - 03/31/2025 |
|--|--|--|
| 1. Beginning Cash Balance | - | 200 |
| 2. Collections | | |
| a. Civil Fees | - | - |
| b. Bond Fees | - | - |
| c. Cash Bonds | 200 | - |
| d. Asset Forfeiture/Sale | - | - |
| e. Pre-Trial Diversion Program Fees | 434,354 | 393,841 |
| f. Criminal Court Costs/Fees | 139,199 | 124,427 |
| g. Criminal Fines – Contempt | 7,405 | 6,831 |
| h. Criminal Fines – Other/Non-Contempt | 322,649 | 280,821 |
| i. Restitution | - | - |
| j. Probation/Parole/Supervision Fees | - | - |
| k. Service Fees | 28,066 | 25,892 |
| l. Collection Fees | - | - |
| m. Interest Earnings on Collected Balances | - | - |
| n. Other | 540 | 600 |
| Total Collected | 932,413 | 832,412 |
| 3. Deductions: Collections Retained by the City of Gretna | | |
| I. Collection Fee for Collecting/Disbursing to Others Based on Percentage of Collection | - | - |
| II. Collection Fee for Collecting/Disbursing to Others Based on Fixed Amount | 14,165 | 13,232 |
| III. Other Amounts "Self-Disbursed" [Enter amounts on appropriate collection type lines] | | |
| a. Civil Fees | - | - |
| b. Bond Fees | - | - |
| c. Cash Bonds | - | - |
| d. Asset Forfeiture/Sale | - | - |
| e. Pre-Trial Diversion Program Fees | 434,354 | 393,841 |
| f. Criminal Court Costs/Fees | 73,794 | 64,097 |
| g. Criminal Fines – Contempt | 7,405 | 6,831 |
| h. Criminal Fines – Other/Non-Contempt | 322,649 | 280,822 |
| i. Restitution | - | - |
| j. Probation/Parole/Supervision Fees | - | - |
| k. Service Fees | 28,066 | 25,892 |
| l. Collection Fees [excluding amounts reported in bullets I and II above] | - | - |
| m. Interest Earnings on Collected Balances | - | - |
| n. Other | 540 | 600 |
| Total Collections Retained by the City of Gretna | 880,973 | 785,315 |
| 4. Deductions: Amounts Disbursed to Individuals and Entities, Excluding Governments and Nonprofits | | |
| a. Collection/Processing Fees Paid to Third Party Entities | - | - |
| b. Civil Fee Refunds | - | - |
| c. Bond Refunds | - | 200 |
| d. Restitution Disbursements to Individuals and Entities, Excluding Governments or a Nonprofit | - | - |
| e. Other Disbursements to Individuals and Entities, Excluding Governments or a Nonprofit | - | - |
| Total Amounts Disbursed to Individuals and Entities, Excluding Governments and Nonprofits | - | 200 |
| 5. Deductions: Total Disbursements to Other Governments & Nonprofits | 51,240 | 47,097 |
| 6. Total Amounts Disbursed/Retained | 932,213 | 832,612 |
| 7. Ending Cash Balance | 200 | - |
| 8. Ending Balance of "Partial Payments" Collected but not Disbursed | - | - |
| 9. Other Information: | | |
| I. Ending Balance of Amounts Assessed but Not Yet Collected [i.e. total ending receivable balances] | 4,350,209 | 4,755,556 |
| II. Total Waivers During the Fiscal Period [i.e. non-cash reduction of receivable balances, such as time served or community service] | - | - |

City of Gretna**Justice System Funding Schedule - Receiving Schedule**

Cash Basis Presentation

As Required by La. R.S. 24:515.2

| | Amount for 04/01/2024 - 09/30/2024 | Amount for 10/01/2024 - 03/31/2025 |
|---|--|--|
| 1. Ending Balance of Amounts Assessed but Not Received: | - | - |
| 2. Details of Receipts from Collecting/Disbursing Agency | | |
| Agency Remitting Money | Remittance Type | Amount for 04/01/2024 - 09/30/2024 |
| District Attorney of Orleans Parish | d. Asset Forfeiture/Sale | 956 |
| District Attorney for the 24th Judicial District | d. Asset Forfeiture/Sale | 3,073 |
| | | |
| | | |
| | | |

SCHEDULE OF COMPENSATION OF ELECTED OFFICIALS

**CITY OF GRETNA, LOUISIANA SCHEDULE OF
COMPENSATION PAID TO CITY COUNCIL
For The Year Ended March 31, 2025**

| COUNCILMAN | SALARY |
|--------------------|---------------|
| Wayne A. Rau | \$ 29,000 |
| Mark Miller | \$ 24,000 |
| Milton Crosby, Sr. | \$ 24,000 |
| Rudy Smith | \$ 24,000 |
| Jackie J Berthelot | \$ 24,000 |
| Mike Hinyub | \$ 24,000 |

CITY OF GRETNA, LOUISIANA
SCHEDULE OF COMPENSATION, REIMBURSEMENTS, BENEFITS
AND OTHER PAYMENTS TO AGENCY HEAD
For The Year Ended March 31, 2025

| <u>Agency Head: Mayor Belinda Constant</u> | <u>AMOUNT</u> |
|--|-------------------|
| Salary | \$ 130,000 |
| Benefits - insurance | 11,555 |
| Benefits - retirement | 36,925 |
| Benefits - other | 85 |
| Travel | 4,074 |
| Registration fees | 350 |
| Total | <u>\$ 182,989</u> |

**STATISTICAL SECTION
(Unaudited)**

CITY OF GRETNA, LOUISIANA
 Net Position by Component
 Last 10 Fiscal Years
 (accrual basis of accounting)
 (Unaudited)

| | Fiscal Year | | | | | | | | | |
|----------------------------------|-----------------------|-----------------------|-----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 2025 | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
| Governmental activities | | | | | | | | | | |
| Net investment in capital assets | \$ 79,891,558 | \$ 78,846,101 | \$ 71,676,434 | \$ 59,744,921 | \$ 55,996,815 | \$ 56,497,284 | \$ 55,124,729 | \$ 54,674,544 | \$ 44,777,129 | \$ 41,067,410 |
| Restricted | 22,794,442 | 25,658,221 | 24,674,872 | 24,752,941 | 27,057,793 | 23,261,204 | 13,216,619 | 13,155,564 | 14,587,783 | 15,146,697 |
| Unrestricted | (18,520,643) | (20,001,828) | (17,507,728) | (20,741,572) | (25,640,404) | (27,230,668) | (16,783,112) | (17,742,692) | (16,327,504) | (14,388,130) |
| Total governmental net position | <u>\$ 84,165,357</u> | <u>\$ 84,502,494</u> | <u>\$ 78,843,578</u> | <u>\$ 63,756,290</u> | <u>\$ 57,414,204</u> | <u>\$ 52,527,820</u> | <u>\$ 51,558,236</u> | <u>\$ 50,087,415</u> | <u>\$ 43,037,408</u> | <u>\$ 41,825,977</u> |
| Business-type activities | | | | | | | | | | |
| Net investment in capital assets | \$ 16,544,574 | \$ 16,544,574 | \$ 16,544,574 | \$ 16,544,574 | \$ 16,544,574 | \$ 16,544,574 | \$ 16,544,576 | \$ 16,544,576 | \$ 16,544,576 | \$ 16,544,576 |
| Restricted | - | - | - | 3,292,693 | 88,734 | 88,734 | 76,734 | 76,734 | 64,234 | 53,234 |
| Unrestricted | 8,689,386 | 9,065,350 | 9,122,729 | 8,691,083 | 8,534,483 | 7,993,706 | 7,523,631 | 7,403,936 | 5,966,535 | 5,510,361 |
| Total business-type net position | <u>\$ 25,233,960</u> | <u>\$ 25,609,924</u> | <u>\$ 25,667,303</u> | <u>\$ 28,528,349</u> | <u>\$ 25,167,791</u> | <u>\$ 24,627,014</u> | <u>\$ 24,144,941</u> | <u>\$ 24,025,246</u> | <u>\$ 22,575,345</u> | <u>\$ 22,108,171</u> |
| Primary governmental | | | | | | | | | | |
| Net investment in capital assets | \$ 96,436,132 | \$ 95,390,675 | \$ 88,221,008 | \$ 76,289,495 | \$ 72,541,389 | \$ 73,041,858 | \$ 71,669,305 | \$ 71,219,120 | \$ 61,321,705 | \$ 57,611,986 |
| Restricted | 22,794,442 | 25,658,221 | 24,674,872 | 28,045,634 | 27,146,527 | 23,349,938 | 13,293,353 | 13,232,298 | 14,652,017 | 15,199,931 |
| Unrestricted | (9,831,257) | (10,936,477) | (8,384,999) | (12,050,489) | (17,105,920) | (19,236,962) | (9,259,481) | (10,338,756) | (10,360,969) | (8,877,769) |
| Total primary net position | <u>\$ 109,399,317</u> | <u>\$ 110,112,419</u> | <u>\$ 104,510,881</u> | <u>\$ 92,284,639</u> | <u>\$ 82,581,996</u> | <u>\$ 77,154,834</u> | <u>\$ 75,703,177</u> | <u>\$ 74,112,661</u> | <u>\$ 65,612,753</u> | <u>\$ 63,934,148</u> |

CITY OF GRETNNA, LOUISIANA
 Changes in Net Position
 Last 10 Fiscal Years
 (accrual basis of accounting)
 (Unaudited)

| | Fiscal Year | | | | | | | | | |
|--|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
| | 2025 | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
| Expenses | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| General government | \$ 4,930,224 | \$ 3,782,601 | \$ 3,224,279 | \$ 3,169,785 | \$ 3,721,458 | \$ 4,312,999 | \$ 3,665,860 | \$ 3,523,454 | \$ 3,540,469 | \$ 4,360,216 |
| Public safety | 22,829,051 | 22,829,688 | 20,806,654 | 21,126,051 | 21,468,874 | 21,902,144 | 20,886,069 | 19,485,235 | 20,220,044 | 18,188,685 |
| Public works | 9,998,032 | 9,336,398 | 9,524,611 | 8,479,426 | 7,389,824 | 6,690,529 | 6,742,671 | 6,794,738 | 6,837,253 | 6,505,554 |
| Culture and recreation | 3,611,987 | 4,096,561 | 2,957,675 | 1,642,546 | 1,641,495 | 2,612,755 | 2,267,293 | 2,654,110 | 2,340,042 | 2,361,037 |
| Cemetery | 69,588 | 71,195 | 75,124 | 85,399 | 58,613 | 78,122 | 78,063 | 73,576 | 71,694 | 69,781 |
| Interest & issue cost on long-term debt | 493,474 | 462,908 | 457,924 | 484,930 | 470,142 | 543,128 | 207,907 | 224,482 | 949,171 | 378,523 |
| Total governmental activities expenses | <u>41,932,356</u> | <u>40,579,352</u> | <u>37,046,267</u> | <u>34,988,137</u> | <u>34,750,407</u> | <u>36,139,678</u> | <u>33,847,862</u> | <u>32,755,594</u> | <u>33,958,673</u> | <u>31,863,796</u> |
| Business-type activities: | | | | | | | | | | |
| WATER UTILITY | 3,898,792 | 3,919,566 | 3,528,424 | 3,524,253 | 3,236,025 | 3,197,543 | 3,219,688 | 3,323,990 | 3,173,732 | 2,992,061 |
| SEWER UTILITY | 4,032,106 | 3,876,653 | 3,361,138 | 3,330,611 | 3,259,246 | 3,450,311 | 3,645,976 | 3,545,529 | 3,386,025 | 3,217,817 |
| Total business-type activities expenses | <u>7,930,898</u> | <u>7,796,219</u> | <u>6,889,562</u> | <u>6,854,864</u> | <u>6,495,271</u> | <u>6,647,854</u> | <u>6,865,664</u> | <u>6,869,519</u> | <u>6,559,757</u> | <u>6,209,878</u> |
| Total primary government expenses | <u>\$ 49,863,254</u> | <u>\$ 48,375,571</u> | <u>\$ 43,935,829</u> | <u>\$ 41,843,001</u> | <u>\$ 41,245,678</u> | <u>\$ 42,787,532</u> | <u>\$ 40,713,526</u> | <u>\$ 39,625,113</u> | <u>\$ 40,518,430</u> | <u>\$ 38,073,674</u> |
| Program revenues | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Charges for services | | | | | | | | | | |
| General government | \$ 415,578 | \$ 1,233,020 | \$ 1,157,634 | \$ 1,125,472 | \$ 993,663 | \$ 1,151,523 | \$ 1,073,327 | \$ 1,077,851 | \$ 1,219,636 | \$ 1,200,523 |
| Public safety | 1,609,068 | 1,004,965 | 1,384,922 | 1,058,824 | 1,115,812 | 1,131,418 | 965,792 | 1,194,706 | 815,594 | 578,065 |
| Public works | 1,987,629 | 1,837,323 | 1,710,216 | 1,618,774 | 1,599,863 | 1,600,230 | 1,585,179 | 1,573,769 | 1,589,914 | 1,496,519 |
| Culture and recreation | 193,061 | 192,929 | 184,023 | 167,080 | 40,194 | 188,329 | 131,361 | 184,784 | 106,708 | 96,291 |
| Cemetery | 13,050 | 14,400 | 19,050 | 17,950 | 17,300 | 5,800 | - | - | - | - |
| Operating Grants and Contributions | 3,639,631 | 4,370,298 | 1,710,806 | 831,199 | 3,209,606 | 854,897 | 762,917 | 1,005,284 | 1,380,408 | 1,200,154 |
| Capital Grants and Contributions | - | 1,969,596 | 7,932,514 | 2,746,029 | 2,108,501 | 1,115,055 | 1,307,760 | 9,243,359 | 3,460,629 | 2,673,216 |
| Total governmental activities program revenue | <u>7,858,017</u> | <u>10,622,531</u> | <u>14,099,165</u> | <u>7,565,326</u> | <u>9,084,940</u> | <u>6,047,250</u> | <u>5,826,337</u> | <u>14,279,753</u> | <u>8,572,889</u> | <u>7,244,768</u> |
| Business-type activities: | | | | | | | | | | |
| Charges for services | | | | | | | | | | |
| WATER UTILITY | 3,622,055 | 3,634,170 | 3,412,418 | 3,282,358 | 3,329,986 | 3,407,888 | 3,296,887 | 3,324,876 | 3,288,338 | 3,106,997 |
| SEWER UTILITY | 3,300,436 | 3,450,900 | 3,266,177 | 3,182,051 | 3,209,800 | 3,243,058 | 3,100,415 | 3,116,199 | 3,103,572 | 2,955,240 |
| Capital Grants and Contributions | - | 18,412 | 55,550 | 3,268,709 | - | - | - | - | - | 50,000 |
| Total business-type activities program revenue | <u>6,922,490</u> | <u>7,103,482</u> | <u>6,734,146</u> | <u>9,733,117</u> | <u>6,539,786</u> | <u>6,650,946</u> | <u>6,397,301</u> | <u>6,441,076</u> | <u>6,391,910</u> | <u>6,112,237</u> |
| Total primary government program revenues | <u>\$ 14,780,507</u> | <u>\$ 17,726,014</u> | <u>\$ 20,833,311</u> | <u>\$ 17,298,444</u> | <u>\$ 15,624,726</u> | <u>\$ 12,698,196</u> | <u>\$ 12,223,638</u> | <u>\$ 20,720,829</u> | <u>\$ 14,964,800</u> | <u>\$ 13,357,006</u> |
| Net (Expense) Revenue | | | | | | | | | | |
| Government activities | \$ (34,074,340) | \$ (29,956,821) | \$ (22,947,102) | \$ (27,422,811) | \$ (25,665,467) | \$ (30,092,428) | \$ (28,021,525) | \$ (18,475,841) | \$ (25,385,783) | \$ (24,619,028) |
| Business-type activities | (1,008,407) | (692,737) | (155,416) | 2,878,253 | 44,515 | 3,092 | (468,363) | (428,443) | (167,847) | (97,640) |
| Total primary government net expense | <u>\$ (35,082,747)</u> | <u>\$ (30,649,557)</u> | <u>\$ (23,102,518)</u> | <u>\$ (24,544,558)</u> | <u>\$ (25,620,952)</u> | <u>\$ (30,089,335)</u> | <u>\$ (28,489,888)</u> | <u>\$ (18,904,284)</u> | <u>\$ (25,553,630)</u> | <u>\$ (24,716,668)</u> |

CITY OF GRETNNA, LOUISIANA
 Changes in Net Position
 Last 10 Fiscal Years
 (accrual basis of accounting)
 (Unaudited)

| | Fiscal Year | | | | | | | | | |
|---|----------------------------|----------------------------|-----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| | 2025 | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
| General Revenues and Other Changes in Net Position | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Ad valorem taxes | \$ 9,996,600 | \$ 10,682,571 | \$ 9,753,941 | \$ 9,154,419 | \$ 9,317,894 | \$ 9,208,324 | \$ 8,966,939 | \$ 7,714,156 | \$ 6,939,897 | \$ 7,137,305 |
| Franchise taxes | 637,525 | 654,301 | 747,831 | 669,732 | 636,473 | 671,601 | 695,044 | 688,198 | 710,653 | 744,777 |
| Sales taxes | 12,099,449 | 12,384,489 | 13,177,331 | 11,926,748 | 9,980,136 | 9,153,521 | 8,959,274 | 8,453,220 | 7,960,175 | 7,635,462 |
| Occupational licenses | 1,196,367 | 490,937 | 502,463 | 433,753 | 401,600 | 417,394 | 410,495 | 405,611 | 396,581 | 412,586 |
| Intergovernmental revenues | 5,723,864 | 6,397,459 | 6,444,005 | 7,398,888 | 5,595,821 | 6,374,506 | 6,164,485 | 5,811,976 | 5,699,349 | 5,398,168 |
| Fines and forfeitures | 1,730,052 | 1,777,574 | 1,880,523 | 2,562,968 | 3,129,022 | 3,137,215 | 3,168,412 | 3,298,652 | 4,809,719 | 5,330,652 |
| Investment earnings | 1,454,751 | 1,674,775 | 1,002,204 | 27,829 | 26,597 | 257,555 | 204,357 | 87,238 | 25,601 | 7,723 |
| Gain (loss) on sale of capital assets | 21,772 | 44,232 | 38,739 | 224,010 | 59,856 | 71,357 | 367,362 | 292,107 | 56,938 | 60,523 |
| Miscellaneous | 690,214 | 1,255,148 | 924,352 | 1,111,994 | 1,150,267 | 1,583,714 | 937,273 | 5,092 | 10,590 | 3,980,095 |
| 2020 Bond Premium | - | 67,972 | 67,972 | 67,972 | 67,972 | - | - | - | - | - |
| Transfers | 186,607 | 186,279 | 3,455,650 | 186,585 | 186,210 | 186,825 | 95,373 | (1,230,401) | (12,288) | - |
| Total governmental activities | <u>33,737,201</u> | <u>35,615,736</u> | <u>37,995,010</u> | <u>33,764,897</u> | <u>30,551,847</u> | <u>31,062,012</u> | <u>29,969,015</u> | <u>25,525,848</u> | <u>26,597,215</u> | <u>30,707,291</u> |
| Business-type activities: | | | | | | | | | | |
| Ad valorem taxes | 664,462 | 706,882 | 641,107 | 601,986 | 615,191 | 602,962 | 588,151 | 586,119 | 545,984 | 528,859 |
| Intergovernmental revenues | - | 53,740 | - | - | - | - | - | - | - | - |
| Investment earnings | - | - | - | - | - | - | 96 | 101 | 134 | 223 |
| Gain (loss) on sale of capital assets | - | - | - | - | - | - | 11,882 | 3,010 | 5,605 | - |
| Miscellaneous | 154,588 | 61,015 | 69,848 | 66,904 | 67,282 | 62,845 | 83,301 | 58,712 | 71,010 | 78,812 |
| Transfers | (186,607) | (186,279) | (3,455,650) | (186,585) | (186,210) | (186,825) | (95,373) | 1,230,401 | 12,288 | - |
| Total business-type activities | <u>632,443</u> | <u>635,358</u> | <u>(2,744,695)</u> | <u>482,305</u> | <u>496,263</u> | <u>478,981</u> | <u>588,057</u> | <u>1,878,344</u> | <u>635,021</u> | <u>607,894</u> |
| Total primary government | <u>\$ 34,369,644</u> | <u>\$ 36,251,094</u> | <u>\$ 35,250,316</u> | <u>\$ 34,247,202</u> | <u>\$ 31,048,110</u> | <u>\$ 31,540,993</u> | <u>\$ 30,557,071</u> | <u>\$ 27,404,192</u> | <u>\$ 27,232,235</u> | <u>\$ 31,315,185</u> |
| Change in Net Position | | | | | | | | | | |
| Government activities | \$ (337,139) | \$ 5,658,915 | \$ 15,047,909 | \$ 6,342,086 | \$ 4,886,380 | \$ 969,584 | \$ 1,947,489 | \$ 7,050,007 | \$ 1,211,431 | \$ 6,088,263 |
| Business-type activities | <u>(375,964)</u> | <u>(57,378)</u> | <u>(2,900,111)</u> | <u>3,360,558</u> | <u>540,777</u> | <u>482,073</u> | <u>119,694</u> | <u>1,449,901</u> | <u>467,174</u> | <u>510,253</u> |
| Total primary government | <u><u>\$ (713,103)</u></u> | <u><u>\$ 5,601,537</u></u> | <u><u>\$ 12,147,798</u></u> | <u><u>\$ 9,702,644</u></u> | <u><u>\$ 5,427,157</u></u> | <u><u>\$ 1,451,658</u></u> | <u><u>\$ 2,067,183</u></u> | <u><u>\$ 8,499,908</u></u> | <u><u>\$ 1,678,605</u></u> | <u><u>\$ 6,598,516</u></u> |

CITY OF GRETNNA, LOUISIANA
 Fund Balances of Governmental Funds
 Last 10 Fiscal Years
 (modified accrual basis of accounting)
 (Unaudited)

| | Fiscal Year | | | | | | | | | |
|-------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|---------------------|---------------------|---------------------|----------------------|
| | 2025 | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
| General Fund | | | | | | | | | | |
| Nonspendable | \$ 580,044 | \$ 546,670 | \$ 500,650 | \$ 394,171 | \$ 1,019,042 | \$ 319,664 | \$ 301,714 | \$ 289,532 | \$ 279,070 | \$ 205,282 |
| Committed | 708,910 | 708,910 | 708,910 | 1,302,870 | 1,074,397 | 1,007,765 | 625,421 | 1,303,723 | 2,275,474 | 2,868,786 |
| Assigned | 613,519 | 566,693 | 566,693 | 2,637,169 | 3,513,162 | 541,241 | 2,513,690 | 2,539,378 | 2,428,534 | 3,079,275 |
| Unassigned | 4,492,466 | 5,007,984 | 8,208,051 | 7,835,297 | 6,580,966 | 6,175,231 | 4,751,080 | 3,764,363 | 3,593,247 | 5,104,992 |
| Total general fund | <u>\$ 6,394,939</u> | <u>\$ 6,830,257</u> | <u>\$ 9,984,304</u> | <u>\$ 12,169,507</u> | <u>\$ 12,187,567</u> | <u>\$ 8,043,901</u> | <u>\$ 8,191,905</u> | <u>\$ 7,896,996</u> | <u>\$ 8,576,324</u> | <u>\$ 11,258,336</u> |
| All other governmental funds | | | | | | | | | | |
| Restricted | \$ 1,503,911 | \$ 1,574,711 | \$ 1,578,065 | \$ 1,540,479 | \$ 1,540,479 | \$ 1,549,631 | \$ 1,544,274 | \$ 1,523,882 | \$ 1,527,524 | \$ 1,570,371 |
| Committed | 10,222,458 | 12,637,675 | 11,410,399 | 9,856,782 | 5,561,927 | 5,442,168 | 1,624,976 | 1,704,584 | 2,312,759 | 3,007,780 |
| Assigned | 9,745,645 | 10,170,233 | 9,949,539 | 9,021,471 | 14,348,785 | 14,400,735 | 6,606,544 | 5,415,169 | 5,764,422 | 4,415,206 |
| Total other governmental funds | <u>\$ 21,472,014</u> | <u>\$ 24,382,619</u> | <u>\$ 22,938,003</u> | <u>\$ 20,418,732</u> | <u>\$ 21,451,191</u> | <u>\$ 21,392,534</u> | <u>\$ 9,775,794</u> | <u>\$ 8,643,635</u> | <u>\$ 9,604,705</u> | <u>\$ 8,993,357</u> |

CITY OF GRETNNA, LOUISIANA
 Changes in Fund Balances of Governmental Funds
 Last 10 Fiscal Years
 (modified accrual basis of accounting)
 (Unaudited)

| | Fiscal Year | | | | | | | | | |
|---|-----------------------|-----------------------|-----------------------|-----------------------|----------------------|----------------------|----------------------|----------------------|-----------------------|----------------------|
| | 2025 | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
| REVENUES | | | | | | | | | | |
| Ad valorem | \$ 9,996,600 | \$ 10,682,571 | \$ 9,753,941 | \$ 9,154,419 | \$ 9,317,894 | \$ 9,208,324 | \$ 8,966,939 | \$ 7,714,156 | \$ 6,939,897 | \$ 7,137,305 |
| Sales | 12,099,449 | 12,384,489 | 13,177,331 | 11,926,748 | 9,980,136 | 9,153,521 | 8,959,274 | 8,453,220 | 7,960,175 | 7,635,462 |
| Franchise | 637,525 | 654,301 | 747,831 | 669,732 | 636,473 | 671,601 | 695,044 | 688,198 | 710,653 | 744,777 |
| Intergovernmental | 8,781,700 | 12,682,271 | 16,027,675 | 10,859,616 | 10,864,132 | 8,297,921 | 8,172,172 | 16,019,593 | 9,834,487 | 9,268,539 |
| Charges for services | 4,218,386 | 3,462,290 | 3,650,587 | 3,220,710 | 3,053,164 | 3,257,860 | 3,061,514 | 3,341,432 | 3,065,631 | 2,575,328 |
| Fines and forfeitures | 1,730,052 | 1,777,574 | 1,880,523 | 2,562,968 | 3,129,022 | 3,137,215 | 3,168,412 | 3,298,652 | 4,809,719 | 5,330,652 |
| Licenses and permits | 1,196,367 | 1,311,283 | 1,307,721 | 1,201,142 | 1,115,269 | 1,236,833 | 1,104,641 | 1,095,289 | 1,062,801 | 1,208,656 |
| Miscellaneous | 2,148,099 | 2,366,175 | 1,564,408 | 788,170 | 521,630 | 1,344,998 | 990,472 | 803,763 | 1,238,492 | 3,912,823 |
| Total revenues | <u>\$40,808,178</u> | <u>\$45,320,954</u> | <u>\$48,110,017</u> | <u>\$40,383,504</u> | <u>\$38,617,719</u> | <u>\$36,308,273</u> | <u>\$35,118,468</u> | <u>\$41,414,302</u> | <u>\$35,621,855</u> | <u>\$37,813,542</u> |
| EXPENDITURES | | | | | | | | | | |
| Current: | | | | | | | | | | |
| General government | \$ 4,759,146 | \$ 3,514,041 | \$ 3,275,428 | \$ 3,160,707 | \$ 2,854,984 | \$ 3,052,418 | \$ 2,788,267 | \$ 3,171,784 | \$ 3,150,509 | \$ 3,966,374 |
| Public safety | 21,768,131 | 20,754,378 | 19,164,167 | 20,686,604 | 19,109,033 | 19,174,461 | 19,403,874 | 17,431,245 | 19,143,505 | 17,194,211 |
| Public works | 8,154,487 | 7,533,127 | 7,795,673 | 6,796,195 | 5,797,017 | 5,355,899 | 5,411,069 | 5,467,402 | 5,554,049 | 5,201,841 |
| Culture and recreation | 2,989,148 | 3,450,641 | 2,497,930 | 1,205,209 | 1,200,691 | 2,174,911 | 1,830,497 | 2,201,126 | 1,899,752 | 1,966,405 |
| Cemetery | 69,588 | 71,195 | 75,124 | 85,399 | 58,613 | 78,122 | 78,063 | 73,576 | 71,694 | 69,781 |
| Debt service: | | | | | | | | | | |
| Principal retirement | 1,443,000 | 1,892,490 | 1,310,000 | 1,283,000 | 1,241,000 | 935,000 | 918,000 | 902,000 | 830,000 | 808,000 |
| Interest | 561,446 | 462,908 | 457,924 | 484,930 | 471,562 | 182,721 | 200,247 | 216,822 | 832,000 | 364,520 |
| Cost of issuance | - | - | - | - | (1,420) | 231,431 | - | - | 64,178 | 1,500 |
| Capital outlay: | | | | | | | | | | |
| Capital Outlay | <u>6,021,204</u> | <u>10,329,681</u> | <u>16,694,736</u> | <u>7,918,565</u> | <u>3,870,125</u> | <u>4,080,838</u> | <u>3,156,758</u> | <u>12,360,344</u> | <u>6,649,545</u> | <u>7,663,023</u> |
| Total expenditures | <u>45,766,150</u> | <u>48,008,460</u> | <u>51,270,983</u> | <u>41,620,609</u> | <u>34,601,606</u> | <u>35,265,802</u> | <u>33,786,775</u> | <u>41,824,299</u> | <u>38,195,231</u> | <u>37,235,655</u> |
| Excess (deficiency) of revenues over expenditures | <u>\$ (4,957,972)</u> | <u>\$ (2,687,506)</u> | <u>\$ (3,160,965)</u> | <u>\$ (1,237,105)</u> | <u>\$ 4,016,113</u> | <u>\$ 1,042,471</u> | <u>\$ 1,331,694</u> | <u>\$ (409,996)</u> | <u>\$ (2,573,376)</u> | <u>\$ 577,886</u> |
| OTHER FINANCING SOURCES (USES) | | | | | | | | | | |
| Transfers in | \$ 3,171,096 | \$ 14,013,636 | \$ 5,147,347 | \$ 2,061,826 | \$ 1,869,742 | \$ 10,822,616 | \$ 1,109,938 | \$ 4,545,702 | \$ 3,358,151 | \$ 3,520,480 |
| Transfers out | (2,984,489) | (13,827,357) | (1,691,697) | (1,875,241) | (1,683,532) | (10,635,791) | (1,014,564) | (5,776,104) | (3,370,439) | (3,520,480) |
| Leases & subscriptions issued | 1,425,442 | 791,797 | - | - | - | - | - | - | - | - |
| Refunding 2014 Bonds | - | - | - | - | - | - | - | - | 5,360,000 | - |
| Payment to refund 2014 bonds | - | - | - | - | - | - | - | - | (4,845,000) | - |
| Proceeds of 2020 Bonds | - | - | - | - | - | 8,880,000 | - | - | - | - |
| Premium on 2020 Bonds | - | - | - | - | - | 1,359,441 | - | - | - | - |
| Total other financing sources (uses) | <u>1,612,049</u> | <u>978,076</u> | <u>3,455,650</u> | <u>186,585</u> | <u>186,210</u> | <u>10,426,266</u> | <u>95,373</u> | <u>(1,230,401)</u> | <u>502,712</u> | <u>-</u> |
| Net change in fund balances | <u>(3,345,923)</u> | <u>(1,709,430)</u> | <u>294,685</u> | <u>(1,050,520)</u> | <u>4,202,323</u> | <u>11,468,737</u> | <u>1,427,067</u> | <u>(1,640,398)</u> | <u>(2,070,664)</u> | <u>577,886</u> |
| Fund balances - beginning | <u>31,212,876</u> | <u>32,882,923</u> | <u>32,588,238</u> | <u>33,638,758</u> | <u>29,436,435</u> | <u>17,967,698</u> | <u>16,540,631</u> | <u>18,181,029</u> | <u>20,251,693</u> | <u>19,673,806</u> |
| Fund balances - ending | <u>\$ 27,866,953</u> | <u>\$ 31,173,493</u> | <u>\$ 32,882,923</u> | <u>\$ 32,588,238</u> | <u>\$ 33,638,758</u> | <u>\$ 29,436,435</u> | <u>\$ 17,967,698</u> | <u>\$ 16,540,631</u> | <u>\$ 18,181,029</u> | <u>\$ 20,251,693</u> |
| Debt service as a percentage of noncapital expenditures | 5.31% | 6.67% | 5.39% | 5.54% | 5.90% | 4.49% | 3.79% | 3.95% | 5.78% | 4.13% |

CITY OF GRETNA, LOUISIANA
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)
(Unaudited)

| Fiscal Year | City Direct Rates | | | | | | | | | Overlapping Rate | Total Direct & Overlapping Rates |
|--------------------|--------------------------|------------------------|--------------------------|-------------------|--------------------------------|--------------------------|-------------------------------------|-------------------------------|---------------------|-------------------------|---|
| | Basic Rate | Fire Protection | Police Protection | Recreation | StreetLight Improvement | Ambulance Service | Social Services for the Aged | Municipal Sewer System | Total Direct | | |
| 2015 | 4.440 | 16.870 | 11.000 | 4.500 | 2.820 | 6.690 | 0.500 | 3.730 | 50.55 | 63.86 | 114.41 |
| 2016 | 4.290 | 16.300 | 10.640 | 4.350 | 4.000 | 6.470 | 0.480 | 3.960 | 50.49 | 63.86 | 114.35 |
| 2017 | 4.440 | 17.360 | 11.000 | 4.500 | 4.000 | 6.690 | 0.500 | 4.030 | 52.52 | 63.86 | 116.38 |
| 2018 | 4.440 | 17.360 | 19.000 | 4.500 | 4.000 | 6.690 | 0.500 | 4.030 | 60.52 | 68.61 | 129.13 |
| 2019 | 4.440 | 17.360 | 19.000 | 4.500 | 4.000 | 6.690 | 0.500 | 4.030 | 60.52 | 76.66 | 137.18 |
| 2020 | 4.420 | 17.270 | 18.900 | 4.480 | 3.980 | 6.650 | 0.498 | 4.020 | 60.22 | 74.85 | 135.07 |
| 2021 | 4.420 | 17.270 | 18.900 | 4.480 | 3.980 | 6.650 | 0.498 | 4.020 | 60.22 | 75.70 | 135.92 |
| 2022 | 4.420 | 17.270 | 18.900 | 4.480 | 3.980 | 6.650 | 0.498 | 4.020 | 60.22 | 82.75 | 142.97 |
| 2023 | 4.420 | 17.270 | 18.900 | 4.480 | 3.980 | 6.650 | 0.498 | 4.020 | 60.22 | 82.75 | 142.97 |
| 2024 | 4.140 | 16.190 | 17.720 | 4.203 | 3.730 | 6.230 | 0.467 | 3.770 | 56.45 | 79.75 | 136.20 |

(1) Source: Jefferson Parish Assessor

CITY OF GRETNA, LOUISIANA
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND FIVE YEARS AGO
(Unaudited)

| Taxpayers | March 31, 2025 | | | March 31, 2020 | | |
|-----------------------------|----------------------------|-------------|--|----------------------------|-------------|--|
| | Taxable Assed Value | Rank | Percentage of Total City Taxable Assessed Value | Taxable Assed Value | Rank | Percentage of Total City Taxable Assessed Value |
| J W Stone Oil Dist LLC | \$ 19,470,728 | 1 | 9.92% | \$ 18,355,816 | 1 | 10.53% |
| Kirby Offshore Marine LLC | 8,102,451 | 2 | 4.13% | - | - | - |
| Entergy Louisiana LLC | 7,196,852 | 3 | 3.67% | 5,267,152 | 2 | 3.02% |
| Lake Charles PC LP | 5,761,930 | 4 | 2.93% | 5,087,250 | 3 | 2.92% |
| Zatarain's Brands Inc | 4,793,136 | 5 | 2.44% | 3,388,879 | 4 | 1.94% |
| New Gretna Partners LLC | 2,173,660 | 6 | 1.11% | 1,817,970 | 7 | 1.04% |
| Acme Truck Line Inc | 2,122,001 | 7 | 1.08% | 2,222,692 | 6 | 1.28% |
| Atomos Energy Corporation | 1,895,795 | 8 | 0.97% | 1,478,649 | 9 | 0.85% |
| Gretn Hotel NO. 1 LLC | 1,449,080 | 9 | 0.74% | - | - | - |
| Home Depot USA #359 | 1,407,704 | 10 | 0.72% | - | - | - |
| Sprint Spectrum LP | - | | | 2,235,049 | 5 | 1.28% |
| Bellsouth Telecommunication | - | | | 1,614,386 | 8 | 0.93% |
| Stratton II LLC | - | | | 1,331,680 | 10 | 0.76% |
| Total | \$ 54,373,337 | | 27.69% | \$ 42,799,523 | | 24.55% |

CITY OF GRETNA, LOUISIANA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Unaudited)

| Fiscal Year | Taxes Levied for Fiscal Year | Collections in Fiscal Year of Levy | Percent of Levy |
|--------------------|-------------------------------------|---|------------------------|
| 2016 | 7,640,992 | 7,488,029 | 98.00% |
| 2017 | 8,074,863 | 7,881,145 | 97.60% |
| 2018 | 8,328,228 | 8,175,772 | 98.17% |
| 2019 | 9,997,093 | 9,819,893 | 98.23% |
| 2020 | 10,128,983 | 9,818,659 | 96.94% |
| 2021 | 10,121,418 | 9,833,688 | 97.16% |
| 2022 | 9,933,929 | 9,579,646 | 96.43% |
| 2023 | 10,306,853 | 10,070,665 | 97.71% |
| 2024 | 10,755,047 | 10,050,158 | 93.45% |
| 2025 | 10,704,664 | 10,393,229 | 97.09% |

CITY OF GRETNA, LOUISIANA
SALES TAX REVENUES BY SOURCE LAST
TEN FISCAL YEARS
(Unaudited)

| Fiscal Year | Dedicated Sales Tax | | | Total Sales Tax |
|--------------------|----------------------------|-------------|------------|----------------------------|
| | 1954 | 1966 | TIF | |
| 2016 | 1,440,900 | 1,440,900 | - | 4,744,307 |
| 2017 | 1,519,945 | 1,519,945 | 61,201 | 4,971,471 |
| 2018 | 1,647,221 | 1,647,221 | 70,418 | 5,327,042 |
| 2019 | 1,742,674 | 1,742,674 | 106,823 | 5,574,220 |
| 2020 | 1,777,797 | 1,777,797 | 113,976 | 5,774,772 |
| 2021 | 1,923,287 | 1,923,287 | 59,893 | 6,196,629 |
| 2022 | 2,248,060 | 2,248,060 | 57,548 | 7,577,188 |
| 2023 | 2,438,881 | 2,438,881 | - | 8,299,570 |
| 2024 | 2,298,356 | 2,298,356 | - | 7,787,777 |
| 2025 | 2,239,271 | 2,239,271 | - | 7,620,906 |
| | | | | 12,099,448 |

CITY OF GRETNA, LOUISIANA
PRINCIPAL SALES TAX PAYERS
CURRENT YEAR AND FIVE YEARS AGO
(Unaudited)

| March 31, 2025 | | March 31, 2020 | |
|-------------------------------|--------------------------------|---------------------------|---------------------------------|
| Taxpayers | Taxpayers | Taxpayers | Taxpayers |
| Academy Sprots & Outdoors | Sporting Goods Store | Academy Sprots & Outdoors | Sporting Goods Store |
| Cavender's Western Outfitters | Family Clothing Good Store | | |
| Courtyard | Hotel and Motels | Courtyard | Hotel and Motels |
| DD's Discount | Family Clothing Good Store | DD's Discount | Family Clothing Good Store |
| Floor and Décor | Floor Covering Store | Floor and Décor | Floor Covering Store |
| | | Harbor Freight Tool | Hardware Stroes |
| Homewood Suites | Hotel and Motels | | |
| Home Depot | Home Center | Home Depot | Home Center |
| | | Ray Brandt Nissan | Automotive Body Shop |
| Rouses Market | Supermarket and Grtocery Store | Rouses Market | Supermarket and Grtrocery Store |
| Walgreens | Pharmacy and Drug Store | Walgreens | Pharmacy and Drug Store |
| Walmart | Supermarket and Grocery Store | Walmart | Supermarket and Grocery Store |

**OTHER INDEPENDENT AUDITOR'S REPORTS
AND FINDINGS AND RECOMMENDATIONS**

**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***

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**Members: American Institute of Certified Public Accountants
Society of Louisiana Certified Public Accountants**

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

**Honorable Mayor and Members of the City Council
City of Gretna, Louisiana**

We have audited, 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Gretna, Louisiana, (the City) as of and for the year ended March 31, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated October 27, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the 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 a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed 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 responses as item 2025-01.

City of Gretna, 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 findings and responses. The City's response was not subjected to the other auditing procedures applied in the audit of financial statements and, accordingly, we express no opinion on the responses.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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

Camnetar & Co.

Camnetar & Co., CPAs
a professional accounting corporation

Gretna, Louisiana
October 27, 2025

FINDINGS AND RECOMMENDATIONS

CITY OF GRETNA, LOUISIANA
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED MARCH 31, 2025

We have audited the general purpose financial statements of the City of Gretna, Louisiana as of and for the year ended March 31, 2025, and have issued our report thereon dated October 27, 2025. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of the Uniform Guidance. Our audit of the financial statements as of March 31, 2025, resulted in an unmodified opinion.

Section I Summary of Auditor's Reports

A. Financial Statements.

Internal Control

Material Weaknesses Yes No Significant Deficiencies Yes No

Compliance

Compliance Material to Financial Statements Yes No

Other Matters

Was a management letter issued? Yes No

B. Federal Awards

The City of Gretna, Louisiana did not expend federal awards exceeding \$750,000 during the year ended March 31, 2025, and therefore not subject to a Single audit under OMB's Uniform Guidance.

Section II Financial Statement Findings

A. Material Weakness

No findings are reported under this section

B. Significant Deficiencies

No findings are reported under this section

C. Compliance

2025-01 Untimely Submission of Annual Financial Report

Criteria: Louisiana Revised Statute (R.S.) 24:513 requires local governments and political subdivisions to submit annual financial statements to the Louisiana Legislative Auditor within six months after the fiscal year end. Timely submission ensures public accountability, legislative oversight, and compliance with state audit laws.

Condition: The City's annual financial report for the fiscal year ended March 31, 2025, was due to the Louisiana Legislative Auditor (LLA) by September 30, 2025, in accordance with state reporting requirements. The report was not submitted until October 27, 2025, approximately 27 days after the statutory deadline but before the one month extension received by the City of October 31, 2025.

**CITY OF GRETNA, LOUISIANA
SCHEDULE OF FINDINGS AND RESPONSES (Continued)
FOR THE YEAR ENDED MARCH 31, 2025**

Section II Financial Statement Findings (Continued)

C. Issues of Noncompliance (continued)

Cause: The delay was primarily due to internal administrative challenges associated with implementing a new accounting software system, which extended the time needed to complete year-end closing and reconciliations. Additionally, a short period of auditor unavailability due to illness contributed to a minor delay in final review and submission.

Effect: Late submission of the audit report placed the City out of compliance with state reporting deadlines.

Auditor's Recommendation: The City should implement formal procedures to ensure the timely completion and submission of annual financial statements in accordance with Louisiana and Federal laws.

Management's Response: Management acknowledges the delay and notes that the implementation of new accounting software required additional time for year-end processing and reconciliation. The City is taking steps to streamline year-end procedures and improve coordination to ensure timely submission in future years.

D. Management Letter

No findings were reported under this section.

Section III Federal Award Findings and Responses

The requirements of the Uniform Guidance are not applicable.

SCHEDULE OF PRIOR YEAR FINDINGS

**CITY OF GRETNNA, LOUISIANA
SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED MARCH 31, 2025**

Section I Financial Statements Findings

A. Material Weaknesses

No findings were reported under this section.

B. Significant Deficiencies

No findings were reported under this section.

C. Compliance

No findings were reported under this section.

D. Management Letter

No findings were reported under this section.

Section II Federal Awards Findings

No findings are reported under this section

**CORRECTIVE ACTION PLAN
FOR
CURRENT YEAR AUDIT FINDINGS**

**CITY OF GRETNA, LOUISIANA
MANAGEMENT'S CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED MARCH 31, 2025**

Section I - Financial Statement Findings

A. Material Weaknesses

Not applicable, no findings.

B. Significant Deficiencies

Not applicable, no findings.

C. Compliance

2025-01 Untimely Submission of Annual Financial Report

Management acknowledges the delay and notes that the implementation of new accounting software required additional time for year-end processing and reconciliation. The City is taking steps to streamline year-end procedures and improve coordination to ensure timely submission in future years.

D. Management Letter

Not applicable, no findings.

Section II - Federal Awards Findings

Not applicable, no findings.