

ANNUAL FINANCIAL REPORT
ALGIERS DEVELOPMENT DISTRICT
OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
AS OF AND FOR THE YEAR ENDED
DECEMBER 31, 2024



ERICKSEN KRENTEL LLP
CERTIFIED PUBLIC ACCOUNTANTS • CONSULTANTS

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INDEPENDENT AUDITORS' REPORT

To the Board of Commissioners of
Algiers Development District of the City of New Orleans
(A Component Unit of the City of New Orleans)
New Orleans, Louisiana

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and the major fund of the Algiers Development District of the City of New Orleans (the District), a component unit of the City of New Orleans, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise Algiers Development District of the City of New Orleans'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 and the major fund of the Algiers Development District of the City of New Orleans as of December 31, 2024, and the respective changes in financial position 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 District, 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.



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(A Component Unit of the City of New Orleans)
June 6, 2025
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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 District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' 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 District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.



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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 and budgetary comparison information on pages 5 through 7 and 27 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 District's basic financial statements. The accompanying schedule of governing board compensation and the schedule of compensation, benefits and other payments to agency head are presented to comply with the requirements issued by the State of Louisiana and are not required parts of the basic financial statements. The schedule of governing board compensation and schedule of compensation, benefits, and other payments to agency head are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting 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 information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.



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Algiers Development District of the City of New Orleans
(A Component Unit of the City of New Orleans)

June 6, 2025

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Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 6, 2025 on our consideration of the District'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 District'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 District's internal control over financial reporting and compliance.

June 6, 2025

New Orleans, Louisiana

Erickson Krentel, LLP
Certified Public Accountants

REQUIRED SUPPLEMENTARY INFORMATION (PART I)

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2024

The Management's Discussion and Analysis (MD&A) of Algiers Development District of the City of New Orleans's (the District) financial performance presents a narrative overview and analysis of the District's financial activities for the year ended December 31, 2024. This document focuses on the current year's activities, resulting changes, and currently known facts. Please read this document in conjunction with the additional information contained in the basic financial statements. The MD&A is an element of the new reporting model adopted by the Government Accounting Standards Board (GASB) in their Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* issued June 1999. Certain comparative information between the current year and prior year has been presented in the MD&A.

FINANCIAL HIGHLIGHTS

At December 31, 2024, the District's assets exceeded its liabilities by \$38,113,233 (net position). Of this amount, \$3,761,094 (unrestricted net position) may be used to meet the District's ongoing obligations to its citizens and creditors. The District's total net position decreased by \$766,470 for the year ended December 31, 2024.

OVERVIEW OF THE FINANCIAL STATEMENTS

The minimum requirements for financial reporting on the District that was established by GASB No. 34 are divided into the following sections:

- (a) Management's Discussion and Analysis
- (b) Basic Financial Statements
- (c) Required Supplementary Information (other than MD&A)

BASIC FINANCIAL STATEMENTS

The basic financial statements present information for the District as a whole, in a format designed to make the statements easier for the reader to understand. The financial statements in this section are divided into the two following types:

- (1) Government-Wide Financial Statements, which include a Statement of Net Position and a Statement of Activities. These statements present financial information for all activities of the District from an economic resources measurement focus using the accrual basis of accounting and providing both short-term and long-term information of Revenues, Expenses, and Changes in Fund Balance for the General Fund (a governmental fund).
- (2) Fund Financial Statements present information on the individual fund of the District's office allowing for more detail. The current financial resources measurement focus and the accrual basis of accounting used to prepare these statements are dependent on the fund type. The District's only governmental fund is the General Fund. The statements in this section represent the short-term financing of general government.

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2024

SUMMARY OF NET POSITION
AS OF DECEMBER 31, 2024 AND 2023

	<u>2024</u>	<u>2023</u>
Current and other assets	\$ 5,863,865	\$ 6,337,503
Capital assets, net	<u>34,352,139</u>	<u>35,211,302</u>
Total assets	<u>40,216,004</u>	<u>41,548,805</u>
Current liabilities	464,953	661,903
Non-current liabilities	<u>690,000</u>	<u>805,000</u>
Total liabilities	<u>1,154,953</u>	<u>1,466,903</u>
Total deferred inflows of resources	947,818	1,202,199
Net investment in capital assets	34,352,139	35,211,302
Unrestricted	<u>3,761,094</u>	<u>3,668,401</u>
Total net position	<u>\$ 38,113,233</u>	<u>\$ 38,879,703</u>

The total net position of the District decreased \$766,470, or 1.97%, from the prior year. This is primarily due to the regular depreciation and amortization and a decrease in cash.

SUMMARY OF REVENUES, EXPENDITURES/EXPENSES
AND CHANGES IN NET POSITION
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	<u>2024</u>	<u>2023</u>
Revenues		
Program revenues		
Charges for services	\$ 821,896	\$ 757,814
General revenues	<u>2,440,669</u>	<u>3,640,220</u>
Total revenues	<u>3,262,565</u>	<u>4,398,034</u>
Expenses		
Economic development	2,619,735	3,256,494
General government	1,378,654	1,547,009
Interest expense	<u>30,646</u>	<u>34,880</u>
Total expenses	<u>4,029,035</u>	<u>4,838,383</u>
Net change in fund balance	(766,470)	(440,349)
Net position, beginning of year	<u>38,879,703</u>	<u>39,320,052</u>
Net position, end of year	<u>\$ 38,113,233</u>	<u>\$ 38,879,703</u>

The change in net position decreased \$326,121, or 74%. This is primarily due to the sale of capital assets and receipt of a \$250,000 settlement in 2023.

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2024

CAPITAL ASSETS ADMINISTRATION

The District had \$34,352,139 invested in a broad range of capital assets, including buildings and other related improvements, and ramps and piers as of December 31, 2024. This amount represents the original purchase price of capital assets on hand at year-end. The table below lists the capital assets by type, net of accumulated depreciation:

	<u>2024</u>	<u>2023</u>
Land	\$ 11,895,262	\$ 11,895,262
Buildings and improvements	28,591,357	28,553,577
Ramps and piers	<u>1,051,225</u>	<u>1,051,225</u>
	41,537,844	41,500,064
Less: accumulated depreciation	<u>(7,185,705)</u>	<u>(6,288,762)</u>
Capital assets, net of accumulated depreciation	\$ <u>34,352,139</u>	\$ <u>35,211,302</u>

DEBT ADMINISTRATION

The District's total long-term debt decreased by \$115,000 during the year ended December 31, 2024 as a result of regularly scheduled debt service payments.

	<u>2024</u>	<u>2023</u>
Bond payable, current portion	\$ 86,333	\$ 86,333
Bond payable, non-current portion	<u>690,000</u>	<u>805,000</u>
Total	\$ <u>776,333</u>	\$ <u>891,333</u>

BUDGET ANALYSIS

A comparison of budget to actual operations is required information and is presented in the accompanying financial statements.

ECONOMIC FACTORS AND A LOOK AT NEXT YEAR

The District evaluated current year's operations and many other factors when establishing the budget for its general fund for the year ending December 31, 2025. Anticipated revenues are approximately \$3,080,000 while anticipated expenditures total \$2,455,240. This is primarily due to the anticipated decrease in state appropriations and repairs and maintenance costs.

CONTACTING THE DISTRICT

This financial report is designed to provide management, the City of New Orleans and the State of Louisiana, and other interested parties with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, please contact Ms. Kathy Lynn Honaker of the Algiers Development District at (504) 367-3331.

BASIC FINANCIAL STATEMENTS

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
STATEMENT OF NET POSITION
DECEMBER 31, 2024

ASSETS:

Current assets:

Cash and cash equivalents	\$ 3,777,074
Funds held in trust - Property One	256,941
Sales tax revenue receivable	422,807
Rental receivables	153,839
Lease receivable	322,900
Due from other governments	118,411
Prepaid items	<u>139,960</u>
Total current assets	<u>5,191,932</u>

Non-current assets:

Deposits	15,581
Lease receivable - net of current portion	656,352
Capital assets, net of depreciation	<u>34,352,139</u>
Total non-current assets	<u>35,024,072</u>
Total assets	<u>40,216,004</u>

LIABILITIES:

Current liabilities:

Accounts payable	75,327
Rental liabilities	40,326
Unearned revenue	175,000
Note payable, current portion	87,967
Bond payable, current portion	<u>86,333</u>
Total current liabilities	<u>464,953</u>

Non-current liabilities:

Bond payable, net of current portion	<u>690,000</u>
Total non-current liabilities	<u>690,000</u>
Total liabilities	<u>1,154,953</u>

DEFERRED INFLOWS OF RESOURCES:

Leases	<u>947,818</u>
Total deferred inflows of resources	<u>947,818</u>

NET POSITION:

Net investment in capital assets	34,352,139
Unrestricted	<u>3,761,094</u>
Total net position	<u><u>\$ 38,113,233</u></u>

The accompanying notes are an integral part of this statement

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2024

Functions/Programs	Expenses	Program Revenues	Net (Expense)
			Revenue and Change in Net Position
		Charges for Services	<i>Primary Government</i>
			Total
PRIMARY GOVERNMENT:			
Governmental Activities:			
Economic development	\$ 2,619,735	\$ -	\$ (2,619,735)
General government	1,378,654	821,896	(556,758)
Interest expense	30,646	-	(30,646)
Total governmental activities	4,029,035	821,896	(3,207,139)
Total primary government	\$ 4,029,035	\$ 821,896	(3,207,139)
General Revenues:			
			1,543,935
Sales tax for economic development			569,997
State appropriations			119,026
Miscellaneous			201,223
Interest income			6,488
Insurance proceeds			
Total general revenues			2,440,669
Change in net position			(766,470)
Net position, beginning of year			38,879,703
Net position, end of year			\$ 38,113,233

The accompanying notes are an integral part of this statement

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
BALANCE SHEET - GOVERNMENTAL FUND
DECEMBER 31, 2024

ASSETS

Cash and cash equivalents	\$ 3,777,074
Funds held in trust - Property One	256,941
Sales tax revenue receivable	422,807
Rental receivables	153,839
Lease receivable	979,252
Due from other governments	118,411
Prepaid items	139,960
Deposits	<u>15,581</u>
 Total assets	 \$ <u><u>5,863,865</u></u>

LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE

LIABILITIES:

Accounts payable	\$ 75,327
Rental liabilities	40,326
Note payable	87,967
Unearned revenue	<u>175,000</u>
 Total liabilities	 <u>378,620</u>

DEFERRED INFLOWS OF RESOURCES:

Leases	<u>947,818</u>
 Total deferred inflows of resources	 <u>947,818</u>

FUND BALANCE:

Nonspendable:	
Prepaid items	139,960
Committed	1,000,000
Unassigned	<u>3,397,467</u>
 Total fund balance	 <u>4,537,427</u>
 Total liabilities, deferred inflows, and fund balance	 \$ <u><u>5,863,865</u></u>

The accompanying notes are an integral part of this statement

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2024

Total fund balance - governmental fund	\$ 4,537,427
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the Governmental Fund Balance Sheet.	34,352,139
Long-term liabilities including bonds payable are not due and payable in the current period and, therefore, are not reported in the governmental funds.	<u>(776,333)</u>
Total net position - governmental activities	<u>\$ 38,113,233</u>

The accompanying notes are an integral part of this statement

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2024

REVENUES:

Sales tax for economic development	\$ 1,543,935
Rental revenue	821,896
State appropriations	569,997
Miscellaneous	119,026
Interest income	201,223
Insurance proceeds	<u>6,488</u>
 Total revenues	 <u>3,262,565</u>

EXPENDITURES:

Current:	
Economic development projects	1,722,792
General government	1,378,654
Capital outlay	37,780
Debt service:	
Bond principal payments	115,000
Bond interest and fiscal charges	<u>30,646</u>
 Total expenditures	 <u>3,284,872</u>
 Excess of revenues over expenditures	 <u>(22,307)</u>
 Net change in fund balance	 (22,307)
 Fund balance - beginning	 <u>4,559,734</u>
 Fund balance - ending	 <u><u>\$ 4,537,427</u></u>

The accompanying notes are an integral part of this statement

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE OF THE GOVERNMENTAL FUND
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2024

Net change in fund balance - total governmental fund	\$	(22,307)
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Amounts adjusted for governmental activities in the Statement of
Activities are different because:

<p>The governmental fund adjusted capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and adjusted as depreciation expense. This is the amount by which depreciation expense exceeded capital outlays in the current period.</p>		(859,163)
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<p>Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position</p>		<u>115,000</u>
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Change in net position of governmental activities	\$	<u><u>(766,470)</u></u>
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The accompanying notes are an integral part of this statement

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2024

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Algiers Development District of the City of New Orleans (the District), a component unit of the City of New Orleans, is a special taxing district created by legislation embodied in Louisiana Revised Statute (R.S.) 33:2740.27, as amended, and effective June 1, 2009. The special taxing district is comprised of all territories within the fifteenth ward of Orleans Parish, State of Louisiana. The District is capable of levying ad valorem taxes on real estate in the District in conjunction with planning, developing, constructing or acquiring services, improvements or facilities within the District's territories. The District has been designated as a local redevelopment authority for the federal military base realignment purposes and has been authorized to incur debt, including revenue bonds, from revenue sources for its enumerated purposes. Annually, the budget is presented to the Council of the City of New Orleans for approval.

Reporting Entity

Governmental accounting standards established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. A component unit is a government that is financially accountable to another government or one for which another government can exert influence over its budget and operations. The District is considered to be a component unit of the City of New Orleans. The District does not have any component units.

Basis of Presentation

The District's financial statements are prepared in accordance with U.S. generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB pronouncements. The more significant accounting policies established in GAAP and used by the District are discussed below.

The accompanying basic financial statements have been prepared in conformity with GASB Statement No. 34, *Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments*, issued in June 1999, as amended by GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*.

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The District's activities and related general administrative services are classified as governmental activities. The District does not have any business-type activities.

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the District. 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. There were no activities of the District categorized as business-type activities.

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

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

All governmental funds are accounted for using a current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

Sales taxes, rental revenue, certain miscellaneous income (movie income), and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

Government-Wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated.

Fund Financial Statements

The fund financial statements provide information about the District's fund. The emphasis of fund financial statements is on major governmental funds.

The District reports the following major governmental fund:

The General Fund is the District's primary operating fund. It accounts for all financial resources of the general government.

Budgets

Annually, the District adopts a budget for the General Fund on a modified accrual basis of accounting. The budgetary practices include public notice of the proposed budget, public inspection of the proposed budget, and public hearings on the budget. Budgetary integration is used as a management control device.

Appropriations in the budgeted fund lapses at the end of the fiscal year.

Cash and Cash Equivalents

Cash includes amounts in demand deposit accounts and in interest-bearing money market accounts. Under state law, the District may deposit funds in demand deposit accounts, interest bearing demand deposits, money market accounts and time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. The District may also invest in the Louisiana Asset Management Pool, Inc. (LAMP) fund, or United States bonds, treasury notes or certificates.

Investments are stated at fair value in accordance with the Governmental Accounting Standards Board Statement (GASB) No. 31 *"Accounting and Financial Reporting for Certain Investments and for External Investment Pools."*

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Sales Tax Revenue Receivable and Rental Receivables

All receivables are recorded at actual amounts. The District believes that all receivables are collectible at December 31, 2024, thus, no allowance for doubtful receivables is reported in the financial statements. Management believes sales tax revenue receivable and rental receivables are reported at fair value.

Leases

The District is a lessor for noncancellable leases of District property. The District recognizes a lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. Under certain of the lease agreements, the District may receive variable lease payments that are dependent upon the lessee's revenue. The variable payments are recorded as an inflow of resources in the period the payment is received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

The District uses the stated rate in the lease or its estimated incremental borrowing rate as the discount rate for the leases. The lease term includes the non-cancellable period of the lease. Lease receipts included in the measurement of the lease receivable are composed of fixed payments from the lessee.

The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

Prepaid Items

Certain payments to vendors reflect costs that will benefit a period of time after December 31, 2024 and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Prepaid expenditures at year end are equally offset by fund balance reserves which indicates that although a component of current assets, they do not constitute available spendable resources.

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Assets

Capital assets are recorded at either historical cost or estimated historical cost and are depreciated over their estimated useful lives (excluding salvage value). Any donated capital assets are recorded at their estimated fair value at the date of donation. Estimated useful life is management's estimate of how to meet service demands. Land is not depreciated.

Straight-line depreciation is used based on the following estimated useful lives:

Buildings and improvements	15 - 40 Years
Ramps and piers	25 Years

It is the District's policy to depreciate capital assets that have a purchase price of \$1,000 and more. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend assets lives are not capitalized.

Encumbrances

Encumbrance accounting is not utilized by the District due to the nature of operations and the ability of management to monitor budgeted expenditures on a timely basis.

Long-Term Obligations

In the government-wide financial statements, long-term debt is reported as a liability in the Statement of Net Position.

In the fund financial statements, the face amount of the debt issued is reported as other financing sources.

Deferred Outflows and Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. Currently, the District does not have any deferred outflows of resources.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until then. Currently, the District has two items that qualify for reporting in this category, deferred amounts related to intergovernmental nonexchange transaction and leases.

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Unearned Revenue

Unearned revenue, which arises only under a modified accrual basis of accounting, is reported only in the governmental fund balance sheet. The governmental fund reports unavailable revenues from one source: state funds. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Equity Classification

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

- a. Net investment in capital assets - 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 and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position - consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Constraints may be placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position - consists of net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in either of the other two categories of net position.

In the governmental fund financial statements, fund balances are classified as follows:

- a. Nonspendable – amounts that cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.
- b. Restricted – amounts that can be spent only for specific purposes because of state, local or federal awards or externally imposed conditions by grantors or creditors.
- c. Committed – amounts that can be used for specific purposes determined by formal action by an ordinance or resolution.
- d. Assigned – amounts that are designated by the formal action of the government's highest level of decision making authority.
- e. Unassigned – amounts not included in other classifications.

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions. Those estimates affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

Date of Management's Review

Management has evaluated subsequent events through June 6, 2025, which is the date the financial statements were available to be issued.

(2) CASH AND CASH EQUIVALENTS

At December 31, 2024, the carrying amounts and amounts deposited in banks and investment accounts were as follows:

	<u>Balance per Books</u>	<u>Deposits in Banks and Investments Accounts</u>
Cash	\$ 951,794	\$ 951,794
Cash held in trust	256,941	258,785
LAMP	<u>2,825,280</u>	<u>2,825,280</u>
Total	<u>\$ 4,034,015</u>	<u>\$ 4,035,859</u>

These deposits are stated at market value. The District does not have a policy for custodial credit risk. However, under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must equal the amount on deposit with the fiscal agent at all times. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

At December 31, 2024, the District had \$1,210,579 in cash deposits (collected bank balances). These deposits were secured from risk by \$250,000 of federal depository insurance and \$960,579 of pledged securities held by the custodial bank in the name of the fiscal agent bank.

Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the District that the fiscal agent has failed to pay deposited funds upon demand.

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

(2) CASH AND CASH EQUIVALENTS (CONTINUED)

Louisiana Asset Management Pool (LAMP)

LAMP is administered by Louisiana Asset Management Pool, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities 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 in accordance with LSA-R.S. 33:2955.

GASB Statement No. 40, *Deposit and Investment Risk Disclosure*, requires disclosure of credit risk, custodial credit risk, the concentration of credit risk, interest rate risk and foreign currency risk for all public entity investments. LAMP is a 2a7-like investment pool. The following facts are relevant for 2a7-like investment pools:

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

Custodial credit risk - LAMP participants' investments in the pool are evidenced by shares in 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% 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 disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 60 days, and consists of no securities with a maturity in excess of 397 days.

Foreign currency risk - not applicable to 2a7-like pools.

The investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the value of the pool shares.

LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the Securities and Exchange Commission as an investment company.

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

(3) CAPITAL ASSETS

A summary of changes in capital assets and accumulated depreciation during the year is listed as follows:

	<u>12/31/2023</u>	<u>Additions</u>	<u>Retirements/ Reclasses</u>	<u>12/31/2024</u>
<u>Non-depreciable assets:</u>				
Land	<u>\$ 11,895,262</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,895,262</u>
<u>Depreciable assets:</u>				
Buildings and improvements	<u>28,553,577</u>	<u>37,780</u>	<u>-</u>	<u>28,591,357</u>
Ramps and piers	<u>1,051,225</u>	<u>-</u>	<u>-</u>	<u>1,051,225</u>
Total depreciable assets	<u>29,604,802</u>	<u>37,780</u>	<u>-</u>	<u>29,642,582</u>
<u>Less: Accumulated Depreciation</u>	<u>(6,288,762)</u>	<u>(896,943)</u>	<u>-</u>	<u>(7,185,705)</u>
Total depreciable assets, net	<u>23,316,040</u>	<u>(859,163)</u>	<u>-</u>	<u>22,456,877</u>
Total capital assets, net	<u>\$ 35,211,302</u>	<u>\$ (859,163)</u>	<u>\$ -</u>	<u>\$ 34,352,139</u>

(4) BOND PAYABLE

On August 1, 2012, the District entered into an agreement for a private placement bond offering totaling \$3,000,000 with a local bank. The agreement calls for quarterly payments of \$50,000 plus interest from October 2012 through July 2022 and a final payment of \$1,000,000 plus interest in August 2022. The bond carried an interest rate of 4.35%. In December 2021, when the outstanding balance was \$1,150,000, the term maturity was extended to October 2031. Required quarterly payments and the interest rate decreased to \$28,750 and 3.65%, respectively. There were no other alterations.

This debt relates to the development and construction of a walking and bicycle path located on the levee of the Mississippi River in the Algiers area of Orleans Parish. As the land that will contain the walking and bicycle path is not owned by the District, the resulting capital assets of this project are not recorded in the financial statements of the District. The agreement states that the District will make required bond principal and interest payments using sales taxes received for economic development.

The District's outstanding notes from direct placements related to governmental activities of \$1,300,000 contain a provision that in an event of default, any one of the following steps may be taken:

- The Louisiana Local Government Environmental Facilities and Community Development Authority (the Authority) or Trustee may declare all installments of payments under Section 4.2 of the bond agreement to be immediately due and payable;

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

(4) BOND PAYABLE (CONTINUED)

- The Authority or Trustee may take whatever action at law or in equity may appear necessary or desirable to collect the payments then due and thereafter to become due, or to enforce performance and observance of any obligation, agreement or covenant of the District;
- The Authority or Trustee may have access to and inspect, examine and make copies of any and all books, accounts, and records of the District; and/or
- The Authority or Trustee (or the owners of the bonds in the circumstances permitted by the Indenture) may exercise any option and pursue any remedy provided by the Indenture.

Changes in long-term obligations for the year ended December 31, 2024 are as follows:

Balance, December 31, 2023	\$ 891,333
Additions	-
Principal payments	<u>(115,000)</u>
Balance, December 31, 2024	776,333
Less: current portion, due within one year	<u>(86,333)</u>
Non-current portion	<u>\$ 690,000</u>

Annual service requirements of long-term debt are as follows:

	<u>Principal</u>	<u>Interest</u>
2025	\$ 86,333	\$ 27,808
2026	115,000	23,611
2027	115,000	19,413
2028	115,000	15,216
2029	115,000	11,018
2030 - 2031	<u>230,000</u>	<u>9,444</u>
Total	<u>\$ 776,333</u>	<u>\$ 106,510</u>

(5) NOTE PAYABLE

On May 30, 2024, the District entered into an agreement to finance its insurance renewal with a total cost of \$397,810, of which \$112,541 was paid through a cash down payment and the remaining \$285,269 was financed. The agreement requires 10 monthly payments of \$29,790 beginning June 2024 through March 2025 with an interest rate of 9.55%. At December 31, 2024, the balance of the note payable was \$87,967.

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

(6) UNEARNED REVENUE

In 2021, the District entered into two agreements to potentially sell two buildings. These agreements required down payments of a total of \$250,000 that would be credited towards the purchase price when the closing agreement is executed. In September 2023, the District executed one agreement and \$75,000 of the required down payments was used toward the purchase price.

(7) COOPERATIVE ENDEAVOR AGREEMENT

The District receives funds from a Cooperative Endeavor Agreement (CEA) entered into with the City of New Orleans and the District, created by the New Orleans City Council authorized by R.S. 33:9038.1 et seq. receiving incremental state and city sales taxes from the Tax Increment Financing District (TIF), created pursuant to City of New Orleans Ordinance No. 24.920 M.C.S. According to the terms of the CEA, on an accrual basis, the District shall receive the lesser of the incremental funds from the TIF or \$1,000,000 annually. The receipt of these funds is conditioned on the District receiving matching funds from the State of Louisiana pursuant to an agreement between the District and the State of Louisiana. TIF consists of sales tax generated from the Wal-Mart store and other parcel businesses located on Behrman Highway in Algiers. The District receives 1¼ cents of each of the city and state sales tax revenue from the CEA and the state match.

The use of the TIF is limited to a period of 42 years as amended by the City Council and approved by the mayor on June 1, 2009 in accordance with City Ordinance No. 24.920. The District received \$784,023 from the City of New Orleans and \$759,912 from the State of Louisiana for the year ended December 31, 2024, of which \$212,466 and \$210,341 were due from the City of New Orleans and the State of Louisiana, respectively, as of December 31, 2024.

(8) FUND BALANCE COMMITMENTS

The committed fund balance of \$1,000,000 on the balance sheet – governmental funds represents an amount committed by a formal action of the Board to be used for emergencies. The amount requires a vote of the full Board for the funds to be expended.

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

(9) LEASES

The District has lease arrangements with several corporate and individual tenants occupying various spaces located in the District's Federal City and Federal City Retail Complex beginning October 2011 through September 30, 2032. Terms range from 18 to 105 months. Monthly payments range from \$1,500 to \$6,946.

The District recognized \$821,896 in lease revenue and \$43,872 in interest income during the year ended December 31, 2024. As of December 31, 2024, the District's receivable for lease payments was \$979,252. Also, the District has a deferred inflow of resources associated with these leases that will be recognized as revenue over the lease terms. As of December 31, 2024, the balance of the deferred inflow of resources was \$947,818.

Future payments included in the measurement of the lease receivable as of December 31, 2024, are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 322,900	\$ 33,750	\$ 356,650
2026	256,487	22,012	278,499
2027	75,296	15,532	90,828
2028	75,151	12,449	87,600
2029	69,280	9,320	78,600
2030 - 2034	<u>180,138</u>	<u>11,262</u>	<u>191,400</u>
Total	<u>\$ 979,252</u>	<u>\$ 104,325</u>	<u>\$ 1,083,577</u>

(10) NEW ACCOUNTING PRONOUNCEMENTS

The GASB has released Statement No. 102, *Certain Risk Disclosures*. This Statement establishes financial reporting requirements for risks related to vulnerabilities due to certain concentrations or constraints. The requirements of this Statement are effective for periods beginning after June 15, 2024. The District plans to adopt this Statement as applicable by the effective date.

The GASB has released Statement No. 103, *Financial Reporting Model Improvements* (Statement 103). This Statement improves key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement also addresses certain application issues. The requirements of this statement are effective for periods beginning after June 15, 2025. The District plans to adopt this Statement as applicable by the effective date.

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

(10) NEW ACCOUNTING PRONOUNCEMENTS (CONTINUED)

The GASB has released Statement No. 104, *Disclosure of Certain Capital Assets* (Statement 104). The requirements of this Statement will improve financial reporting by providing users of financial statements with essential information about certain types of capital assets in order to make informed decisions and assess accountability. Additionally, the disclosure requirements will improve consistency and comparability between governments. This Statement is effective for periods beginning after June 15, 2025. The District plans to adopt this Statement as applicable by the effective date.

REQUIRED SUPPLEMENTARY INFORMATION (PART II)

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GOVERNMENTAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2024

	General Fund			
	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)
<u>REVENUES:</u>				
Sales tax for economic development	\$ 1,300,000	\$ 1,530,000	\$ 1,543,935	\$ 13,935
Rental revenue	600,000	900,000	821,896	(78,104)
State appropriations	400,000	500,000	569,997	69,997
Miscellaneous	25,000	115,000	119,026	4,026
Interest income	120,000	155,000	201,223	46,223
Insurance proceeds	-	7,000	6,488	(512)
Total receipts	<u>2,445,000</u>	<u>3,207,000</u>	<u>3,262,565</u>	<u>55,565</u>
<u>EXPENDITURES:</u>				
Current:				
Economic development projects	1,675,000	1,955,000	1,722,792	232,208
General and administrative	1,653,500	1,142,000	1,378,654	(236,654)
Capital outlay	-	-	37,780	(37,780)
Debt service:				
Bond principal payments	115,000	115,000	115,000	-
Bond interest and fiscal charges	<u>27,808</u>	<u>27,808</u>	<u>30,646</u>	<u>(2,838)</u>
Total disbursements	<u>3,471,308</u>	<u>3,239,808</u>	<u>3,284,872</u>	<u>(45,064)</u>
Excess of disbursements over receipts	<u>(1,026,308)</u>	<u>(32,808)</u>	<u>(22,307)</u>	<u>10,501</u>
<u>OTHER FINANCING SOURCES:</u>				
Sale of capital assets	<u>1,664,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources	<u>1,664,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance - beginning	<u>4,559,734</u>	<u>4,559,734</u>	<u>4,559,734</u>	<u>-</u>
Fund balance - ending	<u>\$ 5,197,426</u>	<u>\$ 4,526,926</u>	<u>\$ 4,537,427</u>	<u>\$ 10,501</u>

See Independent Auditors' Report

OTHER SUPPLEMENTARY INFORMATION

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
SCHEDULE OF GOVERNING BOARD COMPENSATION
FOR THE YEAR ENDED DECEMBER 31, 2024

	<u>Amount</u>
Mark Major (Chairman) 80 Pinehurst Dr. New Orleans, LA 70131	\$ -
Representative Mack Cormier (Treasurer) 8857 Highway 23 Belle Chasse, LA 70037	-
Senator Joseph Bouie, Jr. 6305 Elysian Fields Ave., Suite 400 New Orleans, LA 70122	-
Representative Delisha Boyd P.O. Box 741952 New Orleans, LA 70122	-
Senator Gary Carter, Jr. 2401 Westbend Parkway, Suite 3071 New Orleans, LA 70114	-
Councilmember Freddie King III 329 Olivier St. New Orleans, LA 70114	-
Jabarie R. Walker 1300 Perdido St., Suite 2E04 New Orleans, LA 70112	-

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
SCHEDULE OF COMPENSATION, BENEFITS, AND
OTHER PAYMENTS TO AGENCY HEAD
FOR THE YEAR ENDED DECEMBER 31, 2024

	Mark Major, Chairman
	<hr/>
Gross salary	\$ -
Benefits - insurance	-
Benefits - retirement	-
Cell phone allowance	-
Car allowance	-
Meals - board meetings	-
Uniform	-
Per diem	-
Travel	-
	<hr/>
Total compensation, benefits, and other payments	\$ <u><u>-</u></u>



**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***

To the Board of Commissioners
Algiers Development District of the City of New Orleans
(A Component Unit of the City of New Orleans)
New Orleans, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of Algiers Development District (the District) of the City of New Orleans, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated June 6, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District'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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District'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 District'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.



To the Board of Commissioners
Algiers Development District of the City of New Orleans
(A Component Unit of the City of New Orleans)
June 6, 2025

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District'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 no instances of noncompliance or other matters that is required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

June 6, 2025
New Orleans, Louisiana

Erickson Krentel, LLP
Certified Public Accountants

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2024

A. SUMMARY OF AUDIT RESULTS

1. The independent auditors' report expresses an unmodified opinion on the financial statements of Algiers Development District of the City of New Orleans.
2. No significant deficiencies or material weaknesses in internal control relating to the audit of the financial statements were reported in the 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*.
3. No instance of noncompliance were reported in the 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*.
4. No management letter was issued for the year ended December 31, 2024.

B. FINDINGS – FINANCIAL STATEMENT AUDIT

There were no findings related to the financial statement audit for the year ended December 31, 2024.

ALGIERS DEVELOPMENT DISTRICT OF THE CITY OF NEW ORLEANS
(A COMPONENT UNIT OF THE CITY OF NEW ORLEANS)
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2024

I. FINDINGS – FINANCIAL STATEMENT AUDIT

There were no findings related to the financial statements for the year ended December 31, 2023.

II. MANAGEMENT LETTER

There was no management letter issued for the year ended December 31, 2023.