

CITY OF JEANERETTE, LOUISIANA
FINANCIAL REPORT
YEAR ENDED JUNE 30, 2020
INDEPENDENT AUDITORS' REPORT

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INDEPENDENT AUDITORS' REPORT

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Mayor Carol Bourgeois, Jr. and the
Members of the Board of Aldermen
City of Jeanerette
Jeanerette, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Jeanerette, Louisiana, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

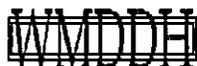
Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

* A PROFESSIONAL CORPORATION
** A LIMITED LIABILITY COMPANY



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We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

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, each major fund, and the aggregate remaining fund information of the City of Jeanerette, Louisiana, as of June 30, 2020, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 59-60 and other required supplementary information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Jeanerette, Louisiana's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The schedule of expenditures of federal awards is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements.

Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting 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 nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 5, 2021, on our consideration of the City of Jeanerette, 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 Jeanerette, 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 Jeanerette, Louisiana's internal control over financial reporting and compliance.

The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

*Wright, Moore, DeHart,
Dupuis & Hutchinson*
WRIGHT, MOORE, DEHART,
DUPUIS & HUTCHINSON, LLC
(Certified Public Accountants)

Lafayette, Louisiana
January 5, 2021

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

CITY OF JEANERETTE, LOUISIANA

**Statement of Net Position
June 30, 2020**

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current Assets:			
Cash and Interest-Bearing Deposits	\$ 1,387,924	\$ 177,610	\$ 1,565,534
Investments	16,054	254,734	270,788
Receivables:			
Accounts Receivable, Net	-	263,889	263,889
Ad Valorem Receivables, Net	252,113	-	252,113
Due from other Governmental Units	4,189	-	4,189
Other Receivables	161,434	-	161,434
Prepaid Items	67,419	2,011	69,430
Total Current Assets	<u>1,889,133</u>	<u>698,244</u>	<u>2,587,377</u>
Noncurrent Assets:			
Restricted Assets	-	185,254	185,254
Capital Assets, Net	6,084,641	10,155,067	16,239,708
Total Noncurrent Assets	<u>6,084,641</u>	<u>10,340,321</u>	<u>16,424,962</u>
Total Assets	<u>7,973,774</u>	<u>11,038,565</u>	<u>19,012,339</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension Related	<u>663,354</u>	<u>41,523</u>	<u>704,877</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	849	5,744	6,593
Accrued Liabilities	54,958	20,177	75,135
Capital Leases Payable	71,949	-	71,949
Bond Payable	33,993	48,605	82,598
Accrued Interest Payable	63,241	-	63,241
Interfund Balances	61,659	92,948	154,607
Total Current Liabilities	<u>286,649</u>	<u>167,474</u>	<u>454,123</u>
Noncurrent Liabilities:			
Customers' Deposits Payable	-	136,479	136,479
Capital Leases Payable	27,348	-	27,348
Loan Payable	20,130	-	20,130
Net Pension Liability	2,423,126	169,829	2,592,955
Bond Payable	1,498,978	2,178,908	3,677,886
Total Noncurrent Liabilities	<u>3,969,582</u>	<u>2,485,216</u>	<u>6,454,798</u>
Total Liabilities	<u>4,256,231</u>	<u>2,652,690</u>	<u>6,908,921</u>
DEFERRED INFLOWS OF RESOURCES			
Pension Related	<u>362,290</u>	<u>12,480</u>	<u>374,770</u>
NET POSITION			
Net Investment in Capital Assets	4,474,944	7,927,554	12,402,498
Restricted For:			
Debt Service	1,596,212	-	1,596,212
Other Purposes	950,457	136,479	1,086,936
Unrestricted (Deficit)	(3,003,006)	350,885	(2,652,121)
Total Net Position	<u>\$ 4,018,607</u>	<u>\$ 8,414,918</u>	<u>\$ 12,433,525</u>

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

CITY OF JEANERETTE, LOUISIANA

**Statement of Activities
Year Ended June 30, 2020**

Activities	Expenses	Program Revenues		Net (Expense) Revenues and Changes in Net Position		Total
		Fees, Fines, and Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	
Governmental Activities:						
General Government	\$ 1,622,027	\$ 654,718	\$ 245,099	\$ (722,210)	\$ -	\$ (722,210)
Public Safety:						
Police	607,169	7,347	-	(599,822)	-	(599,822)
Fire	145,572	21,296	-	(124,276)	-	(124,276)
Highways and Streets	569,091	-	-	(569,091)	-	(569,091)
Interest on Debt	63,235	-	-	(63,235)	-	(63,235)
Total Governmental Activities	3,007,094	683,361	245,099	(2,078,634)	-	(2,078,634)
Business-Type Activities:						
Garbage, Water, and Sewer	1,896,266	1,465,395	-	-	(430,871)	(430,871)
Total	\$ 4,903,360	\$ 2,148,756	\$ 245,099	(2,078,634)	(430,871)	(2,509,505)
General Revenues:						
Taxes -						
Property Taxes				671,397	-	671,397
Sales and Use Taxes				962,852	-	962,852
Franchise Taxes				215,453	-	215,453
Other Taxes				121,129	-	121,129
Grants and Contributions Not Restricted to Specific Programs -						
Federal sources				129,980	-	129,980
State Sources				5,764	-	5,764
Gain (Loss) on disposition of capital assets				(11,132)	-	(11,132)
Non-Employer Pension Contribution				44,576	2,608	47,184
Interest and Investment Earnings				9,126	4,255	13,381
Miscellaneous				72,764	104,414	177,178
Transfers				138,574	(138,574)	-
Total General Revenues and Transfers				2,360,483	(27,297)	2,333,186
Change in Net Position				281,849	(458,168)	(176,319)
Net Position, as Restated - July 1, 2019				3,736,758	8,873,086	12,609,844
Net Position - June 30, 2020				\$ 4,018,607	\$ 8,414,918	\$ 12,433,525

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

FUND FINANCIAL STATEMENTS

MAJOR FUNDS' DESCRIPTIONS

GENERAL FUND

To account for resources traditionally associated with governments which are not required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

1% Sales Tax Fund

To account for the receipt and use of proceeds of the City's one percent (1%) sales and use tax.

ENTERPRISE FUND

Utility Fund

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

CITY OF JEANERETTE, LOUISIANA

**Balance Sheet
Governmental Funds
June 30, 2020**

	General	1% Sales Tax	Other Governmental Funds	Total
ASSETS				
Cash	\$ 51,959	\$ -	\$ 510,083	\$ 562,042
Interest-Bearing Deposits	159,176	355,433	311,273	825,882
Investments	14	-	16,040	16,054
Receivables:				
Ad Valorem	7,771	-	-	7,771
Due from other Funds	20,862	446	-	21,308
Due from other Governmental Units	4,189	-	-	4,189
Other Receivables	161,434	-	-	161,434
Prepaid Items	58,975	-	8,444	67,419
Total Assets	\$ 464,380	\$ 355,879	\$ 845,840	\$ 1,666,099
 LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ 1,148	\$ 1,148
Accrued Liabilities	51,051	-	3,607	54,658
Due to other Funds	73,994	-	8,972	82,966
Total Liabilities	125,045	-	13,727	138,772
Fund Balances:				
Nonspendable	58,975	-	8,444	67,419
Restricted	-	355,879	823,669	1,179,548
Committed	16,258	-	-	16,258
Unassigned	264,102	-	-	264,102
Total Fund Balances	339,335	355,879	832,113	1,527,327
 Total Liabilities and Fund Balances	 \$ 464,380	 \$ 355,879	 \$ 845,840	 \$ 1,666,099

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

CITY OF JEANERETTE, LOUISIANA

**Reconciliation of Total Governmental Fund Balance to Net Position
of Governmental Activities
June 30, 2020**

Total Fund Balances for Governmental Funds		\$ 1,527,327
Total net position reported for governmental activities in the statement of net position is different because:		
The deferred outflows of expenditures for the various pensions are not a use of current resources, and therefore, are not reported in governmental funds		
		663,354
The deferred inflows of contributions for the various pensions are not available resources, and therefore, are not reported in the funds		
		(362,290)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of:		
Land	578,049	
Construction in Progress	77,233	
Buildings	11,946,678	
Improvements	7,092,916	
Equipment, Furniture, and Fixtures	2,596,211	
Accumulated Depreciation	<u>(16,206,446)</u>	
		6,084,641
Certain receivables are not available to pay for current period's expenditures and, therefore, are not reported in the funds		
		244,344
Noncurrent liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds:		
Bonds Payable	(1,532,971)	
Accrued Interest Payable	(63,245)	
Net Pension Liability	(2,423,126)	
Loan Payable	(20,130)	
Leases Payable	<u>(99,297)</u>	
		<u>(4,138,769)</u>
Total Net Position of Governmental Activities		<u>\$ 4,018,607</u>

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

CITY OF JEANERETTE, LOUISIANA

**Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2020**

	<u>General</u>	<u>1% Sales Tax</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Revenues:				
Taxes	\$ 822,392	\$ 508,096	\$ 524,357	\$ 1,854,845
Licenses and Permits	73,684	-	-	73,684
Intergovernmental	494,830	-	305,624	800,454
Fines and Forfeitures	16,405	-	-	16,405
Miscellaneous	<u>326,792</u>	<u>678</u>	<u>1,769</u>	<u>329,239</u>
Total Revenues	<u>1,734,103</u>	<u>508,774</u>	<u>831,750</u>	<u>3,074,627</u>
Expenditures:				
Current -				
General Government	1,341,497	-	161,587	1,503,084
Public Safety:				
Police	586,029	-	-	586,029
Fire	129,782	-	-	129,782
Highways and Streets	359,913	-	-	359,913
Urban Development and Housing	-	-	43,755	43,755
Capital Outlay	10,062	-	167,468	177,530
Debt Service -				
Principal Retirement	-	-	32,658	32,658
Interest and Fiscal Charges	-	-	64,582	64,582
Total Expenditures	<u>2,427,283</u>	<u>-</u>	<u>470,050</u>	<u>2,897,333</u>
Excess (Deficiency)				
of Revenues Over Expenditures	<u>(693,180)</u>	<u>508,774</u>	<u>361,700</u>	<u>177,294</u>
Other Financing Sources (Uses):				
Loan Proceeds	-	-	20,130	20,130
Transfers In	780,460	-	15,971	796,431
Transfers Out	<u>(1,045)</u>	<u>(348,000)</u>	<u>(308,812)</u>	<u>(657,857)</u>
Total Other Financing Sources (Uses)	<u>779,415</u>	<u>(348,000)</u>	<u>(272,711)</u>	<u>158,704</u>
Net Changes in Fund Balances	86,235	160,774	88,989	335,998
Fund Balances, Beginning (Restated)	<u>253,100</u>	<u>195,105</u>	<u>743,124</u>	<u>1,191,329</u>
Fund Balances, Ending	<u>\$ 339,335</u>	<u>\$ 355,879</u>	<u>\$ 832,113</u>	<u>\$ 1,527,327</u>

The accompanying notes are an integral part of these financial statements.

CITY OF JEANERETTE, LOUISIANA

**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities:**

Year Ended June 30, 2020

Total net changes in fund balances per Statement of Revenues, Expenditures and Changes in Fund Balances		\$ 335,998
The change in net position reported for governmental activities in the statement of activities is different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlay which is considered expenditures on the Statement of Revenues, Expenditures and Changes in Fund Balances	177,530	
Depreciation expense for the year ended	<u>(375,635)</u>	(198,105)
Repayment of debt obligations is an expenditure in the governmental funds, but reduces the liability in the statement of net position.		
Bond Payments	32,658	
Lease Payments	<u>44,734</u>	77,392
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds		
Ad Valorem	42,301	
Loan Proceeds	(20,130)	
Non-Employer Pension Contributions	<u>44,576</u>	66,747
Expenses reported in the statements 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.		
Loss on Disposition of Assets	(11,132)	
Interest Expense	1,561	
Pension Expense	<u>9,388</u>	(183)
Total Changes in Net Position per Statement of Activities		<u>\$ 281,849</u>

The accompanying notes are an integral part of these financial statements.

CITY OF JEANERETTE, LOUISIANA

**Statement of Net Position
Proprietary Fund
June 30, 2020**

	Enterprise Fund
ASSETS	
Current Assets:	
Cash and Interest-Bearing Deposits	\$ 177,610
Investments	254,734
Receivables, Net	263,889
Prepaid Items	2,011
Total Current Assets	698,244
Noncurrent Assets:	
Restricted Assets -	
Cash and Interest-Bearing Deposits	185,254
Capital Assets, Net of Accumulated Depreciation	10,155,067
Total Noncurrent Assets	10,340,321
Total Assets	11,038,565
DEFERRED OUTFLOWS OF RESOURCES	
Pension Related	41,523
LIABILITIES	
Current Liabilities:	
Accounts Payable	5,744
Accrued Liabilities	20,177
Bond Payable:	
Revenue Bonds	48,605
Due To Other Funds	92,948
Total Current Liabilities	167,474
Noncurrent Liabilities:	
Bond Payable:	
Payable From Restricted Assets -	
Revenue Bond	2,178,908
Customers' Deposits Payable	136,479
Net Pension Liability	169,829
Total Noncurrent Liabilities	2,485,216
Total Liabilities	2,652,690
DEFERRED INFLOWS OF RESOURCES	
Pension Related	12,480
NET POSITION	
Net Investment In Capital Assets	7,927,554
Unrestricted	487,364
Total Net Position	\$ 8,414,918

The accompanying notes are an integral part of these financial statements.

CITY OF JEANERETTE, LOUISIANA

**Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Fund
Year Ended June 30, 2020**

	<u>Enterprise Fund</u>
Operating Revenues:	
Charges For Services -	
Water Sales	\$ 605,703
Sewer Service Charges	414,786
Garbage Revenue	338,361
Connections and Installations	18,745
Penalties	80,885
Miscellaneous	<u>6,915</u>
Total Operating Revenues	<u>1,465,395</u>
 Operating Expenses:	
Bad Debts	85,354
Chemicals	42,694
Consulting and Testing Fees	23,530
Depreciation Expense	513,786
Equipment Rental	23,874
Garbage Service Contract	324,279
Insurance	84,820
Interest Expense	49,483
Miscellaneous	8,451
Office Expense	23,631
Payroll Taxes	2,298
Salaries and Benefits	116,034
Professional Fees	221,944
Supplies and Repairs	237,130
Utilities and Telephone	<u>138,958</u>
Total Operating Expenses	<u>1,896,266</u>
 Operating Loss	 <u>\$ (430,871)</u>

(continued)

The accompanying notes are an integral part of these financial statements.

CITY OF JEANERETTE, LOUISIANA

**Statement of Revenues, Expenses, and Changes in
Fund Net Position (continued)
Proprietary Fund
Year Ended June 30, 2020**

	<u>Enterprise Fund</u>
Nonoperating Revenues (Expenses):	
Other Revenue	\$ 104,415
Non-Employer Pension Contributions	2,608
Interest Income	<u>4,255</u>
Net Nonoperating Revenues	<u>111,278</u>
Loss Before Contributions and Transfers	<u>(319,593)</u>
Transfers In	91,510
Transfers Out	<u>(230,085)</u>
Total Transfers	<u>(138,575)</u>
Change In Net Position	(458,168)
Net Position, Beginning (Restated)	<u>8,873,086</u>
Net Position, Ending	<u>\$ 8,414,918</u>

The accompanying notes are an integral part of these financial statements.

CITY OF JEANERETTE, LOUISIANA

**Statement of Cash Flows
Proprietary Fund
Year Ended June 30, 2020**

	<u>Enterprise Fund</u>
Cash Flows from Operating Activities:	
Receipts from Customers	\$ 1,465,395
Payments to Suppliers	(899,327)
Payments to Employees	<u>(340,276)</u>
Net Cash Provided by Operating Activities	<u>225,792</u>
Cash Flows from Noncapital Financing Activities:	
Payments to Other Funds	(138,575)
Other	<u>104,415</u>
Net Cash (Used In) Noncapital Financing Activities	<u>(34,160)</u>
Cash Flows from Capital and Related Financing Activities:	
Acquisition of Property, Plant and Equipment	(68,450)
Payment on Debt	<u>(47,465)</u>
Net Cash (Used In) Capital and Related Financing Activities	<u>(115,915)</u>
Cash Flows from Investing Activities:	
Interest on Investments	<u>4,255</u>
Net Cash Provided By Investing Activities	<u>4,255</u>
Net Increase in Cash and Cash Equivalents	79,972
Cash, Cash Equivalents, and Restricted Cash, Beginning	<u>537,626</u>
Cash, Cash Equivalents, and Restricted Cash, Ending	<u>\$ 617,598</u>

(continued)

The accompanying notes are an integral part of these financial statements.

CITY OF JEANERETTE, LOUISIANA

**Statement of Cash Flows (continued)
Proprietary Fund
Year Ended June 30, 2020**

	<u>Enterprise Fund</u>
Reconciliation of Operating Loss to Net Cash Provided By Operating Activities:	
Operating Loss	\$ (430,871)
Adjustments to Reconcile Operating Loss to Net Cash Provided By Operating Activities:	
Depreciation	513,786
Bad Debt	85,354
Changes in Current Assets and Liabilities:	
(Increase) Decrease in Accounts Receivable	5,784
(Increase) Decrease in Prepaid Items	30,771
Increase (Decrease) in Accounts Payable	(51,677)
Increase (Decrease) in Accrued Liabilities	1,872
Increase (Decrease) in Amounts Due to other Funds	66,799
Increase (Decrease) in Customer Deposits	<u>3,974</u>
 Net Cash Provided By Operating Activities	 <u>\$ 225,792</u>
 Reconciliation of Cash and Cash Equivalents Per Statement of Cash Flows to the Balance Sheet:	
 Cash and Cash Equivalents, Beginning of Period -	
Cash - Unrestricted	\$ 406,888
Cash - Restricted	<u>130,738</u>
Total Cash and Cash Equivalents	<u>537,626</u>
 Cash and Cash Equivalents, End of Period -	
Cash - Unrestricted	432,344
Cash - Restricted	<u>185,254</u>
Total Cash and Cash Equivalents	<u>617,598</u>
 Net Increase in Cash and Cash Equivalents	 <u>\$ 79,972</u>

The accompanying notes are an integral part of these financial statements.

CITY OF JEANERETTE, LOUISIANA

**Statement of Agency Assets and Liabilities
June 30, 2020**

	Agency Funds		Total Agency Funds
	Payroll	Disbursement	
ASSETS			
Cash	\$ -	\$ 230	\$ 230
Receivables:			
Due from other Funds	51,584	136,085	187,669
Total Assets	\$ 51,584	\$ 136,315	\$ 187,899
LIABILITIES			
Liabilities:			
Cash Overdraft	\$ 14,367	\$ -	\$ 14,367
Accounts Payable	-	136,315	136,315
Accrued Liabilities	4,156	-	4,156
Due to other Funds	33,061	-	33,061
Total Liabilities	\$ 51,584	\$ 136,315	\$ 187,899

The accompanying notes are an integral part of these financial statements.

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying basic financial statements of the City of Jeanerette (City) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. Such accounting and reporting procedures also conform to the requirements of the Louisiana Governmental Audit Guide and to the industry audit guide, Audits of State and Local Governmental Units. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this note.

A. Financial Reporting Entity

Governmental Accounting Standards Board Statement 14, The Financial Reporting Entity, established criteria for determining which component units should be considered part of the City for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. These criteria include:

1. Appointing a voting majority of an organization's governing body, and
 - a. the ability of the City to impose its will on that organization and/or
 - b. the potential for the organization to provide specific financial benefits to or impose specific financial burdens on the City.
2. Organizations for which the City does not appoint a voting majority, but are fiscally dependent on the City.
3. Organizations for which the reporting entity's financial statements would be misleading if the data of the organization is not included because of the nature of significance of the relationship.

Based upon the application of the above criteria, the following is a brief review of each potential component unit addressed in defining the City's reporting entity.

The following organizations are related organizations which have not been included in the reporting entity:

Jeanerette Volunteer Fire Department

The Jeanerette Volunteer Fire Department is governed by a group of volunteer citizens. The Jeanerette Volunteer Fire Department is not fiscally dependent on the City; however, the City includes certain revenues received and expenditures paid for the Fire Department as part of its general fund.

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - *continued*

A. Financial Reporting Entity - *continued*

Jeanerette City Court

The Jeanerette City Court is administered by an independently elected official. Although the City does provide facilities and some of its financing, no control is exercised over its operations.

Bicentennial Park and Museum Board -

The Mayor and Board of Alderman are responsible for appointing the members of the Board, but the City's accountability for this organization does not extend beyond making these appointments.

B. Basis of Presentation

Government-Wide Financial Statements

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

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

Fund Financial Statements

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

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

B. Basis of Presentation - continued

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

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

Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

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

General Fund

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

Special Revenue Funds

1% Sales Tax Fund -

The 1% Sales Tax Fund is used to account for the receipt and use of proceeds of the City's 1% sales and use tax.

Proprietary Fund

Enterprise Fund -

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

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

B. Basis of Presentation - continued

Additionally, the City reports the following fund types:

Governmental Fund Types .

Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources (other than expendable trusts of major capital projects) that are legally restricted to expenditures for specified purposes.

Debt Service Funds

Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Capital Project Funds -

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

C. Measurement Focus/Basis of Accounting

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

Measurement Focus

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

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

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

The proprietary fund utilizes an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

C. Measurement Focus/Basis of Accounting - continued

Basis of Accounting

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

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

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

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

Cash, interest-bearing deposits, and investments

For purposes of the statement of net position, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposits of the City.

Under state law, the City may invest in United States bonds, treasury notes, or certificates. Investments are stated at fair market value.

For the purpose of the proprietary fund statement of cash flows, "cash, cash equivalents, and restricted cash," include all demand and savings accounts, and certificates of deposit or short-term investments with an original maturity of three months or less.

Interfund receivables and payables

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

Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net position.

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

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

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include sales and use taxes. Business-type activities report customer's utility service receivables as their major receivables. Uncollectible utility service 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. Unbilled utility service receivables resulting from utility services rendered between the date of meter reading and billing and the end of the month, are recorded at year-end.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are capitalized at historical cost or estimated cost if historical is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The City maintains a threshold level of \$1,000 or more for capitalizing assets.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position.

Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings	40 years
Equipment	5-7 years
Utility System and Improvements	25 years
Infrastructure	20-50 years

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

Restricted Assets

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

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

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

Deferred Outflows of Resources and Deferred Inflows of Resources

In some instances, the GASB requires a government to delay recognition of decreases in net position as expenditures until a future period. In other instances, governments are required to delay recognition of increases in net position as revenues until a future period. In these circumstances, deferred outflows of resources and deferred inflows of resources result from the delayed recognition of expenditures or revenues, respectively. The City recognizes deferred outflows of resources and deferred inflows of resources that are attributable to its pension plan.

Long-Term Debt

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

All long-term debt to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. Long-term debt consists primarily of compensated absences payable, rental deposits payable, bonds payable and utility meter deposits payable.

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

Compensated Absences

Vacation and sick leave are recorded as expenditures of the period in which paid. Vacation credits earned by employees range from 4 hours per month to 14 hours per month depending upon length of service. Two-thirds (2/3) of vacation credits earned during an employment year must be taken that year. Only one-third (1/3) of accumulated vacation time may be carried over to the following year. Employees may accumulate a maximum of 120 sick days, and any sick leave credit due to an employee whose service with the City is terminated by reason of resignation or discharge is canceled.

Equity Classifications

Government-Wide Financial Statements

Equity is classified as net position and displayed in three components:

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 that are attributable to the acquisition, construction, or improvement of those assets.

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

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

Restricted - Consists of net position 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) laws through constitutional provisions or enabling legislation.

Unrestricted - All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

Fund Financial Statements

Proprietary fund equity is classified the same as in the government-wide statements. In the fund statements, governmental fund equity is classified as fund balance. Fund balance for the City’s governmental funds is displayed depicting the relative strength of the spending constraints placed on the purposes for which resources can be used. In the governmental fund financial statements, fund balances are classified as follows:

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

Restricted - amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other government.

Committed - amounts that can be used only for specific purposes determined by a formal action of the Board of Alderman. The Board is the highest level of decision-making authority for the City. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by Board members.

Assigned - amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the City’s adopted policy, only the Board of Alderman may assign amounts for specific purposes.

Unassigned - all other spendable amounts.

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

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

E. Revenues, Expenditures, and Expenses

Operating Revenues and Expenses

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

Expenditures/Expenses

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

In the fund financial statements, expenditures are classified by function and character in governmental funds and as operating or non-operating in proprietary funds.

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

Interfund Transfers

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

F. Revenue Restrictions

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

<u>Revenue Source</u>	<u>Legal Restrictions of Use</u>
Ad Valorem tax	See Note 8
Sales tax	See Note 9

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

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

G. Capitalization of Interest Expense

It is the policy of the City to capitalize material amounts of interest resulting from borrowings in the course of the construction of capital assets. At June 30, 2020, there were no borrowings for assets under construction which resulted in the capitalization of interest expense.

H. 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 that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the basic financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

(2) CASH, INTEREST-BEARING DEPOSITS AND INVESTMENTS

Cash and Interest-Bearing Deposits

Under state law, the City may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The City may invest in certificates and time deposits of the state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 2020, the City had cash and interest-bearing deposits (book balances) totaling \$1,735,646 as follows:

Demand Deposits	\$ 1,636,986
Time Deposits	<u>98,660</u>
Total	<u>\$ 1,735,646</u>

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(2) CASH, INTEREST-BEARING DEPOSITS AND INVESTMENTS - continued

Under state law, deposits, (or the resulting bank balances) must be secured by federal deposit insurance or similar federal security or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the City or the pledging fiscal agent bank by a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at June 30, 2020, were secured as follows:

Bank Balances	\$ 1,813,456
Federal Deposit Insurance	\$ 351,133
Pledged Securities	1,462,323
Total FDIC Insurance and Pledged Securities	\$ 1,813,456

Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the City's deposits may not be recovered or the City will not be able to recover collateral securities that are in the possession of an outside party. These deposits are stated at cost, which approximates market. The City does not have a policy to monitor or attempt to reduce exposure to custodial credit risk. At June 30, 2020, deposits in the amount of \$1,462,323 were exposed to custodial credit risk. These deposits are uninsured and collateralized with securities held by the pledging institution's trust department or agent but not in the City's name.

Investments

At June 30, 2020, the City's investments totaled \$270,788 as follows:

Description	Approximate Fair Value
Governmental Activities:	
Louisiana Asset Management Pool (LAMP)	\$ 16,054
Business-Type Activities:	
Louisiana Asset Management Pool (LAMP)	254,734
Total	\$ 270,788

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

GASB Statements No. 40, Deposit and Investment Risk Disclosure, requires the disclosure of credit risk, custodial credit risk, concentration of credit risk, and foreign currency risk for all public entity investments.

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(2) CASH, INTEREST-BEARING DEPOSITS AND INVESTMENTS - continued

LAMP is a 2a7-like investment pool. The following facts are relevant for 2a7-like investment pools:

Credit Risk - LAMP is rated AAAM 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 with 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 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. The WAM for LAMP's total investments is 47 (from LAMP's monthly Statement of Net Assets) as of June 30, 2020.

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 the value of the position in the external investment pool is the same as the net asset value of the pool shares.

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

(3) RECEIVABLES

Receivables at June 30, 2020 consist of the following:

	Governmental Activities	Business-Type Activities	Total
Accounts Receivable	\$ -	\$ 349,242	\$ 349,242
Ad Valorem	336,152	-	336,152
Other Receivables	161,434	-	161,434
Due from Other Governments	4,189	-	4,189
Less: Allowance for Uncollectible	(84,039)	(85,353)	(169,392)
Net Receivables	\$ 417,736	\$ 263,889	\$ 681,625

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(4) RESTRICTED ASSETS

Restricted assets consisted of the following at June 30, 2020:

	Business- Type Activities
Cash and Interest-Bearing Deposits	\$ 185,254

(5) CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2020 was as follows:

	(Restated) Balance 07/01/19	Additions	Disposals	Balance 06/30/20
Governmental Activities:				
Capital Assets Not Being Depreciated:				
Land	\$ 578,049	\$ -	\$ -	\$ 578,049
Construction in Progress	144,383	77,233	(144,383)	77,233
Capital Assets Being Depreciated:				
Buildings	11,946,678	-	-	11,946,678
Improvements, Other Than Buildings	6,858,302	234,614	-	7,092,916
Equipment, Furniture and Fixtures	2,697,466	10,062	(111,317)	2,596,211
Totals	22,224,878	321,909	(255,700)	22,291,087
Less: Accumulated Depreciation:				
Buildings	10,708,137	40,658	-	10,748,795
Improvements, Other Than Buildings	3,450,614	189,123	-	3,639,737
Equipment, Furniture and Fixtures	1,772,245	145,854	(100,185)	1,817,914
Total Accumulated Depreciation	15,930,996	375,635	(100,185)	16,206,446
Governmental Activities, Capital Assets, Net	\$ 6,293,882	\$ (53,726)	\$ (155,515)	\$ 6,084,641

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(5) CAPITAL ASSETS - continued

	(Restated) Balance 07/01/19	Additions	Disposals	Balance 06/30/20
Business-Type Activities:				
Capital Assets Not Being Depreciated:				
Land - Sewer System	\$ 71,602	\$ -	\$ -	\$ 71,602
Capital Assets Being Depreciated:				
Water System	15,398,403	45,950	-	15,444,353
Sewer System	4,126,459	22,500	-	4,148,959
Machinery and Equipment	367,499	-	(94,919)	272,580
Totals	<u>19,963,963</u>	<u>68,450</u>	<u>(94,919)</u>	<u>19,937,495</u>
Less: Accumulated Depreciation:				
Water System	7,365,580	371,813	-	7,737,393
Sewer System	1,722,525	114,173	-	1,836,698
Machinery and Equipment	213,796	27,800	(33,260)	208,336
Total Accumulated Depreciation	<u>9,301,901</u>	<u>513,786</u>	<u>(33,260)</u>	<u>9,782,427</u>
Business-Type Activities, Capital Assets, Net	<u>\$ 10,662,062</u>	<u>\$ (445,336)</u>	<u>\$ (61,659)</u>	<u>\$ 10,155,067</u>

Depreciation expense was charged to functions/programs as follows:

Governmental Activities:	
General Government	\$ 95,372
Public Safety	
Police	65,841
Fire	5,244
Highways and Streets	209,178
Total Depreciation Expense - Governmental Activities	<u>\$ 375,635</u>
Business-Type Activities:	
Water	\$ 371,813
Sewer	114,173
Machinery and Equipment	27,800
Total Depreciation Expense - Business-Type Activities	<u>\$ 513,786</u>

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(6) ACCOUNTS AND OTHER PAYABLES

The accounts and other payables consisted of the following at June 30, 2020:

	Governmental Activities	Business- Type Activities	Fiduciary Funds	Total
Accounts Payable	\$ 849	\$ 5,744	\$ 136,315	\$ 142,908
Accrued Liabilities	54,958	20,177	4,156	79,291
Totals	\$ 55,807	\$ 25,921	\$ 140,471	\$ 222,199

(7) LONG-TERM LIABILITIES

The following is a summary of long-term liability transactions of the City for the year ended June 30, 2020:

	(Restated) 07/01/19	Additions	Reductions/ Payments	06/30/20	Due Within One Year
Governmental Activities:					
General					
Obligation Bond	\$ 1,565,629	\$ -	\$ 32,658	\$ 1,532,971	\$ 33,993
Capital Leases Payable	115,671	28,360	44,734	99,297	72,016
Net Pension Liability	2,504,507	-	81,379	2,423,128	-
Total Long-Term Liabilities	\$ 4,185,807	\$ 28,360	\$ 158,771	\$ 4,055,396	\$ 106,009

	(Restated) 07/01/19	Additions	Reductions/ Payments	06/30/20	Due Within One Year
Business-Type Activities:					
Customers' Deposits Payable	\$ 132,505	\$ 3,974	\$ -	\$ 136,479	\$ -
Net Pension Liability	170,234	-	405	169,829	-
Revenue Bond	2,274,978	-	47,465	2,227,513	48,605
Total Long-Term Liabilities	\$ 2,577,717	\$ 3,974	\$ 47,870	\$ 2,533,821	\$ 48,605

CITY OF JEANERETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020

(7) LONG-TERM LIABILITIES - continued

General obligation bonds issued for governmental activity purposes are liquidated by debt service funds.

Bond anticipation notes issued for governmental activity funded through interim financing provided by financial institutions with final funding provided by indebtedness through the USDA.

The liability for compensated absences is expected to be liquidated by the fund incurring the liability.

Long-term liabilities for business-type activities are satisfied by the City's enterprise fund (the utility fund).

General obligation bonds and revenue bonds at June 30, 2020 are comprised of the following individual issues:

Governmental Activities:

General Obligation Bonds:

\$1,870,000 - 2005 General Obligation Bonds due in annual installments of \$20,000 to \$94,000 through 7/13/2045; interest at 4.125% payable from the levy of a specific ad valorem tax

	Total	Current Portion
	\$ 1,532,971	\$ 33,993

Capital Leases:

\$50,000 - Lease-purchase agreement dated April 18, 2016, due in monthly installments of \$840 bearing interest at 6.50% through April 2021; secured by equipment

	\$ 8,155	\$ 8,155
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\$118,167 - Lease-purchase agreement dated June 28, 2016, due in monthly installments of \$2,244 bearing interest at 5.45% through May 2021; secured by equipment

	24,025	24,025
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\$67,776 - Lease-purchase agreement dated July 15, 2017, due in monthly installments of \$1,149 bearing interest at 7.07% through July 2022; secured by equipment

	38,756	11,475
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\$57,450 - Lease-purchase agreement dated July 31, 2017, due in monthly installments of \$1,104 (non-interest bearing) through September 2020; secured by equipment

	28,361	28,361
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Total Capital Leases Payable

	\$ 99,297	\$ 72,016
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CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(7) LONG-TERM LIABILITIES - continued

Business-Type Activities:

USDA Revenue Bond	<u>Total</u>	<u>Current Portion</u>
\$2,463,000 - Revenue bond due in monthly installments of \$8,079 through 12/10/2055; interest at 2.375%; payable from sewer revenues	<u>\$ 2,227,513</u>	<u>\$ 48,605</u>

The annual requirements to amortize all long-term debt outstanding as of June 30, 2020, including interest payments, are as follows:

Year Ending June 30	Governmental Activities General Obligation Bonds		Business-Type Activities USDA Revenue Bond		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
	2020-2024	\$ 144,670	\$ 259,389	\$ 201,535	\$ 186,257	\$ 346,205
2025-2029	217,046	269,154	280,363	204,377	497,409	473,531
2030-2034	265,660	220,540	315,677	169,063	581,337	389,603
2035-2039	325,163	161,037	355,438	129,302	680,601	290,339
2040-2044	397,994	88,206	400,208	84,532	798,202	172,738
2045-2049	182,438	11,350	450,617	34,123	633,055	45,473
2050-2054	-	-	223,675	803	223,675	803
	<u>\$ 1,532,971</u>	<u>\$ 1,009,676</u>	<u>\$ 2,227,513</u>	<u>\$ 808,457</u>	<u>\$ 3,706,484</u>	<u>\$ 1,818,133</u>

In accordance with Louisiana Revised Statute 39:562, the City is legally restricted from incurring long-term bonded debt payable solely from ad valorem taxations in excess of 35% of the assessed value of taxable property. At June 30, 2020, the statutory limit is \$5,699,999 and the outstanding bonded debt funded by ad valorem taxes, including interest, total \$2,542,647.

In March 2020, the City was approved for a loan in the amount of \$350,000 from the State of Louisiana, Department of Environmental Quality, Office of Environmental Assessment to assist in water infrastructure improvements. The loans bears interest at 0.0% with 100% principle forgiveness if certain loan provisions are followed. As of June 30, 2020, \$20,130 has been drawn on the loan.

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(8) AD VALOREM TAXES

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied by the City in September or October and are actually billed to the taxpayers in November. Billed taxes become delinquent on January 1 of the following year. Revenues from ad valorem taxes are budgeted in the year billed.

The City bills and collects its own property taxes using the assessed values determined by the tax assessor of Iberia Parish.

For the year ended June 30, 2020, taxes of 38.03 mills were levied on property with assessed valuations totaling \$16,285,710 and were dedicated as follows:

General Corporate Purposes	29.28 mills
Debt Service:	
Water System Improvements	5.00 mills
General Obligation Bonds	3.75 mills

Total taxes levied for the year ended June 30, 2020 were \$619,346.

(9) SALES AND USE TAX

A. Sales and Use Tax

Proceeds of a 1% sales and use tax levied by the City (2020 collections, \$508,096; 2019 collections, \$525,319; and 2018 collections, \$425,573) dedicated to the following purposes:

Constructing, acquiring, extending, improving, operating and/or maintaining drainage facilities, street lighting facilities, sidewalks, sewers and sewerage disposal works, recreational facilities, public buildings and/or fire department stations and equipment, including fire engines; purchasing and acquiring equipment and furnishings for the aforesaid public works, buildings, improvements and facilities; and maintaining and operating the municipal police department and garbage collection and disposal facilities, including the purchase of equipment therefore, title to which improvements shall be in the public name; or for any one or more of said purposes; and such tax to be subject to findings funding into bonds by the City into the manner authorized by Louisiana Revised Statutes of 1950.

B. Sales and Use Tax (1973)

Proceeds of a sales and uses tax levied by the City beginning in 1973 (2020 collections, \$127,024; 2019 collections, \$131,330; and 2018 collections, \$115,155) are dedicated to the following purposes:

Constructing, acquiring, extending, improving, operating and/or maintaining sewers and sewerage disposal works and waterworks facilities, and purchasing and acquiring the necessary land, equipment and furnishings for the aforesaid public works, improvements and facilities.

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(9) SALES AND USE TAX - continued

C. Sales and Use Tax (1985)

Proceeds of a 1/4% sales and use tax levied by the City (2020 collections, \$127,024; 2019 collections, \$131,330; and 2018 collections, \$115,155) beginning in April 1985 are dedicated to and may be used for any lawful corporate purpose.

D. Sales and Use Tax (2004)

Proceeds of a 1/4% sales and use tax levied by the City (2020 collections, \$127,024; 2019 collections, \$131,330; and 2018 collections, \$115,155) beginning in April 2004 are dedicated to and may be used for any lawful corporate purpose.

(10) RETIREMENT PLANS

Eligible employees of the City participate in three multiple-employer public employee retirement systems (PERS) which are controlled and administered by separate boards of trustees. These retirement systems provide retirement, disability and death benefits to plan members and their beneficiaries. Benefits under each system are established and amended by state statutes. Pertinent information for each system follows:

Municipal Employees' Retirement System

Plan Description

Substantially all employees of the City, other than police and firefighting employees, are members of the municipal Employees' Retirement System of Louisiana, a multiple-employer, public employee retirement system (MERS) controlled and administered by a separate board of trustees. All permanent employees working at least 35 hours per week who are paid wholly from City funds are eligible to participate. Contributions of participating agencies are pooled within the System to fund accrued benefits, with contribution rates approved by the Louisiana Legislature.

The System is composed of two distinct plans - Plan A and Plan B – with separate assets and benefit provisions. All participants at the City are members of Plan A. Under Plan A employees who retire at or after age 60 with at least 10 years of creditable service or at or any age with at least 25 years of creditable service are entitled to retirement benefits, payable monthly for life, equal to 3% of their final average salary 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. An additional regular retirement benefit can be received for any city marshal or deputy city marshal. See Plan Booklet for further details.

Funding Policy

Contributions to the System include ¼ of 1% of the taxes shown to be collectible by the tax rolls of each parish, except Orleans and East Baton Rouge. These tax dollars are divided between Plans A and B, based proportionately on the salaries of the active members of each plan. State statutes require covered employees to contribute a percentage of their salaries to the System.

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(10) RETIREMENT PLANS - continued

Municipal Employees' Retirement System - continued

Funding Policy - continued

As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation of the prior fiscal year. Plan members are required to contribute 9.5% of their annual covered salary to the system while the City is required to contribute at the statutory rate of 26.00% of the total annual covered salary. The City's contributions to the system for the years ended June 30, 2020, 2019 and 2018 were \$213,951, \$202,081 and \$125,051 respectively, equal to the required contribution for each year.

Under present statutes, the City does not guarantee the benefits granted by the System.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Municipal Employees' Retirement System, 79337 Office Park Blvd., Baton Rouge, LA 70809.

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

At June 30, 2020, the City reported a liability totaling \$1,886,992 for its proportionate share of the net pension liability for the Fund. The net pension liability was measured as of June 30, 2019, 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 was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2020, the City's proportion was 0.451578% for the Fund.

For the year ended June 30, 2020, the City recognized pension expense for the Fund totaling \$218,014. Deducted from pension expense is the employer's amortization of change in proportionate share and differences between employer contributions and proportionate share of contributions total \$(2,761) for the Fund.

For the year ended June 30, 2020, the City recognized revenue from ad valorem taxes and revenue sharing funds received by the Fund. These additional sources of income are used as employer contributions and are considered support from non-employer contributing entities totaling \$28,978.

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(10) RETIREMENT PLANS - continued

Municipal Employees' Retirement System - continued

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

At June 30, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to pension from the Fund:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 46,041
Change in assumptions	47,686	-
Changes in proportion		92,637
Net difference between projected and actual earning on pension plan investments	187,150	-
Changes in proportion and difference between employer contributions and proportional share of contributions	<u>215,125</u>	<u>-</u>
	<u>\$ 449,961</u>	<u>\$ 138,678</u>

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ended June 30:

2020	\$ 16,830
2021	35,253
2022	22,980
2023	<u>14,791</u>
	<u>\$ 89,854</u>

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(10) RETIREMENT PLANS - continued

Municipal Employees' Retirement System - continued

Actuarial Assumptions

The total pension liability in the June 30, 2019, actuarial valuation for the Fund was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Valuation Date	June 30, 2019	
Actuarial Cost Method	Entry Age Normal Cost	
Investment Rate of Return	7.0%, net of pension plan investment expense, including inflation	
Expected Remaining Service Lives	3 years	
Inflation Rate	2.50%	
Salary increases, including inflation and merit	<u>Years of Service</u>	<u>Salary Growth Rate</u>
	1 - 4	6.40%
	Over 4	4.50%
Annuitant and Beneficiary Mortality	PubG-2010(B) Healthy Retiree Table set equal to 120% for males and females, each adjusted using their respective male and female MP2018 scales.	
Employee Mortality	PubG-2010(B) Employee Table set equal to 120% for males and females, each adjusted using their respective male and female MP2018 scales.	
Disabled Lives Mortality	PubNS-2010(B) Disabled Retiree Table set equal to 120% for males and females with the full generational MP2018 scale.	

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(10) RETIREMENT PLANS - continued

Municipal Employees' Retirement System - continued

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 expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation and an adjustment for the effect of rebalancing/diversification.

The target allocation and best estimates of arithmetic real rates of return for each major asset class included in the System's target asset allocation as of June 30, 2019, are summarized in the following table:

Asset Class	Target Asset Allocation	Long-Term Expected Portfolio Real Rate of Return
Public Entity	50%	2.15%
Public Fixed Income	35%	1.51%
Alternatives	15%	0.64%
Totals	100%	4.30%
Inflation		2.70%
Expected Arithmetic Nominal Return		7.00%

The discount rate used to measure the total pension liability was 7.00% for the year ended June 30, 2019. 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, which are calculated in accordance with relevant statutes and approved by the Board of Trustees and the Public Retirement Systems' Actuarial Committee. Based on these assumptions, the Fund'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 City's proportionate share of the Net Pension Liability using the discount rate of 7.00%, as well as what the City's proportionate share of the Net Pension Liability/(Asset) would be if it were calculated using a discounted rate that is one percentage point lower, or one percentage point higher than the current rate (assuming all other assumptions remain unchanged):

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(10) RETIREMENT PLANS - continued

Municipal Employees' Retirement System - continued

Sensitivity to Changes in the Discount Rate - continued

	Changes in Discount Rate		
	1%	Current	1%
	Decrease	Discount Rate	Increase
	6.00%	7.00%	8.00%
Net Pension Liability	\$ 2,460,300	\$ 1,886,992	\$ 1,402,278

Retirement System Audit Report

Detailed information about the pension plan's fiduciary net position is available in the separately issued stand-alone audit report on their financial statements for the year ended June 30, 2019. Access to the report can be found on the System's website, www.mersla.com, or on the Louisiana Legislative Auditor's website, www.la.la.gov.

Municipal Police Employees' Retirement System

Plan Description

All employees of the City's Police Department are members of the Municipal Police Employees Retirement System of Louisiana, a multiple-employer retirement system (MPERS) controlled and administered by a separate board of trustees. Membership is mandatory for any full-time police officer employed by a municipality 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, with contribution rates approved by the Louisiana Legislature.

Membership Prior to January 1, 2013

A member is eligible for regular retirement after he or she 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 of creditable service and is age 55. A member is eligible for early retirement after he or she has been a member of the System with 20 years of creditable service at any age with an actuarially reduced benefit.

Benefit rates are three and one-third percent (3 1/3%) 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 (40%-60%) of the members' average final compensation for the surviving spouse. In addition, each child under age eighteen receives benefits equal to ten percent (10%) of the member's average final compensation or \$200 per month, whichever is greater.

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(10) RETIREMENT PLANS - continued

Municipal Police Employees' Retirement System - continued

Membership Prior to January 1, 2013 - continued

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 or she has been a member of System and has 30 years of creditable service at any age, 25 years of creditable service at age 55, or 10 years of creditable service at age 60. Under both sub plans, a member is eligible for early retirement after he or she has been a member of the System with 20 years of creditable service at any age, with an actuarially reduced benefit from age 55.

Under the Hazardous and Non-Hazardous Duty sub plans, the benefit rates are three percent (3%) and two and a half percent (2 ½%), respectively, of average final compensation (average monthly earnings during the highest 60 consecutive months or joined months if service was interrupted) per number of years of creditable service not to exceed 100% of final salary.

Upon death of an active contributing member, or disability retiree, the plan provides for surviving spouses and minor children. Under certain conditions outlined in the statutes, the benefits range from twenty-five to fifty-five percent (25%-55%) of the member's average final compensation for the surviving spouse. In addition, each child under age eighteen receives ten percent (10%) of average final compensation or \$200 per month, whichever is greater. If a deceased member had less than ten years of service, beneficiary will receive a refund of employee contributions only.

Funding Policy

Contributions to the System include 1/4 of 1% of the taxes shown to be collectible by the tax rolls of each parish, except Orleans and East Baton Rouge. State statutes require covered employees to contribute a percentage of their salaries to the System. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. Plan members are required to contribute 10% of their annual covered salary to the system while the City is required to contribute at the statutory rate of 32.25% of the total annual covered salary. The City's contributions to the system for the years ended June 30, 2020, 2019, and 2018 were \$67,781, \$87,780 and \$89,143, respectively, equal to the required contribution for each year. Under present statutes, the City does not guarantee the benefits granted by the System. A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Municipal Police Employees' Retirement System, P. O. Box 94095, Baton Rouge, LA 70804-9095.

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

At June 30, 2020, the City reported a liability totaling \$596,602 for its proportionate share of the net pension liability for the Fund. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

CITY OF JEANERETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020

(10) RETIREMENT PLANS - continued

Municipal Police Employees' Retirement System - continued

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

At June 30, 2020, the City recorded a payable to the Plan of \$1,738 which represents the legally required contribution for June 2020.

The City's proportion of the Net Pension was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2019, the City's proportion was 0.065693% for the Fund.

For the year ended June 30, 2020, the City recognized pension expense for the Fund totaling \$57,183. Deducted from pension expense is the employer's amortization of change in proportionate share and differences between employer contributions and proportionate share of contributions total \$(5,452) for the Fund.

For the year ended June 30, 2020, the City recognized revenue from ad valorem taxes and revenue sharing funds received by the Fund. These additional sources of income are used as employer contributions and are considered support from non-employer contributing entities totaling \$13,524.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,252	\$ 18,355
Change in assumptions	33,433	-
Net difference between projected and actual earning on pension plan investments	38,760	-
Changes in proportion and difference between employer contributions and proportional share of contributions	79,871	159,781
	\$ 153,316	\$ 178,136

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(10) RETIREMENT PLANS - continued

Municipal Police Employees' Retirement System - continued

Actuarial Methods and Assumptions

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognize in pension expense as follows:

Year Ended June 30:

2020	\$ (11,144)
2021	(59,386)
2022	(38,619)
2023	9,678
	<u>\$ (99,471)</u>

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(10) RETIREMENT PLANS - continued

Municipal Police Employees' Retirement System - continued

Actuarial Methods and Assumptions

Valuation Date	June 30, 2019	
Actuarial Cost Method	Entry Age Normal Cost	
Investment Rate of Return	7.125%, net of investment expense	
Expected Remaining Service Lives	2019 - 4 years 2018 - 4 years 2017 - 4 years 2016 - 4 years	
Inflation Rate	2.50%	
Salary increases, including inflation and merit	<u>Years of Service</u>	<u>Salary Growth Rate</u>
	1 - 2	9.75%
	3 - 23	4.75%
	Over 23	4.25%
Mortality	RP-2000 Combined Healthy and Blue-Collar Adjustment Sex Distinct Tables projected to 2029 by Scale AA (set-back 1 year for females) for healthy annuitants and beneficiaries. RP-2000 Disabled Lives Mortality Table set back 5 years for males and set back 3 years for females for disabled annuitants. RP-2000 Employee Table set back 4 years for males and 3 years for females for active members.	
Cost-of-Living Adjustment	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.	

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(10) RETIREMENT PLANS - continued

Municipal Police Employees' Retirement System - continued

Actuarial Methods and Assumptions - continued

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, 2009 through June 30, 2014, 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 set-back of standard tables. The result of the procedure indicated that the tables used would produce liability values approximating the appropriate generational mortality tables.

The best estimates of the arithmetic nominal rates of return for each major asset class included in the System's target allocation as of June 30, 2019, are summarized in the following table:

Asset Class	June 30, 2019	
	Target Allocation	Long-Term Expected Portfolio Real Rate of Return
Equity	48.50%	3.28%
Fixed Income	33.50%	0.80%
Alternative	18.00%	1.06%
Totals	100.00%	5.14%
	Inflation	2.75%
	Expected Nominal Return	7.89%

The discount rate used to measure the total pension liability was 7.125%. 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.

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(10) RETIREMENT PLANS - continued

Municipal Police Employees' Retirement System - continued

Sensitivity to Changes in the Discount Rate

The following presents the City's proportionate share of the Net Pension Liability using the discount rate of 7.125%, as well as what the City's proportionate share of the Net Pension Liability would be if it were calculated using a discounted rate that is one percentage point lower, 6.125%, or one percentage point higher, 8.125%, than the current rate as of June 30, 2019:

	Changes in Discount Rate		
	1%	Current	1%
	Decrease	Discount Rate	Increase
	6.125%	7.125%	8.125%
Net Pension Liability	\$ 831,264	\$ 596,602	\$ 399,745

Retirement System Audit Report

Detailed information about the pension plan's fiduciary net position is available in the separately issued stand-alone audit report on their financial statements for the year ended June 30, 2019. Access to the report can be found on the System's website: www.lampers.org or on the Office of Louisiana Legislative Auditor's website, www.lla.la.gov.

Firefighters' Retirement System

Plan Description

All employees of the City's Fire Department are members of the Firefighters' Retirement System of Louisiana, a multiple-employer retirement system (FRS) controlled and administered by a separate board of trustees. Membership is mandatory for any full-time firefighter who earns more than \$375 per month, excluding state supplemental pay and are employed by any municipality, parish, or fire protection district of the State of Louisiana, except for Orleans Parish and the City of Baton Rouge.

Any person who becomes an employee as defined in the statutes on or after January 1, 1980, shall become a member as a condition of employment.

No person who has attained age fifty (50) or over shall become a member of the System, unless the person becomes a member by reason of a merger or unless the System received an application for membership before the applicant attained the age of fifty (50). No person who has not attained the age of eighteen (18) years shall become a member of the System.

Any person who has retired from service under any retirement system or pension fund maintained basically for public officers and employees of the state, its agencies or political subdivisions, and who is receiving retirement benefits therefrom may become a member of this System, provided the person meets all other requirements for membership. Service credit from the retirement system or pension plan from which the member is retired shall not be used for reciprocal recognition of service with this System, or for any other purpose in order to attain eligibility or increase the amount of service credit in this System.

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(10) RETIREMENT PLANS - continued

Firefighters' Retirement System - continued

Contributions

Contribution requirements for employers, non-employer contributing entities, and employees are established and may be amended in accordance with Title 11 and Title 22 of the Louisiana Revised Statutes.

Employer and Employee Contributions

According to state statute, employer contributions are actuarially-determined each year. For the year ended June 30, 2019, employer and employee contribution rates for members above the poverty line were 26.50% and 10.00%, respectively. The employer and employee contribution rate for those members below the poverty line were 28.50% and 8.00%, respectively. The City's contributions to the system for the years ended June 30, 2020, 2019, and 2018 were \$12,444, \$ -0- and \$ -0-, respectively, equal to the required contribution for each year. Under present statutes, the City does not guarantee the benefits granted by the System.

Non-employer Contributions

According to state statute, the System receives insurance premium assessments for the state of Louisiana. The assessment is considered support from a non-employer 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, 2019, and were excluded from pension expense. Non-employer contributions received by the City during the year ended June 30, 2019, were \$4,682.

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

At June 30, 2020, the City reported a liability totaling \$109,364 for its proportionate share of the net pension liability for the Fund. The net pension liability was measured as of June 30, 2019, 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 was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2020, the City's proportion was 0.017465% for the Fund.

For the year ended June 30, 2020, the City recognized pension expense for the Fund totaling \$22,990. Deducted from pension expense is the employer's amortization of change in proportionate share and differences between employer contributions and proportionate share of contributions total \$ (397) for the Fund.

For the year ended June 30, 2020, the City recognized revenue from ad valorem taxes and revenue sharing funds received by the Fund. These additional sources of income are used as employer contributions and are considered support from non-employer contributing entities totaling \$4,682.

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(10) RETIREMENT PLANS - continued

Firefighters' Retirement System - continued

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

At June 30, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to pension from the Fund:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 7,889
Change in assumptions	9,949	8
Net difference between projected and actual earning on pension plan investments	7,354	-
Changes in proportion and difference between employer contributions and proportional share of contributions	81,531	50,059
	\$ 98,834	\$ 57,956

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

2020	\$ 4,139
2021	(98)
2022	2,717
2023	6,680
2024	13,927
2025	13,882
	\$ 41,247

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(10) RETIREMENT PLANS - continued

Firefighters' Retirement System - continued

Actuarial Methods and Assumptions

Valuation Date	June 30, 2019
Actuarial Cost Method	Entry Age Normal Cost
Investment Rate of Return	7.15% per annum (net of investment expenses, including inflation) (decreased from 7.30% in 2018)
Expected Remaining Service Lives	7 years, closed period
Inflation Rate	2.50% per annum (decreased from 2.70% in 2018)
Salary increases	Vary from 14.75% in the first two years of service to 4.50% with 25 or more years of service; includes inflation and merit increases
Cost-of-Living Adjustments (COLAs)	For the purpose of determining the present value of benefits, COLAs were deemed not to be substantively automatic and only those previously granted were included.

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(10) RETIREMENT PLANS - continued

Firefighters' Retirement System - continued

Actuarial Methods and Assumptions - continued

The mortality rate assumption used was set based upon an experience study performed on plan data for the period July 1, 2009 through June 30, 2014. The data was then 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. The RP-2000 Combines Healthy with Blue Collar Adjustment Sex Distinct Tables, projected to 2031 using Scale AA, were selected for employee, annuitant, and beneficiary mortality. The PR-2000 Disabled Lives Mortality Table set back five years for males and set back three years for females was selected for disabled annuitants. Setbacks in these tables were used to approximate mortality improvement.

The estimated long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense 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, 2.75%. The resulting long-term expected arithmetic nominal rate of return was 7.94% as of June 30, 2019. Best estimates of arithmetic real rates of return for each major class includes in the System's target asset allocation as of June 30, 2019, are summarized in the following table:

<u>Asset Class</u>	<u>Asset Type</u>	<u>Target Asset Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
	U.S. Equity	21.50%	5.98%
	Non - U.S. Equity	17.50%	7.52%
<u>Equity</u>	Global Equity	10.00%	6.59%
<u>Fixed Income</u>	Fixed Income	31.00%	2.17%
	Real Estate	6.00%	4.14%
<u>Alternative</u>	Private Equity	4.00%	10.52%
	Global Tactical Asset Allocation	5.00%	4.37%
<u>Multi-Asset Strategies</u>	Risk Parity	5.00%	4.67%
		<u>100.00%</u>	

The discount rate used to measure the total pension liability was 7.15%. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from participating employers and non-employer contributing entities will be made at the actuarially determined rates approved by the Board of Trustees and by the Public Retirement Systems' Actuarial Committee 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.

CITY OF JEANERETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020

(10) RETIREMENT PLANS - continued

Firefighters' Retirement System - continued

Sensitivity to Changes in Discount Rate

The following presents the net pension liability of the participating employers calculated using the discount rate of 7.15%, as well as what the employers' net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate as of June 30, 2019.

	Changes in Discount Rate		
	1%	Current	1%
	Decrease	Discount Rate	Increase
	6.15%	7.15%	8.15%
Net Pension Liability	\$ 158,367	\$ 109,364	\$ 68,235

(11) OTHER POST EMPLOYMENT BENEFITS

The City does not offer any post-employment benefits to its employees upon retirement.

(12) CONTINGENCIES AND COMMITMENTS

Litigation and Claims

There are lawsuits presently pending against the City as of June 30, 2020. In the suits pending, legal counsel and elected officials are of the opinion that any unfavorable outcome in these cases would be within the limits of the City's insurance coverage.

Grant Audits

The City receives grants for specific purposes that are subject to review and audit by governmental agencies. Such audits could result in a request for reimbursement by the grantor for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of the City, such allowances, if any, will not be significant.

IRS Compliance

As of June 30, 2020, the City has been assessed civil penalties as well as failure to file penalties by the Internal Revenue Service for failing to timely file both quarterly payroll tax returns and annual Form W-2's for several years prior to being placed under fiscal administration. The City has been making payments towards these penalties and is also working towards having the civil penalties abated by the IRS. The amount of penalties and interest is estimated to be \$13,662 at June 30, 2020, this amount is not accrued on these financial statements as management feels the amounts will be reduced and/or abated by the Internal Revenue Service eventually.

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(13) RISK MANAGEMENT

The City is exposed to risks of loss in the areas of health care, general and auto liability, property hazards and workers' compensation. All of these risks are handled by purchasing commercial insurance coverage. There have been no significant reductions in the insurance coverage during the year. The City is insured up to policy limits for each of the above risks. Settled claims have not exceeded the commercial coverage in any of the previous three fiscal years.

(14) INTERFUND TRANSACTIONS

Interfund Balances

The composition of interfund balances at June 30, 2020, consisted of the following:

Due To	Due From					Total
	General	1% Sales Tax	Utility	Other Governmental	Fiduciary Funds	
General	\$ -	\$ -	\$ -	\$ -	\$ 30,862	\$ 30,862
1% Sales Tax	-	-	-	-	446	446
Utility	-	-	-	-	1,754	1,754
Other Governmental	25	-	-	-	-	25
Fiduciary Funds	157,989	-	94,702	17,919	-	270,610
Totals	\$ 158,014	\$ -	\$ 94,702	\$ 17,919	\$ 33,062	\$303,697

These receivables and payables reverse in the normal course of operations. All remaining balances resulted from time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payment between the funds are made.

Interfund Transfers

Transfers Out	Transfers In				Total
	General	1% Sales Tax	Utility	Other Governmental	
General	\$ -	\$ -	\$ -	\$ 202,000	\$ 202,000
1% Sales Tax	348,000	-	-	-	348,000
Utility	229,415	-	-	670	230,085
Other Governmental	-	-	91,510	14,631	106,141
Totals	\$ 577,415	\$ -	\$ 91,510	\$ 217,301	\$ 886,226

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

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(15) FUND BALANCE

Fund balance is classified as nonspendable, restricted, committed, assigned, and/or unassigned based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the government funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented as follows:

	<u>General</u>	<u>1% Sales Tax</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Fund Balances:				
Nonspendable -				
Prepaid Items	\$ 58,975	\$ -	\$ 8,444	\$ 67,419
Total Fund Balances - Nonspendable	<u>58,975</u>	<u>-</u>	<u>8,444</u>	<u>67,419</u>
Restricted For -				
Special Programs				
Sales and Use Tax Restrictions	-	355,879	823,669	1,179,548
Total Fund Balances - Reserved	<u>-</u>	<u>355,879</u>	<u>823,669</u>	<u>1,179,548</u>
Committed -				
Public Safety	16,258	-	-	16,258
Total Fund Balances - Committed	<u>16,258</u>	<u>-</u>	<u>-</u>	<u>16,258</u>
Unassigned	264,102	-	-	264,102
Total Fund Balances - Unassigned	<u>264,102</u>	<u>-</u>	<u>-</u>	<u>264,102</u>
Total Fund Balances	<u>\$ 339,335</u>	<u>\$ 355,879</u>	<u>\$ 832,113</u>	<u>\$1,527,327</u>

(16) PRIOR PERIOD ADJUSTMENTS

Due to the lack of accounting records, inaccurate or incomplete accounting records in previous years, the following adjustment is necessary to correct the net positions as of June 30, 2020:

	<u>General Fund</u>	<u>Government Activities</u>	<u>Business- Type Activities</u>
As Previously Reported	221,257	\$ 3,872,292	\$ 8,916,893
Restatement:			
Correction of Errors	31,843	(135,534)	(43,807)
Restated as of June 30, 2019	<u>253,100</u>	<u>\$ 3,736,758</u>	<u>\$ 8,873,086</u>

CITY OF JEANERETTE, LOUISIANA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

(17) ON-BEHALF PAYMENTS OF SALARIES

The State of Louisiana paid the City’s policemen, Fire Chief and the City Marshals \$12,050, \$3,000, and \$16,833, respectively of supplemental pay during the year ended June 30, 2020. That amount is included in the accompanying financial statements as intergovernmental revenues and expenses.

(18) COMPENSATION OF CITY OFFICIALS

A detail of compensation paid to elected officials for the year ended June 30, 2020 follows:

<u>Board of Alderman</u>	<u>Compensation</u>	<u>Term Expires</u>
Garland Bourgeois	\$ 5,100	June 30, 2023
Clarence Clark	\$ 5,100	June 30, 2023
Louis Lancon	\$ 5,002	June 30, 2023
Dorothy Moore	\$ 5,002	June 30, 2023
Willie Ward	\$ 5,002	June 30, 2023

(19) SCHEDULE OF COMPENSATION, BENEFITS AND OTHER PAYMENTS TO MAYOR

A detail of compensation, benefits, and other payments paid to the Mayor (Carol Bourgeois, Jr.) for the year ended June 30, 2020:

<u>Purpose</u>	<u>Amount</u>
Salary and Benefits	\$ 23,237
Benefits - Retirement	\$ 1,441
Vehicle Allowance	\$ 1,000

(20) UNCERTAINTIES ARISING DURING AND AFTER THE FINANCIAL STATEMENT DATE

In December 2019, COVID-19 emerged and has subsequently spread worldwide. The World Health Organization has declared COVID-19 a pandemic resulting in federal, state and local governments and private entities mandating various restrictions, including travel restrictions, restrictions on public gatherings, stay at home orders and advisories and quarantining of people who may have been exposed to the virus. While the City does not yet know the full effect of the impact to the global economy as a whole, the effects could have an impact on the City’s business, results of operations, liquidity, and financial condition.

(21) SUBSEQUENT EVENTS

The City has evaluated subsequent events through January 5, 2021, the date which the financial statements were available to be issued.

- July 2020 - The City entered into a contract with Southern Constructors for the FY 2019 LCDBG Sewer System Rehabilitation Project. The City’s obligation is \$1,098,769 which will be funded by various grants and a loan.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF JEANERETTE, LOUISIANA

**General Fund
Budgetary Comparison Schedule
Year Ended June 30, 2020**

	<u>Budget</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 812,000	\$ 810,000	\$ 822,393	\$ 12,393
Licenses and Permits	78,825	92,600	73,684	(18,916)
Intergovernmental	351,170	351,170	430,924	79,754
Fines and Forfeits	7,500	7,500	16,405	8,905
Miscellaneous	<u>334,750</u>	<u>356,502</u>	<u>390,697</u>	<u>34,195</u>
Total Revenues	<u>1,584,245</u>	<u>1,617,772</u>	<u>1,734,103</u>	<u>116,331</u>
Expenditures:				
General Government	1,178,228	1,248,385	1,341,497	(93,112)
Public Safety:				
Police	536,490	557,705	586,029	(28,324)
Fire	129,207	103,376	129,782	(26,406)
Highways and Streets	411,668	401,937	359,913	42,024
Capital Outlay	<u>27,408</u>	<u>27,204</u>	<u>10,062</u>	<u>17,142</u>
Total Expenditures	<u>2,283,001</u>	<u>2,338,607</u>	<u>2,427,283</u>	<u>(88,676)</u>
Deficiency of Revenues over Expenditures	<u>(698,756)</u>	<u>(720,835)</u>	<u>(693,180)</u>	<u>27,655</u>
Other Financing Sources:				
Transfers In	833,000	758,538	780,460	21,922
Transfers Out	<u>(3,000)</u>	<u>(17,012)</u>	<u>(1,045)</u>	<u>15,967</u>
Total other Financing Sources	<u>830,000</u>	<u>741,526</u>	<u>779,415</u>	<u>37,889</u>
Net Changes in Fund Balances	131,244	20,691	86,235	65,544
Fund Balance, Beginning (Restated)	<u>112,894</u>	<u>37,256</u>	<u>253,100</u>	<u>125,799</u>
Fund Balance, Ending	<u>\$ 244,138</u>	<u>\$ 57,947</u>	<u>\$ 339,335</u>	<u>\$ 191,343</u>

CITY OF JEANERETTE, LOUISIANA

**Special Revenue Fund
1% Sales Tax Fund**

**Budgetary Comparison Schedule
Year Ended June 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Taxes	\$ 360,000	\$ 459,000	\$ 508,096	\$ 49,096
Miscellaneous - Interest	<u>100</u>	<u>550</u>	<u>678</u>	<u>128</u>
Total Revenues	<u>360,100</u>	<u>459,550</u>	<u>508,774</u>	<u>49,224</u>
Expenditures:				
General Government	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Excess of Revenues over Expenditures	<u>360,100</u>	<u>459,550</u>	<u>508,774</u>	<u>49,224</u>
 Other Financing (Uses):				
Transfers Out	<u>(360,000)</u>	<u>(400,000)</u>	<u>(348,000)</u>	<u>52,000</u>
Total other Financing (Uses)	<u>(360,000)</u>	<u>(400,000)</u>	<u>(348,000)</u>	<u>52,000</u>
 Net Changes in Fund Balances	100	59,550	160,774	101,224
 Fund Balances, Beginning (Restated)	<u>195,105</u>	<u>195,105</u>	<u>195,105</u>	<u>169,955</u>
 Fund Balances, Ending	<u>\$ 195,205</u>	<u>\$ 254,655</u>	<u>\$ 355,879</u>	<u>\$ 271,179</u>

CITY OF JEANERETTE, LOUISIANA

**NOTES TO BUDGETARY COMPARISON SCHEDULES
FOR THE YEAR ENDED JUNE 30, 2020**

1) **Basis of Accounting**

The budgets for the General Fund and 1% Sales Tax Special Revenue Fund are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or as finally amended by the City.

2) **Budget Adoption**

The City follows these procedures in establishing the budgetary data reflected in the supplementary information:

- a) The City Clerk prepares a proposed budget and submits it to the Mayor and Board for the fiscal year no later than 45 days prior to the beginning of each fiscal year.
- b) A summary of the proposed budget is published and the public is notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
- c) A public hearing is held on the proposed budget at least 10 days after publication of the call for the hearing.
- d) After holding the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance prior to the commencement of the fiscal year for which the budget is being adopted.
- e) Budgetary amendments involving the transfers of funds from one department, program, or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Board of Alderman.
- f) All budgetary appropriations lapse at the end of each year, except for capital expenditures.
- g) Budgetary control is exercised at the fund level.

CITY OF JEANERETTE, LOUISIANA
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
AND CONTRIBUTIONS
FOR THE YEAR ENDED JUNE 30, 2020

Fiscal Year	Proportion of the Net Pension Liability	Proportionate Share of the Net Pension Liability	Covered Employee Payroll	Proportionate Share of the Net Pension Liability as a Percentage of its Covered Employee Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	Statutorily Required Contribution	Contributions in Relation to the Statutorily Required Contribution	Contribution Deficiency/ (Excess)	Covered Employee Payroll	Contributions as a Percentage of Covered- Employee Payroll
Municipal Employees' Retirement System of Louisiana										
2015	0.462025%	\$ 1,185,763	\$ 827,131	143.36%	73.99%	\$ 155,087	\$ 155,087	\$ -	\$ 827,131	18.75%
2016	0.537571%	\$ 1,920,288	\$ 1,049,325	183.00%	66.18%	\$ 181,207	\$ 181,207	\$ -	\$ 917,503	19.75%
2017	0.571040%	\$ 2,340,528	\$ 771,604	303.33%	62.11%	\$ 152,392	\$ 139,492	\$ 12,900	\$ 771,604	18.08%
2018	0.527700%	\$ 2,207,792	\$ 789,189	279.75%	62.49%	\$ 179,540	\$ 218,042	\$ (38,502)	\$ 789,189	27.63%
2019	0.456807%	\$ 1,891,491	\$ 834,004	226.80%	63.94%	\$ 206,416	\$ 202,081	\$ 4,335	\$ 834,004	24.23%
2020	0.451578%	\$ 1,886,992	\$ 835,959	225.73%	64.68%	\$ 206,900	\$ 221,030	\$ (14,130)	\$ 835,959	26.44%
Municipal Police Employees' Retirement System of Louisiana										
2015	0.126979%	\$ 794,390	\$ 400,730	198.24%	75.11%	\$ 132,241	\$ 132,241	\$ -	\$ 394,749	33.50%
2016	0.084414%	\$ 661,295	\$ 429,074	154.12%	70.73%	\$ 71,127	\$ 71,127	\$ -	\$ 212,319	33.50%
2017	0.085210%	\$ 798,658	\$ 431,216	185.21%	66.04%	\$ 131,521	\$ 106,651	\$ 24,870	\$ 431,216	24.73%
2018	0.092720%	\$ 809,467	\$ 385,606	209.92%	70.08%	\$ 126,787	\$ 87,882	\$ 38,905	\$ 385,606	22.79%
2019	0.092648%	\$ 783,252	\$ 288,899	271.12%	71.89%	\$ 88,836	\$ 89,143	\$ (307)	\$ 288,899	30.86%
2020	0.065693%	\$ 596,602	\$ 137,538	433.80%	71.01%	\$ 44,356	\$ 44,356	\$ -	\$ 137,538	32.25%
Firefighters' Retirement System of Louisiana										
2015	0.178950%	\$ 79,633	\$ 49,911	159.55%	76.02%	\$ 14,100	\$ 14,100	\$ -	\$ 49,911	28.25%
2016	0.018481%	\$ 99,744	\$ 33,995	293.41%	72.45%	\$ 11,488	\$ 11,488	\$ -	\$ 39,275	29.25%
2017	0.012493%	\$ 81,716	\$ 32,755	249.48%	68.16%	\$ 9,253	\$ -	\$ 9,253	\$ 32,755	0.00%
2018	0.000000%	\$ -	\$ -	0.00%	73.55%	\$ -	\$ -	\$ -	\$ -	0.00%
2019	0.000000%	\$ -	\$ -	0.00%	74.76%	\$ -	\$ -	\$ -	\$ -	0.00%
2020	0.017465%	\$ 11,186	\$ 44,874	24.90%	73.96%	\$ 11,892	\$ 9,598	\$ 2,294	\$ 44,874	21.39%

* Amounts presented were determined as of the measurement date (previous fiscal year-end)

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

OTHER SUPPLEMENTARY INFORMATION

NONMAJOR SPECIAL REVENUE FUNDS

1/4 % Sales Tax Fund (1973)

To account for the receipt and use of proceeds of the City's 1/4% sales and use tax levied since 1973.

1/4 % Sales Tax Fund (1985)

To account for the receipt and use of proceeds of the City's 1/4% sales and use tax levied since April 1, 1985.

1/4% Sales Tax Fund (2004)

To account for the receipt and use of proceeds of the City's 1/4% sales and use tax levied since April 2004.

Section 8 Housing

To account for the receipt and use of grants from the U.S. Department of Housing and Urban Development for rental assistance to low income renters in the City.

Sugar City Litter Abatement Fund

To account for receipt and use of a grant received from the Louisiana Department of Environmental Quality for the eradication of litter and general city beautification.

Bicentennial Museum Fund

To account for receipt and use of appropriations from the Louisiana Department of Treasury through the Iberia Tourist Commission Fund for improvements at the Bicentennial Museum.

Drug Interdiction Fund

To account for receipt and use of a grant received from the Federal Government through an interagency agreement for the Police Department Task Force.

Drainage and Mosquito Fund

To account for the proceeds from the Iberia Parish Government to maintain drainage ways to control mosquito population.

CITY OF JEANERETTE, LOUISIANA
Nonmajor Governmental Funds

Combining Balance Sheet
June 30, 2020

Special Revenue Funds

	1973 1/4% Sales Tax	1985 1/4% Sales Tax	2004 1/4% Sales Tax	Drainage- Mosquito Control	Section 8 Housing	Drug Interdiction
ASSETS						
Cash	\$ -	\$ -	\$ -	\$ 152,211	\$ 283	\$ 2,628
Interest-Bearing Deposits	175,099	52,197	83,977	-	-	-
Investments	-	-	-	16,025	-	-
Receivables:						
Due from other Governmental Units	-	-	-	-	-	-
Prepaid Items	-	-	-	8,444	-	-
Total Assets	<u>\$ 175,099</u>	<u>\$ 52,197</u>	<u>\$ 83,977</u>	<u>\$ 176,680</u>	<u>\$ 283</u>	<u>\$ 2,628</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Liabilities	-	-	-	3,607	-	-
Due to other Funds	-	-	-	8,139	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,746</u>	<u>-</u>	<u>-</u>
Fund Balances -						
Nonspendable	-	-	-	8,444	-	-
Restricted	175,099	52,197	83,977	156,490	283	2,628
Total Fund Balances	<u>175,099</u>	<u>52,197</u>	<u>83,977</u>	<u>164,934</u>	<u>283</u>	<u>2,628</u>
Total Liabilities and Fund Balances	<u>\$ 175,099</u>	<u>\$ 52,197</u>	<u>\$ 83,977</u>	<u>\$ 176,680</u>	<u>\$ 283</u>	<u>\$ 2,628</u>

CITY OF JEANERETTE, LOUISIANA
Nonmajor Governmental Funds

Combining Balance Sheet - continued
June 30, 2020

	Debt Service Funds	Capital Projects Funds			Total Nonmajor Governmental Funds	
	2005 General Obligation Refunding Bonds	Water Plant Project	Street Improvement 2016	LCDBG Sewer Treatment Plant Upgrade FY 2014-2015		LCDBG 2003 Sewer System Repairs
ASSETS						
Cash	\$ 123,677	\$ 99,857	\$ 131,427	\$ -	\$ -	\$ 510,083
Interest-Bearing Deposits	-	-	-	-	-	311,273
Investments	-	15	-	-	-	16,040
Receivables:						
Due from other Governmental Units	-	-	-	-	-	-
Prepaid Items	-	-	-	-	-	8,444
Total Assets	<u>\$ 123,677</u>	<u>\$ 99,872</u>	<u>\$ 131,427</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 845,840</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts Payable	\$ -	\$ -	\$ 1,148	\$ -	\$ -	\$ 1,148
Accrued Liabilities	-	-	-	-	-	3,607
Due to other Funds	-	25	808	-	-	8,972
Total Liabilities	<u>-</u>	<u>25</u>	<u>1,956</u>	<u>-</u>	<u>-</u>	<u>13,727</u>
Fund Balances -						
Nonspendable	-	-	-	-	-	8,444
Restricted	<u>123,677</u>	<u>99,847</u>	<u>129,471</u>	<u>-</u>	<u>-</u>	<u>823,669</u>
Total Fund Balances	<u>123,677</u>	<u>99,847</u>	<u>129,471</u>	<u>-</u>	<u>-</u>	<u>832,113</u>
Total Liabilities and Fund Balances	<u>\$ 123,677</u>	<u>\$ 99,872</u>	<u>\$ 131,427</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 845,840</u>

CITY OF JEANERETTE, LOUISIANA
Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances
Year Ended June 30, 2020

	Special Revenue Funds					
	1973 1/4% Sales Tax	1985 1/4% Sales Tax	2004 1/4% Sales Tax	Drainage- Mosquito Control	Section 8 Housing	Drug Interdiction
Revenues:						
Taxes	\$ 127,024	\$ 127,024	\$ 127,024	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	149,984	-	-
Interest	590	94	173	253	83	-
Total Revenues	<u>127,614</u>	<u>127,118</u>	<u>127,197</u>	<u>150,237</u>	<u>83</u>	<u>-</u>
Expenditures:						
General Government	-	-	-	119,246	-	-
Urban Development and Housing	-	-	-	-	43,755	-
Capital Outlay	-	-	-	-	-	-
Principal Retirement	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>119,246</u>	<u>43,755</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>127,614</u>	<u>127,118</u>	<u>127,197</u>	<u>30,991</u>	<u>(43,672)</u>	<u>-</u>
Other Financing Sources (Uses):						
Transfers In	-	-	-	-	-	-
Transfers Out	(92,812)	\$ (97,000)	(105,000)	-	-	-
Total other Financing Sources (Uses)	<u>(92,812)</u>	<u>(97,000)</u>	<u>(105,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	34,802	30,118	22,197	30,991	(43,672)	-
Fund Balances, Beginning (Restated)	140,297	22,079	61,780	133,943	43,955	2,628
Fund Balances, Ending	<u>\$ 175,099</u>	<u>\$ 52,197</u>	<u>\$ 83,977</u>	<u>\$ 164,934</u>	<u>\$ 283</u>	<u>\$ 2,628</u>

CITY OF JEANERETTE, LOUISIANA
Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - continued
Year Ended June 30, 2020

	Debt Service Funds	Capital Project Funds			LCDBG 2003 Sewer System Repairs	Total Nonmajor Governmental Funds
	2005 General Obligation Refunding Bonds	Water Plant Project	Street Improvement 2016	LCDBG Sewer Treatment Plant Upgrade FY 2014-2015		
Revenues:						
Taxes	\$ -	\$ 81,400	\$ 61,885	\$ -	\$ -	\$ 524,357
Intergovernmental	-	-	-	66,075	89,565	305,624
Interest	<u>505</u>	<u>71</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,769</u>
Total Revenues	<u>505</u>	<u>81,471</u>	<u>61,885</u>	<u>66,075</u>	<u>89,565</u>	<u>831,750</u>
Expenditures:						
General Government	-	-	31,928	10,413	-	161,587
Urban Development and Housing	-	-	-	-	-	43,755
Capital Outlay	-	-	-	77,233	90,235	167,468
Principal Retirement	-	32,658	-	-	-	32,658
Interest and Fiscal Charges	<u>-</u>	<u>64,582</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>64,582</u>
Total Expenditures	<u>-</u>	<u>97,240</u>	<u>31,928</u>	<u>87,646</u>	<u>90,235</u>	<u>470,050</u>
Excess (Deficiency) of Revenues over Expenditures	<u>505</u>	<u>(15,769)</u>	<u>29,957</u>	<u>(21,571)</u>	<u>(670)</u>	<u>361,700</u>
Other Financing Sources:						
Loan Proceeds	-	-	-	20,130	-	20,130
Transfers In	-	14,000	-	1,301	670	15,971
Transfers Out	<u>(14,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(308,812)</u>
Total other Financing Sources	<u>(14,000)</u>	<u>14,000</u>	<u>-</u>	<u>21,431</u>	<u>670</u>	<u>(272,711)</u>
Net Change in Fund Balance	(13,495)	(1,769)	29,957	(140)	-	88,989
Fund Balances, Beginning (Restated)	<u>137,172</u>	<u>101,616</u>	<u>99,514</u>	<u>140</u>	<u>-</u>	<u>743,124</u>
Fund Balances, Ending	<u>\$ 123,677</u>	<u>\$ 99,847</u>	<u>\$ 129,471</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 832,113</u>

CITY OF JEANERETTE, LOUISIANA

**Schedule of Net Position
June 30, 2020
With Comparative Totals as of June 30, 2019**

	Governmental Activities	Business-Type Activities	Total	
			2020	2019 (Restated)
ASSETS				
Current Assets:				
Cash and Interest-Bearing Deposits	\$ 1,387,924	\$ 177,610	\$ 1,565,534	\$ 1,300,343
Investments	16,054	254,734	270,788	266,509
Receivables, Net	-	263,889	263,889	374,232
Ad Valorem Receivables, Net	252,113	-	252,113	209,815
Due From Other Governmental Units	4,189	-	4,189	120,968
Other Receivables	161,434	-	161,434	67,723
Prepaid Items	67,419	2,011	69,430	101,121
Total Current Assets	1,889,133	698,244	2,587,377	2,440,711
Noncurrent Assets:				
Restricted Assets	-	185,254	185,254	130,738
Capital Assets, Net	6,084,641	10,155,067	16,239,708	16,955,944
Total Noncurrent Assets	6,084,641	10,340,321	16,424,962	17,086,682
Total Assets	7,973,774	11,038,565	19,012,339	19,527,393
DEFERRED OUTFLOWS OF RESOURCES				
Pension Related	663,354	41,523	704,877	758,970
LIABILITIES				
Current Liabilities:				
Accounts Payable	849	5,744	6,593	272,634
Accrued Liabilities	54,958	20,177	75,135	100,518
Capital Leases Payable	71,949	-	71,949	45,655
Bond Payable	33,993	48,605	82,598	80,117
Accrued Interest Payable	63,241	-	63,241	64,588
Due to Other Funds	61,659	92,948	154,607	57,066
Total Current Liabilities	286,649	167,474	454,123	620,578
Noncurrent Liabilities:				
Capital Leases Payable	27,348	-	27,348	110,630
Net Pension Liability	2,423,126	169,829	2,592,955	2,674,741
Customers' Deposits Payable	-	136,479	136,479	132,505
Loans Payable	20,130	-	20,130	-
Bond Payable	1,498,978	2,178,908	3,677,886	3,760,490
Total Noncurrent Liabilities	3,969,582	2,485,216	6,454,798	6,678,366
Total Liabilities	4,256,231	2,652,690	6,908,921	7,298,944
DEFERRED INFLOWS OF RESOURCES				
Pension Related	362,290	12,480	374,770	377,575
NET POSITION				
Net Investment in Capital Assets	4,474,944	7,927,554	12,402,498	12,894,464
Restricted For:				
Debt Service	1,596,212	-	1,596,212	1,630,217
Other Purposes	950,457	136,479	1,086,936	972,458
Unrestricted (Deficit)	(3,003,006)	350,885	(2,652,121)	(2,887,295)
Total Net Position	\$ 4,018,607	\$ 8,414,918	\$ 12,433,525	\$ 12,609,844

CITY OF JEANERETTE, LOUISIANA

**Schedule of Activities
Year Ended June 30, 2020
With Comparative Totals for the Year Ended June 30, 2019**

Activities	Expenses	Program Revenues		Net (Expense) Revenues and Changes in Net Assets		Total	
		Fees, Fines, and Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	2020	2019 (Restated)
Governmental Activities:							
General Government	\$ 1,622,027	\$ 654,718	\$ 245,099	\$ (722,210)	\$ -	\$ (722,210)	\$ (979,332)
Public Safety:							
Police	607,169	7,347	-	(599,822)	-	(599,822)	(563,699)
Fire	145,572	21,296	-	(124,276)	-	(124,276)	(97,560)
Highways and Streets	569,091	-	-	(569,091)	-	(569,091)	(602,260)
Interest on Debt	63,235	-	-	(63,235)	-	(63,235)	(64,588)
Total Governmental Activities	3,007,094	683,361	245,099	(2,078,634)	-	(2,078,634)	(2,307,439)
Business-Type Activities:							
Garbage, Water, and Sewer	1,896,266	1,465,395	-	-	(430,871)	(430,871)	(285,888)
Total	\$ 4,903,360	\$ 2,148,756	\$ 245,099	(2,078,634)	(430,871)	(2,509,505)	(2,593,327)
General Revenues:							
Taxes -							
Property Taxes				671,397	-	671,397	624,894
Sales and Use Taxes				962,852	-	962,852	1,007,441
Franchise Taxes				215,453	-	215,453	533,949
Other Taxes				121,129	-	121,129	-
Grants and Contributions Not Restricted To Specific Programs -							
Federal Sources				129,980	-	129,980	-
State Sources				5,764	-	5,764	7,142
(Loss) on Disposition of Capital Assets				(11,132)	-	(11,132)	-
Non-Employer Pension Contribution				44,576	2,608	47,184	46,777
Interest and Investment Earnings				9,126	4,255	13,381	17,922
Miscellaneous				72,764	104,414	177,178	242,782
Transfers				138,574	(138,574)	-	-
Total General Revenues and Transfers				2,360,483	(27,297)	2,333,186	2,480,907
Change in Net Position				281,849	(458,168)	(176,319)	(112,420)
Net Position - Beginning (Restated)				3,736,758	8,873,086	12,609,844	12,722,264
Net Position - Ending				\$ 4,018,607	\$ 8,414,918	\$ 12,433,525	\$ 12,609,844

CITY OF JEANERETTE, LOUISIANA

**Balance Sheet
Governmental Funds
Year Ended June 30, 2020**

With Comparative Totals for the Year Ended June 30, 2019

	General	1% Sales Tax	Other Governmental Funds	Total Governmental Funds	
				2020	2019 (Restated)
ASSETS					
Cash	\$ 51,959	\$ -	\$ 510,083	\$ 562,042	\$ 737,966
Interest-Bearing Deposits	159,176	355,433	311,273	825,882	406,196
Investments	14	-	16,040	16,054	15,801
Receivables:					
Ad Valorem	7,771	-	-	7,771	7,771
Due from other Funds	20,862	446	-	21,308	21,308
Due from other Governmental Units	4,189	-	-	4,189	120,968
Other Receivables	161,434	-	-	161,434	67,723
Prepaid Items	58,975	-	8,444	67,419	68,339
Total Assets	<u>\$ 464,380</u>	<u>\$ 355,879</u>	<u>\$ 845,840</u>	<u>\$ 1,666,099</u>	<u>\$ 1,446,072</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ -	\$ -	\$ 1,148	\$ 1,148	\$ 196,760
Accrued Liabilities	51,051	-	3,607	54,658	37,601
Due to other Funds	73,994	-	8,972	82,966	52,225
Total Liabilities	<u>125,045</u>	<u>-</u>	<u>13,727</u>	<u>138,772</u>	<u>286,586</u>
Fund Balances:					
Nonspendable	58,975	-	8,444	67,419	57,628
Restricted	-	355,879	823,669	1,179,548	938,229
Committed	16,258	-	-	16,258	40,910
Unassigned	264,102	-	-	264,102	122,719
Total Fund Balances	<u>339,335</u>	<u>355,879</u>	<u>832,113</u>	<u>1,527,327</u>	<u>1,159,486</u>
Total Liabilities and Fund Balances	<u>\$ 464,380</u>	<u>\$ 355,879</u>	<u>\$ 845,840</u>	<u>\$ 1,666,099</u>	<u>\$ 1,446,072</u>

CITY OF JEANERETTE, LOUISIANA

**Schedule of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2020
With Comparative Totals for the Year Ended June 30, 2019**

	General	1% Sales Tax	Other Governmental Funds	Total Governmental Funds	
				2020	2019 (Restated)
Revenues:					
Taxes	\$ 822,392	\$ 508,096	\$ 524,357	\$ 1,854,845	\$ 2,078,152
Licenses and Permits	73,684	-	-	73,684	88,134
Intergovernmental	494,830	-	305,624	800,454	897,433
Fines and Forfeits	16,405	-	-	16,405	6,141
Miscellaneous	326,792	678	1,769	329,239	439,255
Total Revenues	<u>1,734,103</u>	<u>508,774</u>	<u>831,750</u>	<u>3,074,627</u>	<u>3,509,115</u>
Expenditures:					
Current -					
General Government	1,341,497	-	161,587	1,503,084	1,897,599
Public Safety:					
Police	586,029	-	-	586,029	514,772
Fire	129,782	-	-	129,782	109,576
Highways and Streets	359,913	-	-	359,913	411,893
Urban Development and Housing	-	-	43,755	43,755	179,115
Capital Outlay	10,062	-	167,468	177,530	176,990
Debt Service -					
Principal Retirement	-	-	32,658	32,658	31,364
Interest and Fiscal Charges	-	-	64,582	64,582	65,876
Total Expenditures	<u>2,427,283</u>	<u>-</u>	<u>470,050</u>	<u>2,897,333</u>	<u>3,387,185</u>
Excess (Deficiency) of					
Revenues over Expenditures	<u>(693,180)</u>	<u>508,774</u>	<u>361,700</u>	<u>177,294</u>	<u>121,930</u>
Other Financing Sources (Uses):					
Loan Proceeds	-	-	20,130	20,130	-
Transfers In	780,460	-	15,971	796,431	892,370
Transfers Out	(1,045)	(348,000)	(308,812)	(657,857)	(791,323)
Total other Financing Sources (Uses)	<u>779,415</u>	<u>(348,000)</u>	<u>(272,711)</u>	<u>158,704</u>	<u>101,047</u>
Net Changes in Fund Balances	<u>86,235</u>	<u>160,774</u>	<u>88,989</u>	<u>335,998</u>	<u>222,977</u>
Fund Balances, Beginning (Restated)	<u>253,100</u>	<u>195,105</u>	<u>743,124</u>	<u>1,191,329</u>	<u>968,352</u>
Fund Balances, Ending	<u>\$ 339,335</u>	<u>\$ 355,879</u>	<u>\$ 832,113</u>	<u>\$ 1,527,327</u>	<u>\$ 1,191,329</u>

CITY OF JEANERETTE, LOUISIANA

Schedule of Net Position

Proprietary Fund

Year Ended June 30, 2020

With Comparative Totals for the Year Ended June 30, 2019

	Enterprise Fund	
	2020	2019 (Restated)
ASSETS		
Current Assets:		
Cash and Interest-Bearing Deposits	\$ 177,610	\$ 156,180
Investments	254,734	250,708
Receivables, Net	263,889	355,027
Prepaid Items	<u>2,011</u>	<u>32,782</u>
Total Current Assets	<u>698,244</u>	<u>794,697</u>
Noncurrent Assets:		
Restricted Assets -		
Cash and Interest-Bearing Deposits	185,254	130,738
Capital Assets, Net of Accumulated Depreciation	<u>10,155,067</u>	<u>10,662,062</u>
Total Noncurrent Assets	<u>10,340,321</u>	<u>10,792,800</u>
Total Assets	<u>11,038,565</u>	<u>11,587,497</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension Related	<u>41,523</u>	<u>52,035</u>
LIABILITIES		
Current Liabilities:		
Accounts Payable	5,744	75,873
Accrued Liabilities	20,177	18,305
Bond Payable	48,605	47,465
Due to other Funds	<u>92,948</u>	<u>26,149</u>
Total Current Liabilities	<u>167,474</u>	<u>167,792</u>
Noncurrent Liabilities:		
Payable from Restricted Assets -		
Revenue Bonds Payable	2,178,908	2,227,513
Customers' Deposits Payable	136,479	132,505
Net Pension Liability	<u>169,829</u>	<u>170,234</u>
Total Noncurrent Liabilities	<u>2,485,216</u>	<u>2,530,252</u>
Total Liabilities	<u>2,652,690</u>	<u>2,698,044</u>
DEFERRED INFLOWS OF RESOURCES		
Pension Related	<u>12,480</u>	<u>24,595</u>
NET POSITION		
Net Investment In Capital Assets	7,927,554	10,662,062
Unrestricted	<u>487,364</u>	<u>(1,745,169)</u>
Total Net Position	<u>\$ 8,414,918</u>	<u>\$ 8,916,893</u>

CITY OF JEANERETTE, LOUISIANA

**Schedule of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Fund
Year Ended June 30, 2020
With Comparative Totals for the Year Ended June 30, 2019**

	<u>Enterprise Fund</u>	
	<u>2020</u>	<u>2019 (Restated)</u>
Operating Revenues:		
Charges for Services -		
Water Sales	\$ 605,703	\$ 571,898
Sewer Service Charges	414,786	416,080
Garbage Revenue	338,361	285,726
Connections and Installations	18,745	22,831
Penalties	80,885	91,400
Miscellaneous	<u>6,915</u>	<u>1,169</u>
Total Operating Revenues	<u>1,465,395</u>	<u>1,389,104</u>
 Operating Expenses:		
Bad Debts	85,354	-
Chemicals	42,694	63,377
Consulting and Testing Fees	23,530	21,179
Depreciation Expense	513,786	537,429
Equipment Rental	23,874	1,927
Garbage Service Contract	324,279	264,763
Insurance	84,820	92,874
Interest Expense	49,483	50,596
Miscellaneous	8,451	11,803
Office Expense	23,631	15,875
Payroll Taxes	2,298	3,741
Salaries and Benefits	116,034	154,999
Professional Fees	221,944	150,498
Supplies and Repairs	237,130	206,764
Utilities and Telephone	<u>138,958</u>	<u>198,082</u>
Total Operating Expenses	<u>1,896,266</u>	<u>1,773,907</u>
 Operating Loss	 <u>\$ (430,871)</u>	 <u>\$ (384,803)</u>

(continued)

CITY OF JEANERETTE, LOUISIANA

Schedule of Revenues, Expenses, and Changes in Fund Net Position - continued

Proprietary Fund

Year Ended June 30, 2020

With Comparative Totals for the Year Ended June 30, 2019

	Enterprise Fund	
	2020	2019 (Restated)
Nonoperating Revenues (Expenses):		
Grant Revenue	\$ -	\$ 98,915
Other Revenue	104,415	98,578
Non-Employer Pension Contributions	2,608	2,564
Interest Income	4,255	7,106
Net Nonoperating Revenues	111,278	207,163
 Loss Before Contributions and Transfers	 (319,593)	 (177,640)
 Transfers In	 91,510	 85,555
Transfers Out	(230,085)	(186,602)
Total other Financing Sources	(138,575)	(101,047)
 Change In Net Position	 (458,168)	 (278,687)
 Net Position, Beginning (Restated)	 8,873,086	 9,151,773
 Net Position, Ending	 \$ 8,414,918	 \$ 8,873,086

CITY OF JEANERETTE, LOUISIANA

**Schedule of Cash Flows
Proprietary Fund
Year Ended June 30, 2020
With Comparative Totals for the Year Ended June 30, 2019**

	Enterprise Fund	
	2020	2019 (Restated)
Cash Flows from Operating Activities:		
Receipts from Customers	\$ 1,465,395	\$ 1,059,062
Receipts from Other Governmental Entities	-	197,493
Payments to Suppliers	(899,327)	(1,077,738)
Payments to Employees	(340,276)	(158,740)
Other Receipts	-	285,612
Net Cash Provided By Operating Activities	225,792	305,689
Cash Flows from Noncapital Financing Activities:		
Payments to other Funds	(138,575)	(188,356)
Other	104,415	-
Net Cash (Used In) Noncapital Financing Activities	(34,160)	(188,356)
Cash Flows from Capital and Related Financing Activities:		
Acquisition of Property, Plant and Equipment	(68,450)	(132,969)
Payment on Debt	(47,465)	(46,352)
Net Cash (Used In) Capital and Related Financing Activities	(115,915)	(179,321)
Cash Flows from Investing Activities:		
Interest on Investments	4,255	7,106
Net Cash Provided By Investing Activities	4,255	7,106
Net Increase (Decrease) in Cash and Cash Equivalents	79,972	(54,882)
Cash, Cash Equivalents, and Restricted Cash, Beginning (Restated)	537,626	592,508
Cash, Cash Equivalents, and Restricted Cash, Ending	\$ 617,598	\$ 537,626

(continued)

CITY OF JEANERETTE, LOUISIANA

**Schedule of Cash Flows - continued
Proprietary Fund
Year Ended June 30, 2020
With Comparative Totals for the Year Ended June 30, 2019**

	Enterprise Fund	
	2020	2019 (Restated)
Reconciliation of Operating Loss to Net Cash Provided By Operating Activities:		
Operating Loss	\$ (430,871)	\$ (384,803)
Adjustments to Reconcile Operating Loss to Net Cash Provided By Operating Activities:		
Depreciation	513,786	537,429
Bad Debt	85,354	-
Changes in Current Assets and Liabilities:		
Decrease in Accounts Receivable	5,784	15,322
(Increase) Decrease in Prepaid Items	30,771	(32,782)
Increase (Decrease) in Accounts Payable	(51,677)	204,105
Increase (Decrease) in Accrued Liabilities	1,872	(33,582)
Increase in Amounts Due to other Funds	66,799	-
Increase in Customer Deposits	3,974	-
 Net Cash Provided By Operating Activities	 225,792	 305,689
 Reconciliation of Cash and Cash Equivalents Per Statement of Cash Flows to the Balance Sheet:		
 Cash and Cash Equivalents, Beginning of Period -		
Cash - Unrestricted	\$ 406,888	\$ 457,294
Cash - Restricted	130,738	135,214
Total Cash and Cash Equivalents (including Restricted)	537,626	592,508
 Cash and Cash Equivalents, End of Period -		
Cash - Unrestricted	432,344	406,888
Cash - Restricted	185,254	130,738
Total Cash and Cash Equivalents (including Restricted)	617,598	537,626
 Net Increase (Decrease) in Cash and Cash Equivalents	 \$ 79,972	 \$ (54,882)

CITY OF JEANERETTE, LOUISIANA

**Schedule of Revenues, Expenditures, and Changes in Fund Balances
(Unaudited)**

Capital Projects Fund

Louisiana Community Development Block Grant (LCDBG)

Year Ended June 30, 2020

	<u>LCDBG Sewer Treatment Upgrade</u>
Revenues:	
LCDBG Program	\$ 66,075
Total Revenues	<u>66,075</u>
 Expenditures:	
Administrative Services	10,414
Engineering Services	<u>77,233</u>
Total Expenditures	<u>87,647</u>
 (Deficiency) of	
Revenues over Expenditures	<u>(21,572)</u>
 Other Financing Sources (Uses):	
Loan Proceeds	20,130
Transfers In	<u>1,302</u>
Total other Financing Sources (Uses)	<u>21,432</u>
Net Changes in Fund Balances	(140)
 Fund Balances, Beginning	<u>140</u>
 Fund Balances (Deficit), Ending	<u>\$ -</u>

CITY OF JEANERETTE, LOUISIANA

**Schedule of Number of Utility Customers
Proprietary Fund
(Unaudited)
June 30, 2020**

Records maintained by the City indicated the number of customers being served during the month of June 2020 were as follows:

<u>Department</u>	<u>Residential</u>	<u>Commercial</u>
Water (metered)	1,935	133
Sewerage	1,819	105
Sanitation	1,739	-

* Commercial customers are responsible for providing their sanitation needs.

CITY OF JEANERETTE, LOUISIANA

**Schedule of Insurance in Force
(Unaudited)
June 30, 2020**

<u>Description of Coverage</u>	<u>Coverage Amounts</u>
Workmen's Compensation - Employer's Liability	\$ 1,000,000
Surety Bonds -	
Mayor, Town Clerk, Billing Clerk and Treasurer	\$ 200,000
Employee Theft	\$ 195,000
Forgery or Alteration	\$ 50,000
Public Officials Errors and Omissions	\$ 500,000
Comprehensive General Liability, Bodily Injury, and Property Damage	\$ 1,000,000
Comprehensive Automobile Liability	\$ 1,000,000
Fire, Lightning, and Extended Coverage - Buildings and Contents, All Risks Except Flood and Earthquake	\$ 5,957,699

CITY OF JEANERETTE, LOUISIANA

**Schedule of Aged Utility Accounts
Proprietary Fund
(Unaudited)
June 30, 2020**

Under 30 days	\$ 152,354
31 to 60 days	3,980
Over 60 days	<u>192,908</u>
Total Receivables	<u>\$ 349,242</u>

CITY OF JEANERETTE, LOUISIANA

Schedule of Water and Sewerage Rates

Proprietary Fund

(Unaudited)

June 30, 2020

Water Rates

Residential (inside corporate limits):

\$14.00 per month for the first 2,000 gallons

\$ 3.40 per thousand or part thereof over 2,000 gallons

All users outside corporate limits shall pay as stated above plus \$6.50 per month

Commercial or industrial users (inside corporate limits):

\$19.00 per month for the first 2,000 gallons

\$ 4.00 per thousand or part thereof over 2,000 gallons

All users outside corporate limits shall pay as stated above plus \$6.50 per month

Sewerage Rates

Residential:

A basic rate of \$13.00 for the 1st 2,000 gallons, then \$2.00 per/1,000 gallons.

Commercial:

A basic rate of \$14.00 for the 1st 2,000 gallons, then \$2.50 per/1,000 gallons.

CITY OF JEANERETTE, LOUISIANA

**Schedule of Expenditures of Federal Awards
Year Ended June 30, 2020**

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	CFDA Number	Federal Award Identifying Number	Award Amount	Federal Expenditures	Amount to Subrecipients
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT					
Passed Through:					
Office of Community Development, State of Louisiana					
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii					
FY 2019 LCDBG Public Facilities Program	14.228	2000449703	\$ 937,500	\$ 66,075	\$ -
DEPARTMENT OF AGRICULTURE					
Direct Programs:					
ARRA - Water and Waste Disposal Systems for Rural Communities	* 10.781	LA-91-03	2,463,000	2,463,000	-
Total Department of Agriculture			2,463,000	2,463,000	-
Totals			\$ 3,400,500	\$ 2,529,075	\$ -

* - Major Program

See accompanying notes to schedule of expenditures of federal awards.

CITY OF JEANERETTE, LOUISIANA

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2020**

(1) General

When applicable, the Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the City of Jeanerette (the City). The City reporting entity is defined in Note 1 to the financial statements for the year ended June 30, 2020. All federal financial assistance received directly from federal agencies is included on the schedule as well as federal financial assistance passed through other government agencies.

(2) Basis of Accounting

When applicable, the schedule of expenditures of federal awards includes the federal grant activity of the City and is presented on the modified accrual basis of accounting. The information in the schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and the Audit Requirements for Federal Awards (Uniform Guidance). Therefore, some amounts presented in the schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

(3) Loan Guarantee

The City was awarded a \$2,463,000 grant from the U. S. Department of Agriculture, Office of Rural Development (USDA) in 2012 to pay costs of constructing and acquiring improvements, renovations and replacements to the waterworks system. The City expended \$ -0- during the fiscal year ended June 30, 2020. The unpaid balance on the bonds at June 30, 2020 is \$2,227,513. In addition, the USDA is the guarantor of \$1,870,000 General Obligation Bonds, Series 2005, the proceeds of which were received and expended in the fiscal year ended June 30, 2006. The unpaid balance on the bonds at June 30, 2020 is \$1,532,971.

(4) Subrecipients

The City did not pass through any of its federal awards to a subrecipient during the fiscal year ended June 30, 2020.

(5) Non-Cash Assistance

No federal awards were expended in the form of non-cash assistance during the fiscal year ended June 30, 2020.

(6) Indirect Cost Rate

The City has elected to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

(7) Relationship to Financial Statements

Amounts reported in the Schedule of Expenditures of Federal Awards agree with the amounts reported in the related federal financial reports.

INTERNAL CONTROL, COMPLIANCE, AND OTHER INFORMATION

WRIGHT, MOORE, DEHART, DUPUIS & HUTCHINSON, L.L.C.

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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

JOHN W. WRIGHT, CPA *

JAMES H. DUPUIS, CPA *

JAN H. COWEN, CPA *

LANCE E. CRAPPELL, CPA, CGMA *

MICAH R. VIDRINE, CPA *

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JOAN MARTIN, CPA, CVA, CFF, FABFA**

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TINA B. VIATOR, CPA

STEPHANIE L. WEST, CPA, MBA

The Honorable Carol Bourgeois, Jr., Mayor
and Members of the Board of Aldermen
City of Jeanerette, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Jeanerette, Louisiana, (hereinafter "City"), as of June 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated January 5, 2021.

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 City'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 may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 are 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 City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

This report is intended solely for the information and use of management, others within the agency, the Legislative Auditor, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone else other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

*Wright, Moore, DeHart,
Dupuis & Hutchinson*

WRIGHT, MOORE, DEHART,
DUPUIS & HUTCHINSON, LLC
(Certified Public Accountants)

Lafayette, Louisiana
January 5, 2021

WRIGHT, MOORE, DEHART, DUPUIS & HUTCHINSON, L.L.C.

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

JOHN W. WRIGHT, CPA *

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The Honorable Carol Bourgeois, Mayor
and Members of the Board of Aldermen
City of Jeanerette, Louisiana

Report on Compliance for Each Major Federal Program

We have audited the City of Jeanerette, Louisiana's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City of Jeanerette, Louisiana's major federal programs for the year ended June 30, 2020. City of Jeanerette, Louisiana's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about City of Jeanerette, Louisiana's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

Opinion on Each Major Federal Program

In our opinion, the City of Jeanerette, Louisiana, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control over Compliance

Management of the City of Jeanerette, Louisiana, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City of Jeanerette, Louisiana's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Jeanerette, Louisiana's internal control over compliance.

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

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

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

***Wright, Moore, DeHart,
Dupuis & Hutchinson***

WRIGHT, MOORE, DEHART,
DUPUIS & HUTCHINSON, L.L.C.
Certified Public Accountants

Lafayette, Louisiana
January 5, 2021

CITY OF JEANERETTE, LOUISIANA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

YEAR ENDED JUNE 30, 2020

Reference Number	Fiscal Year Finding Initially Occurred	Description	Corrective Action Taken (Yes, No, Partially)
2019-001	2019	The City did not properly manage customer accounts in previous years which has resulted in large delinquent customer accounts still not fully collected or adjusted as allowed by statutes and inadequate oversight of all past due accounts.	Yes, the City has begun enforcing their cutoff policy and has implemented controls to ensure customers with overdue balances are placed on the cutoff list.
2019-002	2019	The City did not enforce the provisions of state laws regarding the collection of ad valorem taxes in prior years resulting in a significant ad valorem receivable balance.	Yes, the City is under Fiscal Administration and has made necessary steps to pursue ad valorem collections.
2019-003	2019	The City has not made the required deposits to fund the two reserve deposits, resulting in a direct violation of the City's loan agreement with the USDA.	Yes, the City has made the required deposits to comply with the requirements of the USDA loan.

PRIOR YEAR FINDINGS FROM INVESTIGATIVE AUDIT

N/A	2014	The City's written policies and procedures did not cover all critical business/financial operations of the City (e.g., budgeting, public bid law, nature, extent and frequency of financial reporting and ethics requirements).	Yes, the Fiscal Administrator has implemented written policies and continues to document written policies and procedures.
N/A	2014	The City had not implemented adequate control over fuel (e.g., no formal review and monitoring of usage).	Yes, there is a formal review process over use of the fuel cards.

**CITY OF JEANERETTE, LOUISIANA
SUMMARY OF FINDINGS AND QUESTIONED COSTS**

YEAR ENDED JUNE 30, 2020

We have audited the financial statements of the City of Jeanerette, Louisiana as of and for the year ended June 30, 2020, and have issued our report thereon dated January 5, 2021. 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 and the provisions of Louisiana Revised Statutes 24:513 and the Louisiana Governmental Audit Guide. Our audit of the financial statements as of June 30, 2020, resulted in an unmodified opinion on the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information.

Section I - Summary of Auditors' Reports

FINANCIAL STATEMENTS

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

Internal Control

Material Weaknesses Yes No

Significant Deficiencies Yes No

Compliance

Compliance Material to Financial Statements Yes No

FEDERAL AWARDS

Major Program Identification

The City of Jeanerette, Louisiana at June 30, 2020, had one major program: Department of Agriculture: ARRA - Water and Waste Disposal Systems for Rural Communities, CFDA Number 10.781.

Low-Risk Auditee

The City of Jeanerette, Louisiana is not considered a low-risk auditee for the year ended June 30, 2020.

Major Program - Threshold

The dollar threshold to distinguish between Type A and Type B programs is \$750,000 for the year ended June 30, 2020.

Auditors' Report - Major Program

An unmodified opinion has been issued on the City of Jeanerette, Louisiana's compliance for each major program as of and for the year ended June 30, 2020.

Deficiencies in Internal Control - Major Program

There were no deficiencies in internal control noted during the audit of the major federal program.

**CITY OF JEANERETTE, LOUISIANA
SUMMARY OF FINDINGS AND QUESTIONED COSTS**

YEAR ENDED JUNE 30, 2020

FEDERAL AWARDS - continued

Compliance Finding Related to Major Program

The audit did not disclose any material noncompliance or questioned costs relative to its federal program.

Section II - Financial Statement Findings

There were no current year findings.