

CITY OF CROWLEY, LOUISIANA

Financial Report

For the Year Ended August 31, 2025

TABLE OF CONTENTS

	Page
Independent Auditor's Report	1-4
 BASIC FINANCIAL STATEMENTS	
 GOVERNMENT-WIDE FINANCIAL STATEMENTS (GWFS)	
Statement of net position	8-9
Statement of activities	10-11
 FUND FINANCIAL STATEMENTS (FFS)	
Balance sheet - governmental funds	14-15
Reconciliation of the governmental funds balance sheet to the statement of net position	17
Statement of revenues, expenditures, and changes in fund balances - governmental funds	18-19
Reconciliation of the statement of revenues, expenditures, and changes in fund balances of governmental funds to the statement of activities	21
Statement of net position - proprietary funds	22-23
Statement of revenues, expenses, and changes in fund net position - proprietary funds	24-25
Statement of cash flows - proprietary funds	26-27
Notes to basic financial statements	29-75
 REQUIRED SUPPLEMENTARY INFORMATION	
Budgetary comparison schedules:	
General Fund	78
Sales Tax Fund	79
One-Half Cent Sales Tax -Salary Fund	80
2012 Sales Tax - Infrastructure Improvement Fund	81
Notes to Budgetary Comparison Schedule	82
Schedule of Changes in Total OPEB Liability and Related Ratios	83
Schedule of employer's share of net pension liability - Municipal Employees' Retirement System - Plan A	84
Schedule of employer contributions - Municipal Employees' Retirement System - Plan A	85
Schedule of employer's share of net pension liability - Municipal Police Employees' Retirement System	86

(continued)

TABLE OF CONTENTS (continued)

	Page
Schedule of employer contributions - Municipal Police Employees' Retirement System	87
Schedule of employer's share of net pension liability - Firefighter's Retirement System	88
Schedule of employer contributions - Firefighter's Retirement System	89
Schedule of employer's share of net pension liability - Louisiana State Employees' Retirement System	90
Schedule of employer contributions - Louisiana State Employees' Retirement System	91
Notes to Retirement System Schedules	92-95
 SUPPLEMENTARY INFORMATION	
Schedule of compensation, benefits, and other payments to agency head - Mayor	98
Schedule of compensation - city council	99
Justice system funding schedule - receiving entity	100
 OTHER INFORMATION	
 Major Governmental Funds -	
General Fund - budgetary comparison schedule - revenues	102-103
General Fund - budgetary comparison schedule- expenditures	104-107
 Nonmajor Governmental Funds -	
Combining balance sheet	108
Combining statement of revenues, expenditures, and changes in fund balances	109
 Nonmajor Special Revenue Funds -	
Combining balance sheet	112-113
Combining statement of revenues, expenditures, and changes in fund balances	114-115
 Nonmajor Debt Service Funds -	
Combining balance sheet	117
Combining statement of revenues, expenditures, and changes in fund balance	118

(continued)

TABLE OF CONTENTS (continued)

	<u>Page</u>
Nonmajor Capital Projects Fund -	
Balance sheet	120
Statement of revenues, expenditures, and changes in fund balances	121
Internal Service Funds -	
Combining statement of net position	123
Combining statement of revenues, expenditures, and changes in fund net position	124
Combining statement of cash flows	125-126
INTERNAL CONTROL, COMPLIANCE AND OTHER MATTERS	
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	129-130
Schedule of current and prior year audit findings and management's corrective action plan	131

KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

Brad E. Kolder, CPA, JD*
Robert S. Carter, CPA*
Arthur R. Mixon, CPA*
Stephen J. Anderson, CPA*
Matthew E. Margaglio, CPA*
Casey L. Ardoin, CPA, CFE*
Wanda F. Arcement, CPA
Bryan K. Joubert, CPA
Nicholas Fowlkes, CPA
Deidre L. Stock, CPA

Of Counsel
C. Burton Kolder, CPA*

Victor R. Slaven, CPA* - retired 2020
Christine C. Doucet, CPA - retired 2022
Gerald A. Thibodeaux, Jr., CPA* - retired 2024

* A Professional Accounting Corporation

183 S. Beadle Rd.
Lafayette, LA 70508
Phone (337) 232-4141

1428 Metro Dr. 450 E. Main St.
Alexandria, LA 71301 New Iberia, LA 70560
Phone (318) 442-4421 Phone (337) 367-9204

200 S. Main St. 1201 David Dr.
Abbeville, LA 70510 Morgan City, LA 70380
Phone (337) 893-7944 Phone (985) 384-2020

434 E. Main St. 11929 Bricksome Ave.
Ville Platte, LA 70586 Baton Rouge, LA 70816
Phone (337) 363-2792 Phone (225) 293-8300

WWW.KCSRCPAS.COM

INDEPENDENT AUDITOR'S REPORT

The Honorable Chad Monceaux, Mayor
and Members of the City Council
City of Crowley, Louisiana

Report on the Audit of the Financial Statements

Opinions

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

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

Basis for Opinions

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

Change in Accounting Principle

As described in Note 22 of the financial statements, in 2025, the City adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 101, *Compensated Absences*. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Crowley's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Crowley's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

The City of Crowley has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America requires to 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. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Crowley, Louisiana's basic financial statements. The schedule of compensation, benefits, and other payments to agency head, the schedule of compensation paid to council members and the justice system funding schedule are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the financial report. The other information comprises the budgetary comparison schedules, the combining balance sheets, the combining statements of revenues, expenditures, and changes in fund balances, the combining statement of net position, the combining statement of revenues, expenditures, and changes in fund net position, and the combining statement of cash flows, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 24, 2026 on our consideration of the City of Crowley, 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 Crowley, 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 Crowley, Louisiana’s internal control over financial reporting and compliance.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Abbeville, Louisiana
February 24, 2026

BASIC FINANCIAL STATEMENTS

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

CITY OF CROWLEY, LOUISIANA

Statement of Net Position
August 31, 2025

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
ASSETS			
Cash and interest-bearing deposits	\$ 10,350,417	\$ 3,635,664	\$ 13,986,081
Investments	3,769,692	-	3,769,692
Receivables, net	1,721,368	197,422	1,918,790
Due from other governmental units	366,571	-	366,571
Internal balances	35,555	(35,555)	-
Restricted assets:			
Interest-bearing deposits	145,510	303,191	448,701
Capital assets			
Non-depreciable	2,484,758	293,173	2,777,931
Depreciable, net	<u>38,323,309</u>	<u>11,103,173</u>	<u>49,426,482</u>
Total assets	<u>57,197,180</u>	<u>15,497,068</u>	<u>72,694,248</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pensions	1,923,248	53,700	1,976,948
Other post employment benefits	<u>654,433</u>	<u>32,942</u>	<u>687,375</u>
Total deferred outflows of resources	<u>2,577,681</u>	<u>86,642</u>	<u>2,664,323</u>

(continued)

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

CITY OF CROWLEY, LOUISIANA

Statement of Net Position (Continued)

August 31, 2025

	Governmental Activities	Business-Type Activities	Total
LIABILITIES			
Accounts, salaries and other payables	\$ 1,066,617	\$ 85,581	\$ 1,152,198
Contracts payable	315,355	-	315,355
Retainage payable	52,153	-	52,153
Claims payable	96,763	-	96,763
Due to others	29,453	-	29,453
Accrued interest payable	307,676	-	307,676
Long-term liabilities			
Other post employment benefits payable	1,619,063	81,500	1,700,563
Net pension liability	8,105,854	339,667	8,445,521
Due within one year	1,537,827	355,898	1,893,725
Due in more than one year	<u>20,100,286</u>	<u>1,566,306</u>	<u>21,666,592</u>
 Total liabilities	 <u>33,231,047</u>	 <u>2,428,952</u>	 <u>35,659,999</u>
DEFERRED INFLOWS OF RESOURCES			
Pensions	1,492,915	28,794	1,521,709
Other post employment benefits	633,024	31,865	664,889
Deferred revenues	<u>1,272,872</u>	<u>-</u>	<u>1,272,872</u>
Total deferred inflows of resources	<u>3,398,811</u>	<u>60,659</u>	<u>3,459,470</u>
NET POSITION			
Net investment in capital assets	19,052,856	9,474,142	28,526,998
Restricted for:			
Debt service	1,152,651	303,191	1,455,842
Sales tax dedications	8,392,949	-	8,392,949
Unrestricted	<u>(5,453,453)</u>	<u>3,316,766</u>	<u>(2,136,687)</u>
Total net position	<u>\$ 23,145,003</u>	<u>\$ 13,094,099</u>	<u>\$ 36,239,102</u>

CITY OF CROWLEY, LOUISIANA

Statement of Activities
For the Year Ended August 31, 2025

Activities	Expenses	Program Revenues			Net (Expense) Revenues and Changes in Net Position		
		Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities:							
General government	\$ 2,554,931	\$ 1,042,932	\$ -	\$ -	\$ (1,511,999)	\$ -	\$ (1,511,999)
Public safety	9,803,782	1,068,061	457,143	201,287	(8,077,291)	-	(8,077,291)
Public works	3,799,136	-	-	961,966	(2,837,170)	-	(2,837,170)
Economic development	98,737	-	-	-	(98,737)	-	(98,737)
Culture and recreation	1,810,985	289,942	-	-	(1,521,043)	-	(1,521,043)
Cemetery	25,459	200	-	-	(25,259)	-	(25,259)
Interest on long-term debt	599,731	-	-	-	(599,731)	-	(599,731)
Total governmental activities	18,692,761	2,401,135	457,143	1,163,253	(14,671,230)	-	(14,671,230)
Business-type activities:							
Sewer	2,531,957	2,254,527	-	-	-	(277,430)	(277,430)
Total	21,224,718	4,655,662	457,143	1,163,253	(14,671,230)	(277,430)	(14,948,660)

CITY OF CROWLEY, LOUISIANA

Statement of Activities (Continued)
For the Year Ended August 31, 2025

General revenues:			
Taxes -			
Property taxes	2,636,949	340,377	2,977,326
Sales and use taxes	10,137,177	-	10,137,177
Payment in lieu of taxes	10,000	-	10,000
Franchise taxes	1,031,647	-	1,031,647
2% Fire insurance proceeds	82,851	-	82,851
Grants and contributions not restricted to specific programs -			
State sources	571,018	-	571,018
Interest and investment earnings	412,790	33,945	446,735
Miscellaneous	161,097	413	161,510
Nonemployer pension contribution	438,991	12,573	451,564
Gain on disposal of capital assets	166,152	1,150	167,302
Appropriation to other governmental entities	(160,303)	-	(160,303)
Transfers	(103,574)	103,574	-
Total general revenues and transfers	<u>15,384,795</u>	<u>492,032</u>	<u>15,876,827</u>
Change in net position	713,565	214,602	928,167
Net position - beginning, as restated	<u>22,431,438</u>	<u>12,879,497</u>	<u>35,310,935</u>
Net position - ending	<u>\$ 23,145,003</u>	<u>\$ 13,094,099</u>	<u>\$ 36,239,102</u>

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

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FUND FINANCIAL STATEMENTS (FFS)

CITY OF CROWLEY, LOUISIANA

Balance Sheet
Governmental Funds
August 31, 2025

	General Fund	Sales Tax Fund	One-Half Cent Sales Tax - Salary Fund
ASSETS	<u> </u>	<u> </u>	<u> </u>
Cash and interest-bearing deposits	\$ 3,082,404	\$ 1,426,663	\$ 807,468
Investments	441,022	-	-
Receivables:			
Taxes receivable	22,855	983,920	327,972
Accrued interest receivable	-	-	-
Due from other funds	196,040	1	-
Due from other governmental units	361,604	-	-
Total assets	<u>\$ 4,103,925</u>	<u>\$ 2,410,584</u>	<u>\$ 1,135,440</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 237,499	\$ -	\$ -
Accrued liabilities	794,658	-	-
Contract payable	315,355	-	-
Retainage payable	52,152	-	-
Claims payable	22,707	-	-
Due to other funds	16,854	-	-
Due to others	29,453	-	-
Total liabilities	<u>1,468,678</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:			
Deferred revenues - grants	<u>1,272,872</u>	<u>-</u>	<u>-</u>
Fund balances:			
Restricted	-	2,410,584	1,135,440
Assigned	35,908	-	-
Unassigned	1,326,467	-	-
Total fund balances	<u>1,362,375</u>	<u>2,410,584</u>	<u>1,135,440</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 4,103,925</u>	<u>\$ 2,410,584</u>	<u>\$ 1,135,440</u>

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

2012 Sales Tax - Infrastructure Improvement Fund	Other Governmental Funds	Totals
\$ 1,190,317	\$ 3,017,579	\$ 9,524,431
3,328,670	-	3,769,692
327,972	-	1,662,719
-	96	96
-	16,029	212,070
-	5,358	366,962
<u>\$ 4,846,959</u>	<u>\$ 3,039,062</u>	<u>\$ 15,535,970</u>

\$ 33	\$ 3,250	\$ 240,782
-	31,249	825,907
-	-	315,355
-	-	52,152
-	-	22,707
1	108,107	124,962
-	-	29,453
<u>34</u>	<u>142,606</u>	<u>1,611,318</u>

<u>-</u>	<u>-</u>	<u>1,272,872</u>
----------	----------	------------------

4,846,925	2,596,275	10,989,224
-	345,793	381,701
-	(45,612)	1,280,855
<u>4,846,925</u>	<u>2,896,456</u>	<u>12,651,780</u>
<u>\$ 4,846,959</u>	<u>\$ 3,039,062</u>	<u>\$ 15,535,970</u>

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CITY OF CROWLEY, LOUISIANA

Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
For the Year Ended August 31, 2025

Total fund balances for governmental funds		\$ 12,651,780
Capital assets, net		40,808,067
Long-term liabilities:		
Bonds payable	\$ (19,209,966)	
Premium on bond issuance	(2,177,740)	
OPEB obligation payable	(1,619,063)	
Net pension liability	(8,105,854)	
Compensated absences payable	(250,407)	
Accrued interest payable	<u>(307,676)</u>	(31,670,706)
Deferred outflows of resources related to net pension liability		1,923,248
Deferred inflows of resources related to net pension liability		(1,492,915)
Deferred outflows of resources related to total OPEB liability		654,433
Deferred inflows of resources related to total OPEB liability		(633,024)
Net position of the Internal Service Funds		<u>904,120</u>
Total net position of governmental activities		<u>\$ 23,145,003</u>

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

CITY OF CROWLEY, LOUISIANA

Statement of Revenues, Expenditures, and Changes in Fund Balances-
Governmental Funds

For the Year Ended August 31, 2025

	General Fund	Sales Tax Fund	One-Half Cent Sales Tax - Salary Fund
Revenues:			
Taxes	\$ 3,218,218	\$ 6,048,072	\$ 2,016,023
Licenses and permits	901,322	-	-
Intergovernmental	1,972,978	-	-
Charges for services	90,629	-	-
Fines and fees	1,068,061	-	-
Investment income	81,858	13,608	46,191
Net increase (decrease) in fair value of investments	11,977	-	-
Miscellaneous	129,281	-	-
Total revenues	<u>7,474,324</u>	<u>6,061,680</u>	<u>2,062,214</u>
Expenditures:			
Current -			
General government	2,032,680	119,978	39,060
Public safety	9,444,878	-	-
Public works	2,064,051	-	-
Economic development	98,737	-	-
Culture and recreation	-	-	-
Cemetery	-	-	-
Capital outlay	2,184,975	-	-
Debt service -			
Principal retirement	39,982	-	-
Interest and fiscal charges	-	-	-
Total expenditures	<u>15,865,303</u>	<u>119,978</u>	<u>39,060</u>
Excess (deficiency) of revenues over expenditures	<u>(8,390,979)</u>	<u>5,941,702</u>	<u>2,023,154</u>
Other financing sources (uses):			
Appropriation to other governments	(160,303)	-	-
Proceeds from the sale of fixed assets	27,053	-	-
Transfers in	8,430,613	-	-
Transfers out	<u>(284,256)</u>	<u>(5,780,063)</u>	<u>(2,426,005)</u>
Total other financing sources (uses)	<u>8,013,107</u>	<u>(5,780,063)</u>	<u>(2,426,005)</u>
Net changes in fund balances	(377,872)	161,639	(402,851)
Fund balances, beginning	<u>1,740,247</u>	<u>2,248,945</u>	<u>1,538,291</u>
Fund balances, ending	<u>\$ 1,362,375</u>	<u>\$ 2,410,584</u>	<u>\$ 1,135,440</u>

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

2012 Sales Tax Infrastructure Improvement Fund	Other Governmental Funds	Totals
\$ 2,016,275	\$ 517,185	\$ 13,815,773
-	-	901,322
-	301,287	2,274,265
-	341,123	431,752
-	-	1,068,061
121,761	58,378	321,796
75,135	-	87,112
-	31,819	161,100
<u>2,213,171</u>	<u>1,249,792</u>	<u>19,061,181</u>
39,313	33,507	2,264,538
-	-	9,444,878
-	-	2,064,051
-	-	98,737
-	1,636,206	1,636,206
-	23,950	23,950
-	285,595	2,470,570
-	1,080,000	1,119,982
-	776,650	776,650
<u>39,313</u>	<u>3,835,908</u>	<u>19,899,562</u>
<u>2,173,858</u>	<u>(2,586,116)</u>	<u>(838,381)</u>
-	-	(160,303)
-	828	27,881
-	3,372,397	11,803,010
<u>(2,624,726)</u>	<u>(791,534)</u>	<u>(11,906,584)</u>
<u>(2,624,726)</u>	<u>2,581,691</u>	<u>(235,996)</u>
(450,868)	(4,425)	(1,074,377)
<u>5,297,793</u>	<u>2,900,881</u>	<u>13,726,157</u>
<u>\$ 4,846,925</u>	<u>\$ 2,896,456</u>	<u>\$ 12,651,780</u>

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CITY OF CROWLEY, LOUISIANA

Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended August 31, 2025

Change in fund balances per Statement of Revenues, Expenditures and Changes in Fund Balances		\$ (1,074,377)
Capital assets:		
Capital outlay	\$ 2,470,570	
Depreciation expense	<u>(3,039,346)</u>	(568,776)
Transactions involving capital assets:		
Proceeds on disposal of assets	(27,881)	
Gain on disposal	<u>166,152</u>	138,271
Long-term debt:		
Changes in compensated absences	(62,066)	
Principal payments	1,119,982	
Amortization of bond premium	<u>162,044</u>	1,219,960
Net revenue (expense) of the Internal Service Fund		(35,660)
Difference between interest on long-term debt on modified accrual basis versus interest on long-term debt on accrual basis		14,875
Effect of the change in net pension liability, total OPEB liability, and related deferred outflows/inflows of resources:		
Change in pension expense	682,663	
Nonemployer pension contribution revenue recognized	438,991	
Net effect of OPEB adjustments	<u>(102,382)</u>	<u>1,019,272</u>
Change in net position per Statement of Activities		<u>\$ 713,565</u>

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

CITY OF CROWLEY, LOUISIANA

Proprietary Funds
Statement of Net Position
August 31, 2025

	<u>Business-Type Activities</u>	<u>Governmental Activities</u>
	Utility Fund	Internal Service Fund
ASSETS		
Current assets:		
Cash and interest-bearing deposits	\$ 3,635,664	\$ 971,495
Receivables:		
Accounts	197,422	58,553
Due from other funds	-	56,985
Total current assets	<u>3,833,086</u>	<u>1,087,033</u>
Noncurrent assets:		
Restricted assets -		
Interest-bearing deposits	303,191	-
Capital assets -		
Non-depreciable	293,173	-
Depreciable assets, net	<u>11,103,173</u>	<u>-</u>
Total noncurrent assets	<u>11,699,537</u>	<u>-</u>
Total assets	<u>15,532,623</u>	<u>1,087,033</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pensions	53,700	-
Other post employment benefits	<u>32,942</u>	<u>-</u>
Total deferred outflows of resources	<u>86,642</u>	<u>-</u>

(continued)

CITY OF CROWLEY, LOUISIANA

Proprietary Funds
Statement of Net Position (Continued)
August 31, 2025

	Business-Type Activities	Governmental Activities
	Utility Fund	Internal Service Fund
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 39,628	\$ 319
Accrued liabilities	45,953	-
Due to other funds	35,555	108,538
Claims payable	-	74,056
Compensated absences payable	23,898	-
Payable from restricted assets - Bonds payable	332,000	-
Total current liabilities	<u>477,034</u>	<u>182,913</u>
Noncurrent liabilities:		
Bonds payable	1,561,000	-
OPEB obligation payable	81,500	-
Compensated absences payable	5,306	-
Net pension liability	339,667	-
Total noncurrent liabilities	<u>1,987,473</u>	<u>-</u>
Total liabilities	<u>2,464,507</u>	<u>182,913</u>
DEFERRED INFLOWS OF RESOURCES		
Pensions	28,794	-
Other post employment benefits	31,865	-
Total deferred inflows of resources	<u>60,659</u>	<u>-</u>
NET POSITION		
Net investment in capital assets	9,503,346	-
Restricted for debt service	303,191	-
Unrestricted	3,287,562	904,120
Total net position	<u>\$ 13,094,099</u>	<u>\$ 904,120</u>

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

CITY OF CROWLEY, LOUISIANA

Proprietary Funds
Statement of Revenues, Expenses, and Changes in Fund Net Position
For the Year Ended August 31, 2025

	Business-Type Activities	Governmental Activities
	Utility Fund	Internal Service Fund
Operating revenues:		
Charges for services	\$ 2,254,527	\$ 1,514,422
Other	413	155,015
Total operating revenues	<u>2,254,940</u>	<u>1,669,437</u>
Operating expenses:		
Salaries and wages	357,047	-
Payroll taxes	11,117	-
Retirement	39,409	-
Group insurance	90,355	-
Other post employment benefits	6,373	-
General insurance	73,198	229,106
Claims	-	1,351,752
Telephone and utilities	201,533	-
Professional services	104,349	50,741
Collection fees	47,390	-
Bad debts	34,998	-
Depreciation	957,093	-
Gas and oil	32,262	-
Repairs and supplies	393,248	-
Pretreatment and inspections	28,596	-
Miscellaneous	119,660	77,380
Total operating expenses	<u>2,496,628</u>	<u>1,708,979</u>
Operating loss	<u>(241,688)</u>	<u>(39,542)</u>

(continued)

CITY OF CROWLEY, LOUISIANA

Proprietary Funds
 Statement of Revenues, Expenses, and Changes in Fund Net Position (Continued)
 For the Year Ended August 31, 2025

	<u>Business-Type Activities</u>	<u>Governmental Activities</u>
	Utility Fund	Internal Service Fund
Nonoperating revenues (expenses):		
Tax revenue	340,377	-
Interest income	33,945	3,882
Interest expense and other fiscal charges	(35,329)	-
Nonemployer pension contribution	12,573	-
Gain on disposal of capital assets	1,150	-
Total nonoperating revenues (expenses)	<u>352,716</u>	<u>3,882</u>
Income (loss) before transfers	111,028	(35,660)
Transfers in	201,287	-
Transfers out	<u>(97,713)</u>	<u>-</u>
Change in net position	214,602	(35,660)
Net position, beginning, as restated	<u>12,879,497</u>	<u>939,780</u>
Net position, ending	<u>\$ 13,094,099</u>	<u>\$ 904,120</u>

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

CITY OF CROWLEY, LOUISIANA

Statement of Cash Flows
 Proprietary Funds
 For the Year Ended August 31, 2025

	<u>Business-Type Activities</u>	<u>Governmental Activities</u>
	Utility Fund	Internal Service Fund
Cash flows from operating activities:		
Receipts from customers	\$ 2,257,957	\$ -
Receipts from insured	-	1,443,357
Receipts from interfund services provided	-	71,065
Payments to suppliers	(1,046,702)	(373,727)
Payments for claims and loss time	-	(1,372,354)
Payments to employees	(503,657)	-
Other receipts	413	190,174
Net cash provided (used) by operating activities	<u>708,011</u>	<u>(41,485)</u>
Cash flows from noncapital financing activities:		
Proceeds from taxes levied	340,377	-
Transfers from other funds	201,287	-
Transfers to other funds	<u>(97,713)</u>	<u>-</u>
Net cash provided by noncapital financing activities	<u>443,851</u>	<u>-</u>
Cash flows from capital and related financing activities:		
Gain on sale of assets	1,150	-
Proceeds from issuance of revenue bonds	29,002	-
Principal paid on revenue bonds payable	(556,000)	-
Interest and fiscal charges paid on revenue bonds payable	(49,707)	-
Acquisition of property, plant and equipment	<u>(522,692)</u>	<u>-</u>
Net cash used by capital and related financing activities	<u>(1,098,247)</u>	<u>-</u>
Cash flows from investing activities:		
Purchase of investments and interest-bearing deposits with maturity in excess of ninety days	-	(245,027)
Proceeds of investments and interest-bearing deposits with maturity in excess of ninety days	-	241,146
Interest on deposits	<u>33,945</u>	<u>3,882</u>
Net cash provided by investing activities	<u>33,945</u>	<u>1</u>
Net increase (decrease) in cash and cash equivalents	87,560	(41,484)
Cash and cash equivalents, beginning of year	<u>3,851,295</u>	<u>767,952</u>
Cash and cash equivalents, end of year	<u>\$ 3,938,855</u>	<u>\$ 726,468</u>

(continued)

CITY OF CROWLEY, LOUISIANA

Statement of Cash Flows (Continued)
 Proprietary Funds
 For the Year Ended August 31, 2025

	Business-Type Activities	Governmental Activities
	Utility Fund	Internal Service Fund
Reconciliation of operating income to net cash provided by operating activities:		
Operating loss	\$ (241,688)	\$ (39,542)
Adjustments to reconcile operating loss to net cash provided by operating activities:		
Depreciation	957,093	-
Provision for net pension liability, net	(39,946)	-
Provision for OPEB liability	6,373	-
(Increase) decrease current assets:		
Accounts receivable	3,430	35,159
Increase (decrease) current liabilities:		
Accounts payable	(25,459)	(16,500)
Accrued liabilities	34,217	-
Compensated absences payable	13,991	-
Claims payable	-	(20,602)
Net cash provided (used) by operating activities	<u>\$ 708,011</u>	<u>\$ (41,485)</u>
Reconciliation of cash and cash equivalents per statement of cash flows to the balance sheet:		
Cash and cash equivalents, beginning of period -		
Cash and interest-bearing deposits - unrestricted	\$ 2,064,422	\$ 1,009,098
Cash and interest-bearing deposits - restricted	1,786,873	-
Less: Interest-bearing deposits with maturity in excess of 90 days	-	(241,146)
Total cash and cash equivalents	<u>3,851,295</u>	<u>767,952</u>
Cash and cash equivalents, end of period -		
Cash and interest-bearing deposits - unrestricted	3,635,664	971,495
Cash and interest-bearing deposits - restricted	303,191	-
Less: Interest-bearing deposits with maturity in excess of 90 days	-	(245,027)
Total cash and cash equivalents	<u>3,938,855</u>	<u>726,468</u>
Net increase (decrease)	<u>\$ 87,560</u>	<u>\$ (41,484)</u>

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

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CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

(1) Summary of Significant Accounting Policies

The accompanying financial statements of the City of Crowley (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. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this note.

A. Financial Reporting Entity

The City of Crowley was incorporated in 1886, under the provisions of the Lawrason Act. The City operates under a Mayor-City Council form of government. The City Council is comprised of nine members (one member is elected at-large and two members are elected from each of the four wards of the City for terms of four years). The City provides the following services to the residents of the City as authorized by its charter: police and fire protection, street and drainage systems, sewer services, parks and recreation, planning and zoning, and economic development programs.

A financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The City has no such component units.

B. Basis of Presentation

Government-Wide Financial Statements (GWFS)

The statement of net position and statement of activities display information about the City of Crowley, as a whole. They include all funds of the reporting entity, except fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. The City's internal service funds are a governmental activity. Internal service fund activity is eliminated to avoid "doubling up" revenues and expenses.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

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

Fund Financial Statements

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

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

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

The major funds of the City are described below:

Governmental Funds –

General Fund

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

Sales Tax Fund

The Sales Tax fund accounts for the proceeds of a one percent parish-wide sales and use tax levied in 1963 and the one-half percent sales and use tax levied in 1978. These taxes are dedicated for the specific purposes described in Note 3.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

One-Half Cent Sales Tax – Salary Fund

The One-Half Cent Sales Tax – Salary Fund accounts for the proceeds of a one-half cent sales tax levied in 1982, which is dedicated as described in Note 3.

2012 Sales Tax – Infrastructure Improvement Fund

2012 Sales Tax – Infrastructure Improvement Fund accounts for the receipt and use of proceeds of the City's one-half percent sales and use tax levied in 2012, which is dedicated as described in Note 3.

Enterprise Fund –

Utility Fund

The Utility fund is 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.

In addition, the City reports the following:

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the governmental unit, or to other governmental units, on a cost-reimbursement basis. The City's internal service funds are the Workmen's Compensation Fund and the Employee Benefit Plan Fund. The City's internal service funds are presented in the proprietary funds' financial statements. Because the principal users of the internal services are the City's governmental activities, the financial statements of the internal service funds are consolidated into the governmental column when presented in the government-wide financial statements. To the extent possible, the cost of these services is reported in the appropriate functional activity. These proprietary funds are reported with the governmental activities in the government-wide statements.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

C. Measurement Focus/Basis of Accounting

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

Measurement Focus

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

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

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

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 government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures (including capital outlay) generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

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.

Program revenues

Program revenues included in the Statement of Activities are derived directly from the program itself or from parties outside the City's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the City's general revenues.

Allocation of indirect expenses

The City reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions but are reported separately in the Statement of Activities. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

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 amortized cost.

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

Investments

Under state law, the City may deposit funds with a fiscal agent organized under the laws of the State of Louisiana, the laws of any other state in the union, or the laws of the United States. The City may invest in United States bonds, treasury notes and bills, government backed agency securities, or certificates and time deposits of state banks organized under Louisiana Law and national banks having principal offices in Louisiana. In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool (LAMP), a nonprofit corporation formed by the State Treasurer and organized under the laws of the State of Louisiana, which operates a local government investment pool.

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

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

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.

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 ad valorem and 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 using the direct write-off method at the time information becomes available which would indicate the uncollectibility of the particular receivable. At August 31, 2025, an allowance for ad valorem taxes was considered unnecessary due to immateriality.

Capital Assets

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

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Prior to September 1, 2003, governmental funds’ infrastructure assets were not capitalized. These assets have been valued at estimated historical cost.

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

Buildings and improvements	5-40 years
Machinery and equipment	5-15 years
Sewer plant	20-40 years
Autos and trucks	5 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 of the proprietary fund that are legally restricted as to their use. The restricted assets are related to revenue bond accounts.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

Long-term debt

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

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

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. For fund financial reporting, issuance costs, even if withheld from the actual net proceeds received, are reported as debt service 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

After one year of employment with the City, each full-time employee is entitled to one week paid vacation, which is to be taken within the next year of employment. After two consecutive years of employment with the City, each full-time employee is entitled to two weeks paid vacation and for each year of employment thereafter. Annual vacation is not accumulated and compensation in lieu of vacation is not paid. Upon termination, any accumulated vacation time is paid together with any wages due as of the effective date of the employee's termination.

All persons employed full-time by the City shall be entitled to 10 days of sick leave during each calendar year, which leave may be accumulated for a three-year period for a term of 30 full days if not used during the year which same accrues. Sick leave may not accumulate for more than three calendar years, and if not used during the year, in which same accrues, may be used in subsequent years. Sick leave is not paid at termination.

Compensatory leave shall be earned at time and one-half rate for overtime work and work required on an observed holiday. However, any employee who accrues 240 hours of compensatory leave shall, for any additional overtime hours or work, be paid overtime compensation at time and one-half rate. Upon separation, each employee shall be paid the value of his/her accrued compensatory leave in a lump sum at a rate not less than the average regular rate received during the last three years of employment or the final rate received, whichever is higher.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

Deferred Outflows of Resources and Deferred Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future period and thus, will not be recognized as an outflow of resources (expenses/expenditure) until then.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

Equity Classifications

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

- a. Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowing that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – Consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Constraints may be placed on the use, either by (1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. The City reported \$8,392,949 of restricted net position, which is restricted by enabling legislation.
- c. Unrestricted net position – Net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in either of the other two categories of net position.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

In the fund statements, governmental fund equity is classified as fund balance. Proprietary fund equity is classified the same as in the government-wide statements.

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 governments.

Committed – amounts that can be used only for specific purposes determined by a formal action of the council members. The Council 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 council 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 council members or the City’s finance committee may assign amounts for specific purposes.

Unassigned – all other spendable amounts.

As of August 31, 2025, fund balances are composed of the following:

	<u>Restricted</u>	<u>Assigned</u>	<u>Unassigned</u>	<u>Total</u>
Major Funds				
General -				
Collision losses	\$ -	\$ 35,908	\$ -	\$ 35,908
Other	-	-	1,326,467	1,326,467
Sales Tax Fund	2,410,584	-	-	2,410,584
One-Half Cent Sales Tax -				
Salary Fund	1,135,440	-	-	1,135,440
2012 Sales Tax -				
Infrastructure				
Improvement Fund	4,846,925	-	-	4,846,925
Nonmajor funds	<u>2,596,275</u>	<u>345,793</u>	<u>(45,612)</u>	<u>2,896,456</u>
Totals	<u>\$ 10,989,224</u>	<u>\$ 381,701</u>	<u>\$ 1,280,855</u>	<u>\$ 12,651,780</u>

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

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 Council members or the finance committee has provided otherwise in its commitment or assignment actions.

E. Revenues, Expenditures, and Expenses

Operating Revenues and Expenses

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

Expenditures/Expenses

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

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

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

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

Interfund Transfers

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

F. Revenue Restrictions

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

<u>Revenue Source</u>	<u>Legal Restrictions of Use</u>
Ad valorem tax (30.19 mills)	See Note 2
Sales tax	See Note 3
Sewer revenues	See Note 12

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

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

G. Use of Estimates

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

H. Pensions

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

I. Postemployment Benefits Other than Pensions (OPEB)

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

(2) 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 October and are actually billed to taxpayers in November. Billed taxes become delinquent on January 1 of the following year. The City bills and collects its own property taxes using the assessed values determined by the tax assessor of Acadia Parish. Property tax revenues are recognized when levied to the extent that they result in current receivables.

For the year ended August 31, 2025, taxes of 30.19 mills were levied on property with assessed valuations and were dedicated as follows:

General corporate purposes	7.00 mills
Street maintenance	5.00 mills
Public buildings and drainage	5.00 mills
Public recreation and parks	2.98 mills
Disposal plant maintenance	3.47 mills
Cemetery tax	0.75 mills
Youth recreation tax	0.99 mills
Fire and police	<u>5.00</u> mills
Total	<u>30.19</u> mills

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

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

The proceeds of the 1% sales and use tax and the .5% sales and use tax levied by the City of Crowley that became effective on May 1, 1963 and February 1, 1978, respectively, are accounted for in the Sales Tax Fund and are dedicated for the following purposes:

1% Sales and Use Tax -

1. Public safety, public health, public works, sanitation, general government,
2. Maintaining and repairing streets, roads, highways, avenues, drainage ditches and canals, and
3. Providing for operating expenses of said departments including salaries of personnel and capital outlay.

.5% Sales and Use Tax -

1. Increasing the compensation of all employees of the city, and
2. For any other lawful corporate or public purpose.

The proceeds of a .5% sales and use tax levied by the City that became effective on April 1, 1982 are accounted for in the One-Half Cent Sales Tax – Salary Fund and are dedicated for the following purpose:

To be used for the purpose of City employee salary increases to be equally divided:

1. 33-1/3% to all employees not otherwise covered herein,
2. 33-1/3% to all fire personnel, and
3. 33-1/3% to all police personnel (increase to be paid across the board equally).

The proceeds of a .5% sales and use tax levied by the City that became effective on July 1, 2012 are accounted for in the 2012 Sales Tax – Infrastructure Improvement Fund and are dedicated for the following purposes:

1. Acquiring, constructing, maintaining and improving infrastructure and capital improvements within the City, and
2. To fund the proceeds of the tax into bonds to be issued in series from time to time for such purposes.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

(4) Cash, Interest-Bearing Deposits and Investments

A. Cash and Interest-Bearing Deposits

Under state law, the City may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The City may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana.

Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the City's deposits may not be recovered or will not be able to recover the 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 for custodial credit risk; however, under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the pledging financial institution. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the financial institution. These securities are held in the name of the pledging financial institution in a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at August 31, 2025, are secured as follows:

Bank balances	<u>\$ 7,517,506</u>
Insured deposits	1,333,836
Collateral held by the pledging bank's trust department or agent	<u>6,183,670</u>
Total	<u>\$ 7,517,506</u>

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

B. Investments

At August 31, 2025, the City's carrying amounts and approximate market values of investments are summarized as follows:

Description	Interest Rate	Cost	Unrealized Gain/(Loss)	Reported Amount/ Fair Value
Government and Agency Securities:				
Federal Home Loan Mortgage Corporation (FHLMC)	1.16%	\$ 9,788	\$ (480)	\$ 9,308
Federal National Mortgage Association (FNMA)	1.31% - 2.73%	546,520	(6,434)	540,086
Federal Home Loan Bank (FHLB)	4.97%	44,993	232	45,225
Federal Farm Credit Banks (FFCB)	3.97%	23,775	(4,521)	19,254
Tennessee Valley Authority (TVA)	.97% - 2.89%	1,122,199	(123,923)	998,276
United States Treasury Bond (USTB)	1.07% - 1.12%	639,208	(39,408)	599,800
Resolution Funding Corporation Federal Entry Coupon (RFCF)	1.02% - 1.14%	78,929	(9,290)	69,639
Mortgage Backed Securities:				
Government National Mortgage Corporation (GNMA)	4.00% - 7.25%	847,914	(200,025)	647,889
Federal Home Loan Mortgage Corporation (FHLMC)	5.00% - 7.50%	462,852	(64,924)	397,928
Federal National Mortgage Association (FNMA)	3.00% - 7.00%	<u>533,396</u>	<u>(91,109)</u>	<u>442,287</u>
		<u>\$ 4,309,574</u>	<u>\$ (539,882)</u>	<u>\$ 3,769,692</u>

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its value to changes in market interest rates. The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Information about the exposure of the City's debt type investments to this risk, using the segmented time distribution model is as follows:

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

Description	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Over 10
Government and Agency Securities:					
FHLMC	\$ 9,308	\$ -	\$ 9,308	\$ -	\$ -
FNMA	540,086	128,464	382,047	29,574	-
FHLB	45,225	-	45,225	-	-
FFCB	19,254	-	-	-	19,254
TVA	998,276	70,956	701,959	12,000	213,362
RCF	69,639	-	69,639	-	-
USTB	599,800	-	599,800	-	-
Mortgage Backed Securities:					
GNMA	647,889	-	104	87,963	559,822
FHLMC	397,928	-	136	329,005	68,787
FNMA	442,287	31	1,093	216,987	224,176
	<u>\$ 3,769,692</u>	<u>\$ 199,451</u>	<u>\$ 1,809,311</u>	<u>\$ 675,529</u>	<u>\$ 1,085,401</u>

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, the City will not be able to recover the value of its investment or collateral securities that are in the possession of another party. At August 31, 2025, the City held investments of \$3,769,692 of which the underlying securities are held by the counterparty's trust department, not in the City's name.

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The City has recurring fair value measurements of \$3,769,692 as of August 31, 2025, which are categorized as level 1 inputs.

Credit risk is managed by restricting investments to those authorized by R.S. 33:2955. Credit risk ratings for the City's investments from issuers totaling five percent or more of a portfolio are as follows:

	Rating	Amount
Federal National Mortgage Association	AA+	\$ 442,287
Federal Home Loan Mortgage Corporation	AA+	\$ 397,928

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

(5) Receivables

Receivables at August 31, 2025 consist of the following:

	<u>Accounts</u>	<u>Taxes</u>	<u>Franchise Fees</u>	<u>Interest</u>	<u>Total</u>
Governmental activities:					
General Fund	\$ -	\$ -	\$ 22,855	\$ -	\$ 22,855
Sales Tax Fund	-	983,920	-	-	983,920
1/2 Cent Sales Tax - Salary Fund	-	327,972	-	-	327,972
2012 Sales Tax - Infrastructure Improvement	-	327,972	-	-	327,972
Other governmental funds	-	-	-	96	96
Business-type activities:					
Utility Fund	197,422	-	-	-	197,422
Totals	<u>\$ 255,975</u>	<u>\$ 1,639,864</u>	<u>\$ 22,855</u>	<u>\$ 96</u>	<u>\$ 1,918,790</u>

(6) Restricted Assets

Restricted assets consisted of the following at August 31, 2025:

Governmental activities:	
LCDA bond refunding sinking fund	\$ 145,510
Business-type activities:	
Sewer Revenue Bond and Interest Sinking Fund	<u>303,191</u>
Total restricted assets	<u>\$ 448,701</u>

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

(7) Capital Assets

Capital asset activity for the year ended August 31, 2025 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 655,489	\$ -	\$ -	\$ 655,489
Construction in progress	<u>203,336</u>	<u>1,826,976</u>	<u>201,043</u>	<u>1,829,269</u>
Total capital assets not being depreciated	<u>858,825</u>	<u>1,826,976</u>	<u>201,043</u>	<u>2,484,758</u>
Capital assets being depreciated:				
Land improvements	107,576	-	-	107,576
Buildings and improvements	12,391,550	166,298	-	12,557,848
Infrastructure	38,043,196	201,043	-	38,244,239
Machinery and equipment	4,329,012	79,766	3,548	4,405,230
Autos and trucks	<u>4,185,749</u>	<u>535,801</u>	<u>444,889</u>	<u>4,276,661</u>
Total capital assets being depreciated	<u>59,057,083</u>	<u>982,908</u>	<u>448,437</u>	<u>59,591,554</u>
Less accumulated depreciation				
Land improvements	93,588	5,379	-	98,967
Buildings and improvements	5,562,439	469,380	-	6,031,819
Infrastructure	7,588,879	1,773,512	-	9,362,391
Machinery and equipment	2,959,255	376,017	3,548	3,331,724
Autos and trucks	<u>2,473,175</u>	<u>415,058</u>	<u>444,889</u>	<u>2,443,344</u>
Total accumulated depreciation	<u>18,677,336</u>	<u>3,039,346</u>	<u>448,437</u>	<u>21,268,245</u>
Total capital assets being depreciated, net	<u>40,379,747</u>	<u>(2,056,438)</u>	<u>-</u>	<u>38,323,309</u>
Governmental activities, capital assets, net	<u>\$ 41,238,572</u>	<u>\$ (229,462)</u>	<u>\$ 201,043</u>	<u>\$ 40,808,067</u>

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

	Beginning Balance	Additions	Deletions	Ending Balance
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 161,482	\$ -	\$ -	\$ 161,482
Construction in progress	<u>1,760,561</u>	<u>260,623</u>	<u>1,889,493</u>	<u>131,691</u>
Total capital assets not being depreciated	<u>1,922,043</u>	<u>260,623</u>	<u>1,889,493</u>	<u>293,173</u>
Capital assets being depreciated:				
Buildings and improvements	4,271	-	-	4,271
Sewer plant	33,171,752	1,889,493	-	35,061,245
Machinery and equipment	482,064	113,648	-	595,712
Autos and trucks	<u>347,664</u>	<u>-</u>	<u>14,095</u>	<u>333,569</u>
Total capital assets being depreciated	<u>34,005,751</u>	<u>2,003,141</u>	<u>14,095</u>	<u>35,994,797</u>
Less accumulated depreciation				
Buildings and improvements	1,949	107	-	2,056
Sewer plant	23,342,828	901,023	-	24,243,851
Machinery and equipment	379,908	28,938	-	408,846
Autos and trucks	<u>223,941</u>	<u>27,025</u>	<u>14,095</u>	<u>236,871</u>
Total accumulated depreciation	<u>23,948,626</u>	<u>957,093</u>	<u>14,095</u>	<u>24,891,624</u>
Total capital assets being depreciated, net	<u>10,057,125</u>	<u>1,046,048</u>	<u>-</u>	<u>11,103,173</u>
Business-type activities, capital assets, net	<u>\$ 11,979,168</u>	<u>\$ 1,306,671</u>	<u>\$ 1,889,493</u>	<u>\$ 11,396,346</u>

Depreciation expense was charged to governmental activities as follows:

General government	\$ 337,495
Public safety	737,846
Public works	1,765,716
Culture and recreation	196,780
Cemetery	<u>1,509</u>
Total depreciation expense	<u>\$ 3,039,346</u>

Depreciation expense was charged to the business-type activities as follows.

Sewer	<u>\$ 957,093</u>
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CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

(8) Accounts, Salaries, and Other Payables

The accounts, salaries, and other payables consisted of the following at August 31, 2025:

	Governmental Activities	Business-type Activities	Total
Accounts	\$ 241,101	\$ 39,628	\$ 280,729
Payroll liabilities	<u>825,907</u>	<u>45,953</u>	<u>871,860</u>
Totals	<u>\$ 1,067,008</u>	<u>\$ 85,581</u>	<u>\$ 1,152,589</u>

(9) Long-Term Liabilities

Long-term liabilities at August 31, 2025 are comprised of the following individual issues:

Governmental activities –

Direct borrowings and direct placements –

Bonds payable:

\$14,000,000 Louisiana Local Government Environmental Facilities and Community Development Authority - Revenue Bonds, Series 2020 due in annual installments of \$330,000 to \$1,000,000 through October 1, 2040, at a variable interest rate of 3% to 4%. The debt will be retired from excess annual revenue.	\$ 12,120,000
\$2,600,000 Louisiana Local Government Environmental Facilities and Community Development Authority - Revenue Refunding Bonds, Series 2021 due in annual installments of \$320,000 to \$330,000 through November 1, 2029, at a variable interest rate of 3% to 4%. The debt will be retired from excess annual revenue.	1,640,000
\$6,000,000 Louisiana Local Government Environmental Facilities and Community Development Authority - Revenue Bonds, Series 2022 due in annual installments of \$185,000 to \$425,000 through October 1, 2041, at a variable interest rate of 3% to 4%. The debt will be retired from excess annual revenue.	<u>5,370,000</u>
Total bonds payable	\$ 19,130,000
Add: unamortized bond premium	<u>2,177,740</u>
Net bonds payable	<u>\$ 21,307,740</u>

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

Business-type activities –

Direct borrowings –

Revenue bonds payable:

\$3,590,000 Sewer Revenue Refunding Bonds, Series 2012, due in annual installments of \$170,000 to \$250,000 through September, 2028; interest rate of 2.44%; to be retired from excess annual sewer revenues.	\$ 725,000
\$1,900,000 Wastewater Revenue Bonds, Series 2013, due in annual installments of \$90,000 to \$468,000 through September, 2033; interest rate of .45%; to be retired from excess annual sewer revenues.	<u>1,168,000</u>
Total business-type activities long-term liabilities	<u><u>\$ 1,893,000</u></u>

The long-term liabilities are due as follows:

Year Ending August 31,	Governmental Activities		Business-type Activities		Total
	Principal Payments	Interest Payments	Principal Payments	Interest Payments	
2026	\$ 1,105,000	\$ 733,425	\$ 332,000	\$ 28,786	\$ 2,199,211
2027	1,150,000	693,925	338,000	22,130	2,204,055
2028	1,175,000	650,887	349,000	15,344	2,190,231
2029	1,210,000	603,800	100,000	8,302	1,922,102
2030	1,245,000	554,700	101,000	7,354	1,908,054
2031 - 2035	5,150,000	2,150,000	673,000	16,264	7,989,264
2036 - 2040	6,260,000	1,013,000	-	-	7,273,000
2041 - 2042	1,835,000	53,700	-	-	1,888,700
Totals	<u>\$ 19,130,000</u>	<u>\$ 6,453,437</u>	<u>\$ 1,893,000</u>	<u>\$ 98,180</u>	<u>\$ 27,574,617</u>

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

Changes in General Long-Term Liabilities

During the year ended August 31, 2025, the following changes occurred in long-term liabilities transactions and balances:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Bonds payable -					
Revenue Bonds,					
Series 2020	\$ 12,655,000	\$ -	\$ 535,000	\$ 12,120,000	\$ 555,000
Revenue Refunding					
Bonds, Series 2021	1,960,000	-	320,000	1,640,000	320,000
Revenue Bonds,					
Series 2022	5,595,000	-	225,000	5,370,000	230,000
Premium on bond					
issuances	<u>2,339,784</u>	<u>-</u>	<u>162,044</u>	<u>2,177,740</u>	<u>162,043</u>
Total bonds payable	22,549,784	-	1,242,044	21,307,740	1,267,043
Compensated absences	188,341	62,066	-	250,407	230,802
Financing lease payable					
	<u>119,948</u>	<u>-</u>	<u>39,982</u>	<u>79,966</u>	<u>39,982</u>
Total governmental activities	<u>\$ 22,858,073</u>	<u>\$ 62,066</u>	<u>\$ 1,282,026</u>	<u>\$ 21,638,113</u>	<u>\$ 1,537,827</u>
Business-type activities:					
Sewer Revenue Refunding Bonds,					
Series 2012	\$ 1,185,000	\$ -	\$ 460,000	\$ 725,000	\$ 235,000
Wastewater Revenue Bonds, Series 2013					
	<u>1,234,998</u>	<u>29,002</u>	<u>96,000</u>	<u>1,168,000</u>	<u>97,000</u>
Total bonds payable	2,419,998	29,002	556,000	1,893,000	332,000
Compensated absences	<u>15,213</u>	<u>13,991</u>	<u>-</u>	<u>29,204</u>	<u>23,898</u>
Total business-type activities	<u>\$ 2,435,211</u>	<u>\$ 42,993</u>	<u>\$ 556,000</u>	<u>\$ 1,922,204</u>	<u>\$ 355,898</u>

(10) Department of Environmental Quality Revolving Loan

On June 26, 2013, the City issued \$1,900,000 of Wastewater Revenue Bonds, Series 2013, bearing interest of .45% for the rehabilitation and restoration improvements to the Rock Filter and Facultative Pond Levee System at the Wastewater Treatment Facility and to provide erosion protection for levees. The City

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

entered into a loan and pledge agreement with the Department of Environmental Quality that allows the City to make draws of the \$1,900,000 commitment as construction funds are expended for the improvements to the Wastewater Treatment Facility. At August 31, 2025, amounts drawn to date totaled \$1,900,000.

(11) Financing lease

In November 2022, the City leased equipment with a term of five years at zero interest rate. Annual requirements to amortize long-term obligations are as follows:

2026	\$ 39,983
2027	<u>39,983</u>
Total minimum lease payments	79,966
Less: amount representing interest	<u>-</u>
Present value of minimum lease payments	<u>\$ 79,966</u>

(12) Outstanding Letter of Credit

At August 31, 2025 the City had a \$300,000 outstanding letter of credit secured by a certificate of deposit. The letter of credit is for the benefit of the Louisiana Office of Workers' Compensation.

(13) Flow of Funds; Restrictions on Use - Sewer Revenues

Under the terms of the loan and pledge agreements with the financial institutions, all revenues derived from the operation of the utilities system are to be deposited into an account designated as the Sewer Revenue Fund and said account is to be maintained and administered in the following order of priority and for the following express purposes:

- (a) The payment of all reasonable and necessary expenses of operating and maintaining the utilities system.
- (b) Each month there shall be set aside into the Sewer Revenue Bond Sinking Fund on or before the 20th day of each month an amount equal to the principal and interest with respect to the bonds for such calendar month together with such additional proportionate sum as may be required to pay such principal and interest as they become due.
- (c) Each month, there shall be set aside into the Taxable Revenue Bond, Series 2013 Debt Service Reserve Fund on or before the 20th day of each month a sum at least equal to 25% of the amount required to be paid into the Sewer Revenue Bond Sinking Fund until such time as there has been accumulated therein a sum equal to the Reserve Fund Requirement.
- (d) Funds shall be set aside into the Depreciation and Contingency Fund to provide for extensions, additions, improvements, renewals, and replacements necessary to properly operate the system. Transfers shall be made on or before the 20th day of each month until the Fund equals \$250,000.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

Payments are to be made in a sum equal to 5% of Net Revenues for the preceding month provided that sum is available after provision is made for the payments required under (a) – (c) above.

All required transfers were made for the year ended August 31, 2025.

(14) Employee Retirement

The City is a participating employer in several cost-sharing defined benefit pension plans. These plans are administered by four public employee retirement systems: the Municipal Employees' Retirement System of Louisiana (MERS) the Municipal Police Employees' Retirement System of Louisiana (MPERS), the Firefighters' Retirement System of Louisiana (FRS) and the Louisiana State Employees' Retirement System (LASERS).

Each of the retirement systems issue an annually publicly available stand-alone report on their financial statements and required supplementary information. These reports may be obtained on each retirement system's website or on the Louisiana Legislative Auditor's website as follows:

Municipal Employees' Retirement System – www.mersla.com

Municipal Police Employees' Retirement System – www.mpersla.com

Firefighters' Retirement System – www.fffret.com

Louisiana State Employees' Retirement System – www.lasersonline.org

Louisiana Legislative Auditor – www.la.la.gov

Plan description:

Municipal Employee's Retirement System of Louisiana (MERS)

The Municipal Employees' Retirement System of Louisiana (the System) was originally established by Act 356 of 1954 regular session of the Legislature of the State of Louisiana. The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. Employees of the City are members of Plan A.

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

Any person eligible for membership but whose first employment making him eligible for membership in the System occurred on or after January 1, 2013 shall become a member of the Plan A Tier 2 or Plan B Tier 2 of the System as a condition of employment.

Retirement Benefits: Benefit provisions are authorized within Act 356 of the 1954 regular session and amended by LRS 11:1756-11:1785. The following is a brief description of the plan and its benefits and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

Any member of Plan A, who commenced participation in the System prior to January 1, 2013 can retire providing the member meets one of the following criteria:

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

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

Any member of Plan A Tier 2 can retire providing the member meets one of the following requirements:

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

Generally, the monthly amount of the retirement allowance for any member of Plan A Tier 2 shall consist of an amount equal to three percent of the member's final average compensation multiplied by his years of creditable service. Final average compensation is the average monthly earnings during the highest sixty consecutive months, or joined months if service was interrupted. However, under certain conditions as outlined in the statutes, the benefits are limited to specified amounts.

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

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

Deferred Retirement Option Plan (DROP) Benefits: In lieu of terminating employment and accepting a service retirement allowance, any member of Plan A who is eligible to retire may elect to participate in the deferred retirement option plan (DROP) for up to three years and defer the receipt of benefits. During participation in the plan, employer contributions are payable but employee contributions cease. The monthly retirement benefits that would be payable, had

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

the person elected to cease employment and receive a service retirement allowance, are paid into the DROP Fund. Interest is earned when the member has completed DROP participation. Interest earnings are based upon the actual rate of return on the investments identified as DROP funds for the period. In addition, no cost-of-living increases are payable to participants until employment which made them eligible to become members of the System has been terminated for at least one full year.

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

Disability Benefits: For Plan A, a member shall be eligible to retire and receive a disability benefit if he has at least five years of creditable service, is not eligible for normal retirement, and has been officially certified as disabled by the State Medical Disability Board. Upon retirement caused by disability, a member of Plan A shall be paid a disability benefit equal to the lesser of (1) an amount equal to three percent of his final compensation multiplied by his years of creditable service, but not less than forty-five percent of his final compensation, or (2) an amount equal to what the member's normal retirement benefit would be based on the member's current final compensation, but assuming the member remained in continuous service until his earliest normal retirement age and using those retirement benefit computation factors which would be applicable to the member's normal retirement.

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

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

Municipal Police Employees' Retirement System of Louisiana

Eligibility Requirements: Membership in the System is mandatory for any full-time police officer employed by a municipality of the State of Louisiana and engaged in law enforcement, empowered to make arrests, providing he or she does not have to pay social security and providing he or she meets the statutory criteria. The System provides retirement benefits for municipal police officers. The projections of benefit payments in the calculation of the total pension liability includes all benefits to be provided to current active and inactive employees through the System in accordance with benefit terms and any additional legal agreements to provide benefits that are in force at the measurement date.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

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

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

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

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

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

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

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

Cost of Living Adjustments: The Board of Trustees is authorized to provide annual cost-of-living adjustments (COLA) computed on the amount of the current regular retirement,

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

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

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

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

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

If the member elects a money market investment return, the funds are transferred to a government money market account and earn interest at the money market rate.

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

Firefighters' Retirement System (FRS)

Membership in the System is a condition of employment for any full-time firefighters who earn at least \$375 per month, excluding state supplemental pay, and are employed by a fire department of any municipality, parish, or fire protection district of the State of Louisiana in addition to employees of the Firefighters' Retirement System. The System provides

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

retirement benefits for their members. The projections of benefit payments in the calculation of the total pension liability includes all benefits to be provided to current active and inactive employees through the System in accordance with benefit terms and any additional legal agreements to provide benefits that are in force at the measurement date.

Benefit provisions are authorized within Act 434 of 1979 and amended by LRS 11:2251-11:2272. The following is a brief description of the plan and its benefits and is provided for general informational purposes only. Participants should refer to the appropriate statutes for more complete information.

Eligibility Requirements: Any person who becomes an employee as defined in RS 11:2252 on and after January 1, 1980 shall become a member as a condition of employment.

No person who has attained age fifty or over shall become a member of the System, unless the person becomes a member by reasons of a merger or unless the System received an application for membership before the applicant attained the age of fifty. No person who has not attained the age of eighteen 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 there from may become a member of 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.

Retirement Benefits: Employees with 20 or more years of service who have attained age 50, or employees who have 12 years of service who have attained age 55, or 25 years of service at any age are entitled to annual pension benefits equal to 3.333% of their average final compensation based on the 36 consecutive months of highest pay multiplied by their total years of service, not to exceed 100%. Employees may elect to receive their pension benefits in the form of a joint and survivor annuity.

If employees terminate before rendering 12 years of service, they forfeit the right to receive the portion of their accumulated plan benefits attributable to their employer's contributions.

Benefits are payable over the employees' lives in the form of a monthly annuity. An employee may elect an unreduced benefit or any of seven options at retirement.

See R.S. 11:2256(A) for additional details on retirement benefits.

Disability Benefits: A member who acquires a disability, and who files for disability benefits while in service, and who upon medical examination and certification as provided for in Title 11, is found to have a total disability solely as the result of injuries sustained in the performance of his official duties, or for any cause, provided the member has at least five years of creditable service and provided that the disability was incurred while the member was an

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

active contributing member in active service, shall be entitled to disability benefits under the provisions of R.S. 11:2258(B).

Death Benefits: Benefits shall be payable to the surviving eligible spouse or designated beneficiary of a deceased member as specified in R.S. 11:2256(B) & (C).

Deferred Retirement Option Plan Benefits: After completing 20 years of creditable service and attaining the age of 50 years, or 25 years at any age, a member may elect to participate in the deferred retirement option plan (DROP) for up to 36 months.

Upon commencement of participation in the deferred retirement option plan, employer and employee contributions to the System cease. The monthly retirement benefit that would have been payable is paid into the member's deferred retirement option plan account. Upon termination of employment, a participant in the program has several options to receive their DROP benefit. A member may (1) elect to roll over all or a portion of their DROP balance into another eligible qualified plan, (2) receive a lump-sum payment from the account, (3) receive single withdrawals at the discretion of the member, (4) receive monthly or annual withdrawals, or (5) receive an annuity based on the DROP account balance. These withdrawals are in addition to his regular monthly benefit.

If employment is not terminated at the end of the 36 months, the participant resumes regular contributions to the System. No withdrawals may be made from the deferred retirement option plan account until the participant retires.

Initial Benefit Option Plan: Effective June 16, 1999, members eligible to retire and who do not choose to participate in DROP may elect to receive, at the time of retirement, an initial benefit option (IBO) in an amount up to 36 months of benefits, with an actuarial reduction of their future benefits. Such amounts may be withdrawn or remain in the IBO account earning interest at the same rate as the DROP account.

Cost of Living Adjustments (COLAs): Under the provisions of R.S. 11:246 and 11:2260(A)(7), the board of trustees is authorized to grant retired members and widows of members who have retired an annual cost of living increase of up to 3% of their current benefit, and all retired members and widows who are 65 years of age and older a 2% increase in their original benefit. In order for the board to grant either of these increases, the System must meet certain criteria detailed in the statute related to funding status and interest earnings (R.S. 11:243). In lieu of these COLAs, pursuant to R.S. 11:241, the board may also grant an increase based on a formula equal to up to \$1 times the total number of years of credited service accrued at retirement or at death of the member or retiree plus the number of years since retirement or since death of the member or retiree to the system's fiscal year end preceding the payment of the benefit increase. If there are not sufficient funds to fund the benefit at the rate of one dollar per year for such total number of years, then the rate shall be reduced in proportion to the amount of funds that are available to fund the cost-of living adjustment.

Louisiana State Employees' Retirement System (LASERS)

The System was established for the purpose of providing retirement allowances and other benefits as stated under the provisions of LA R.S. 11:401, as amended, for eligible state

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

officers, employees and their beneficiaries. The projection of benefit payments in the calculation of the total pension liability includes all benefits to be provided to current active and inactive employees through the System accordance with the benefit terms and any additional legal agreements to provide benefits that are in force at the measurement date.

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

Retirement Benefits: The age and years of creditable service required in order for a member to retire with full benefits are established by statute, and vary depending on the member's hire date, employer, and job classification. LASERS' rank and file members hired prior to July 1, 2006, may either retire with full benefits at any age upon completing 30 years of creditable service, at age 55 upon completing 25 years of creditable service, and at age 60 upon completing ten years of creditable service depending on their plan. Those members hired between July 1, 2006 and June 30, 2015, may retire at age 60 upon completing five years of creditable service and those hired on or after July 1, 2015, may retire at age 62 upon completing five years of creditable service. The basic annual retirement benefit for members is equal to 2.5% to 3.5% of average compensation multiplied by the number of years of creditable service. Additionally, members may choose to retire with 20 years of service at any age, with an actuarially reduced benefit.

Average compensation is defined as the member's average annual earned compensation for the highest 36 consecutive months of employment for members employed prior to July 1, 2006. For members hired July 1, 2006 or later, average compensation is based on the member's average annual earned compensation for the highest 60 consecutive months of employment. The maximum annual retirement benefit cannot exceed the lesser of 100% of average compensation or a certain specified dollar amount of actuarially determined monetary limits, which vary depending upon the member's age at retirement. Judges, court officers, and certain elected officials receive an additional annual retirement benefit equal to 1.0% of average compensation multiplied by the number of years of creditable service in their respective capacity. As an alternative to the basic retirement benefits, a member may elect to receive their retirement throughout their life, with certain benefits being paid to their designated beneficiary after their death.

Act 992 of the 2010 Louisiana Regular Legislative Session, changed the benefit structure for LASERS members hired on or after January 1, 2011. This resulted in three new plans: regular, hazardous duty, and judges. The new regular plan includes regular members and those members who were formerly eligible to participate in specialty plans, excluding hazardous duty and judges. Regular members and judges are eligible to retire at age 60 after five years of creditable service and, may also retire at any age, with a reduced benefit, after 20 years of creditable service. Hazardous duty members are eligible to retire with twelve years of creditable service at age 55, 25 years of creditable service at any age or with a reduced benefit after 20 years of creditable service. Average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment for all three new plans. Members in the regular plan will receive a 2.5% accrual rate, hazardous duty plan a 3.33% accrual rate, and judges a 3.5% accrual rate. The extra 1.0% accrual rate for each year of service for court officers, the governor, lieutenant governor, legislators, House clerk, sergeants at arms, or Senate secretary, employed after January 1, 2011, was eliminated

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

by Act 992. Specialty plan and regular members, hired prior to January 1, 2011, who are hazardous duty employees have the option to transition to the new hazardous duty plan.

Act 226 of the 2014 Louisiana Regular Legislative Session established new retirement eligibility for members of LASERS hired on or after July 1, 2015, excluding hazardous duty plan members. Regular members and judges under the new plan are eligible to retire at age 62 after five years of creditable service and, may also retire at any age, with a reduced benefit, after 20 years of creditable service. Average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment. Members in the regular plan will receive a 2.5% accrual rate, and judges a 3.5% accrual rate, with the extra 1.0% accrual rate based on all years of service as a judge.

A member leaving employment before attaining minimum retirement age, but after completing certain minimum service requirements, becomes eligible for a benefit provided the member lives to the minimum service retirement age, and does not withdraw their accumulated contributions. The minimum service requirement for benefits varies depending upon the member's employer and service classification.

Deferred Retirement Benefits: The State Legislature authorized LASERS to establish a Deferred Retirement Option Plan (DROP). When a member enters DROP, their status changes from active member to retiree even though they continue to work and draw their salary for a period of up to three years. The election is irrevocable once participation begins. During DROP participation, accumulated retirement benefits that would have been paid to each retiree are separately tracked. For members who entered DROP prior to January 1, 2004, interest at a rate of one-half percent less than the System's realized return on its portfolio (not to be less than zero) will be credited to the retiree after participation ends. At that time, the member must choose among available alternatives for the distribution of benefits that have accumulated in the DROP account. Members who enter DROP on or after January 1, 2004, are required to participate in LASERS Self-Directed Plan (SDP) which is administered by a third-party provider. The SDP allows DROP participants to choose from a menu of investment options for the allocation of their DROP balances. Participants may diversify their investments by choosing from an approved list of mutual funds with different holdings, management styles, and risk factors.

Members eligible to retire and who do not choose to participate in DROP may elect to receive at the time of retirement an initial benefit option (IBO) in an amount up to 36 months of benefits, with an actuarial reduction of their future benefits. For members who selected the IBO option prior to January 1, 2004, such amount may be withdrawn or remain in the IBO account earning interest at a rate of one-half percent less than the System's realized return on its portfolio (not to be less than zero). Those members who select the IBO on or after January 1, 2004, are required to enter the SDP as described above.

For members who are in the Harbor Police Plan, the annual DROP Interest Rate is the three-year average (calculated as the compound average of 36 months) investment return of the plan assets for the period ending the June 30th immediately preceding the given date. The average rate so determined is to be reduced by a "contingency" adjustment of 0.5%, but not to be below zero. DROP interest is forfeited if member does not cease employment after DROP participation.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

Disability Benefits: Generally, active members with ten or more years of credited service who become disabled may receive a maximum disability retirement benefit equivalent to the regular retirement formula without reduction by reason of age.

Upon reaching retirement age, the disability retiree may receive a regular retirement benefit by making application to the Board of Trustees.

For injuries sustained in the line of duty, hazardous duty personnel in the Hazardous Duty Services Plan will receive a disability benefit equal to 75% of final average compensation or 100% of final average compensation if the injury was the result of an intentional act of violence.

Members of the Harbor Police Retirement System who become disabled may receive a non-line of duty disability benefit after five years or more of credited service. Members age 55 or older may receive a disability benefit equivalent to the regular retirement benefit. Under age 55, the disability benefit is equal to 40% of final average compensation. Line of duty disability benefits are equal to 60% of final average compensation, regardless of years of credited service of 100% of final average compensation if the injury was the result of an intentional act of violence. If the disability benefit retiree is permanently confined to a wheelchair, or, is an amputee incapable of serving as a law enforcement officer, or the benefit is permanently legally binding, there is no reduction to the benefit if the retiree becomes gainfully employed.

Survivor's Benefits: Certain eligible surviving dependents receive benefits based on the deceased member's compensation and their relationship to the deceased. The deceased regular member hired before January 1, 2011 who was in state service at the time of death must have a minimum of five years of service credit, at least two of which were earned immediately prior to death, or who had a minimum of twenty years of service credit regardless of when earned in order for a benefit to be paid to a minor or handicapped child. Benefits are payable to an unmarried child until age 18, or age 23 if the child remains a full-time student. The aforementioned minimum service credit requirement is ten years for a surviving spouse with no minor children, and benefits are to be paid for life to the spouse or qualified handicapped child.

The deceased regular member hired on or after January 1, 2011, must have a minimum of five years of service credit regardless of when earned in order for a benefit to be paid to a minor child. The aforementioned minimum service credit requirements for a surviving spouse are 10 years, 2 years being earned immediately prior to death, and active state service at the time of death, or a minimum of 20 years of service credit regardless of when earned. A deceased member's spouse must have been married for at least one year before death.

Non-line of duty survivor benefits of the Harbor Police Retirement System may be received after a minimum of five years of credited service. Survivor benefits paid to a surviving spouse without children are equal to 40% of final average compensation, and cease upon remarriage. Surviving spouse with children under 18 benefits are equal to 60% of final average compensation, and cease upon remarriage, and children turning 18. No minimum service credit is required for line of duty survivor benefits which are equal to 60% of final average compensation to surviving spouse, regardless of children. Line of duty survivor benefits cease upon remarriage, and then benefit is paid to children under 18.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

Cost of Living Adjustments: As fully described in Title 11 of the Louisiana Revised Statutes, the System allows for the payment of permanent benefit increases, also known as cost-of-living adjustments (COLAs), that are funded through investment earnings when recommended by the Board of Trustees and approved by the State Legislature.

Funding Policy:

Employer Contributions: According to state statute, contributions for all employers are actuarially determined each year. The employer contribution rates were as follows:

	<u>Status</u>	<u>Employer</u>
Municipal Employees' Retirement System of Louisiana (Plan A)	open	28.00%
Municipal Police Employees's Retirement System of Louisiana	open	35.60%
Firefighters Retirement System of Louisiana (above poverty line)	open	33.25%
Firefighters Retirement System of Louisiana (below poverty line)	open	35.25%
Louisiana State Employees' Retirement System (LASERS) Judges hired before 1/01/11	closed	40.17%

In accordance with state statute, the Systems receive ad valorem taxes and state revenue sharing funds. These additional sources of income are used as employer contributions and are considered support from non-employer contributing entities. The City recognized non-employer contributions as follows:

Municipal Employees' Retirement System of Louisiana (Plan A)	\$ 81,563
Municipal Police Employees's Retirement System of Louisiana	152,775
Firefighters Retirement System of Louisiana	217,226
	<u>\$ 451,564</u>

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The following schedule lists the City's proportionate share of net pension liability allocated by each of the pension plans based on the measurement dates. The City uses this measurement to record its net pension liability and associated amounts in accordance with GASB Statement No. 68. The schedule also includes the proportionate share allocation rate used at the measurement date for each plan, along with the change compared to prior year rates. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, determined by an actuarial valuation as of the measurement date.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

	Net Pension Liability (Asset) at Measurement Date		Measurement Rate		Increase (Decrease)
	Governmental Activities	Business- Type Activities	Current	Previous	
	MERS (Plan A) *	\$ 1,863,819	\$ 339,667	0.864079%	
MPERS *	3,557,365	-	0.515105%	0.501318%	0.013787%
FRS *	2,627,056	-	0.623695%	0.589624%	0.034071%
LASERS *	57,614	-	0.001280%	0.001370%	-0.000090%
Total	<u>\$ 8,105,854</u>	<u>\$ 339,667</u>			

The following schedule lists each pension plan's recognized pension expense of the City for the year ended:

Municipal Employees' Retirement System of Louisiana (Plan A)	\$ 310,246
Municipal Police Employees's Retirement System of Louisiana	455,850
Firefighters Retirement System of Louisiana	430,281
Louisiana State Employees' Retirement System	(3,869)
	<u>\$ 1,192,508</u>

The City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Municipal Employees' Retirement System (MERS)

	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>
Difference between expected and actual experience	\$ 4,236	\$ 31,078	\$ 772	\$ 5,664
Change of assumptions	-	6,755	-	1,230
Change in proportion and differences between the employer's contributions and the employer's proportionate share of contributions	192,387	-	35,061	-
Net differences between projected and actual earnings on plan investments	-	120,170	-	21,900
Contributions subsequent to the measurement date	98,041	-	17,867	-
Total	<u>\$ 294,664</u>	<u>\$ 158,003</u>	<u>\$ 53,700</u>	<u>\$ 28,794</u>

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

Municipal Police Employees' Retirement System (MPERS)

	<u>Governmental Activities</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ -	\$ 94,115
Change of assumptions	-	163,383
Change in proportion and differences between the employer's contributions and the employer's proportionate share of contributions	551,634	138,546
Net differences between projected and actual earnings on plan investments	172,485	280,217
Contributions subsequent to the measurement date	130,116	-
Total	<u>\$ 854,235</u>	<u>\$ 676,261</u>

Firefighters' Retirement System (FRS)

	<u>Governmental Activities</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 336,416	\$ 47,396
Change of assumptions	119,774	-
Change in proportion and differences between the employer's contributions and the employer's proportionate share of contributions	196,733	110,470
Net differences between projected and actual earnings on plan investments	-	490,918
Contributions subsequent to the measurement date	118,380	-
Total	<u>\$ 771,303</u>	<u>\$ 648,784</u>

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

Louisiana State Employees' Retirement System (LASERS)

	<u>Governmental Activities</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 800	\$ -
Net differences between projected and actual earnings on plan investments	-	9,867
Contributions subsequent to the measurement date	2,246	-
Total	<u>\$ 3,046</u>	<u>\$ 9,867</u>

Deferred outflows of resources related to pensions resulting from the City's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent period as follows:

Municipal Employees' Retirement System of Louisiana (Plan A)	\$ 115,908
Municipal Police Employees's Retirement System of Louisiana	130,116
Firefighters Retirement System of Louisiana	118,380
Louisiana State Employees' Retirement System	2,246
	<u>\$ 366,650</u>

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

Year Ended <u>June 30:</u>	<u>MERS</u>	<u>MPERS</u>	<u>FRS</u>	<u>LASERS</u>	<u>Total</u>
2026	\$ 265,497	\$ 424,490	\$ 293,895	\$ 1,256	\$ 985,138
2027	(48,788)	(52,052)	(204,938)	(4,879)	(310,657)
2028	(119,104)	(207,193)	(165,608)	(3,758)	(495,663)
2029	(51,946)	(117,387)	(57,815)	(1,686)	(228,834)
2030	-	-	86,293	-	86,293
2031	-	-	52,312	-	52,312
	<u>\$ 45,659</u>	<u>\$ 47,858</u>	<u>\$ 4,139</u>	<u>\$ (9,067)</u>	<u>\$ 88,589</u>

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

Actuarial Methods and Assumptions:

The net pension liability was measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service, less the amount of the pension plan's fiduciary net position.

A summary of the actuarial methods and assumptions used in determining the total pension liability are as follows:

	<u>MERS</u>	<u>MPERS</u>	<u>FRS</u>	<u>LASERS</u>
Valuation Date	June 30, 2025	June 30, 2025	June 30, 2025	June 30, 2025
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal
Investment Rate of Return	6.85%, net of pension plan investment expense, including inflation	6.75%, net of investment income	6.90% per annum, net of investment expense, including inflation	7.25% per annum, net of investment expenses
Projected Salary Increases	Varies from 9% in 1st 2 years and 4.4% with more than 2 years of service	Varies from 13.00% in the 1st 2 years, 4.75% above 2 years	Varies from 14.50% in 1st 2 years to 5.00% with 3 or more years of service	Varies from 2.40% to 15.30% depending on member type
Expected Remaining Service Lives	3 years	4 years	7 years, closed period	2 years

Mortality:

Municipal Employees' Retirement System (MERS) –

Annuitant and beneficiary mortality: PubG-2010(B) Healthy Retiree Table set equal to 115% for males and 120% for females, each adjusted using their respective male and female MP2021 scales.

Employee mortality: PubG-2010(B) Employee Table set equal to 115% for males and 120% for females, each adjusted using their respective male and female MP2021 scales.

Disables lives mortality: PubNS-2010(B) Disables Retiree Table set equal to 115% for males and 120% for females with the full generational MP2021 scale.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

Municipal Police Employees' Retirement System (MPERS) –

Annuitants and beneficiaries: Pub-2016 Public Retirement Plan Mortality Table for Safety Below-Median Healthy Retirees multiplied by 125% for males and 125% for females, each with full generational projection using the MP2021 scale.

Disabled Retirees: Pub-2010 Public Retirement Plans Mortality Table Total Dataset for Safety Disabled Retirees multiplied by 125% for males and 125% for females, each with full generational projection using the MP2021 scale.

Active Members: Pub-2016 Public Retirement Plans Mortality Table for Safety Below-Median Employees multiplied by 125% for males and 125% for females, each with full generational projection using the MP2021 scale.

Firefighters' Retirement System (FRS) –

For active members, mortality was set equal to the Pub-2016 Public Retirement Plans Mortality Table for Safety Below-Median Employees.

For annuitants and beneficiaries, mortality was set equal to the Pub-2016 Public Retirement Plans Mortality Table for Safety Below-Median Healthy Retirees.

For disabled retirees, mortality was set equal to the Pub-2016 Public Retirement Plans Mortality Table for Safety Disabled Retirees.

In all cases the base table was multiplied by 110% for males and 110% for females, each with full generational projection using the appropriate MP2021 scale.

Louisiana State Employees' Retirement System (LASERS) –

Non-disabled members - The PubG-2010 Healthy Retiree on a fully generational basis by Mortality Improvement Scale MP-2021.

Disabled members – Mortality rates based on the RP-2000 Disabled Retiree Mortality Table, with no projection for mortality improvement.

The 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 and an adjustment for the effect of rebalancing/diversification.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

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 are summarized in the following table:

Asset Class	Target Allocation			
	MERS	MPERS	FRS	LASERS
Equity	53.00%	51.00%	52.00%	0.00%
Fixed Income	29.00%	35.00%	32.00%	0.00%
Alternatives	18.00%	14.00%	16.00%	0.00%
Totals	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>0.00%</u>

Asset Class	Long-Term Expected Portfolio Real Rate of Return			
	MERS	MPERS	FRS	LASERS
Cash	0.00%	0.00%	0.00%	0.85%
Fixed Income	1.26%	1.21%	10.48%	7.90%
Equity	2.31%	3.20%	27.35%	9.64%
Alternatives	<u>0.78%</u>	<u>1.04%</u>	20.55%	7.43%
Total Fund	4.35%	5.45%		5.75%
Inflation	<u>2.50%</u>	<u>2.67%</u>	<u>2.50%</u>	<u>2.40%</u>
Expected Arithmetic Nominal Return	<u>6.85%</u>	<u>8.12%</u>	<u>6.90%</u>	<u>8.30%</u>

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 Board of Trustees and the Public Retirement Systems' Actuarial Committee taking into consideration the recommendation of System's actuary. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity to Changes in the Discount Rate: The following table presents the City's proportionate share of net pension liability using the discount rate of each retirement system, as well as what the City's net pension liability would be if it were calculated using a discount rate that is one percentage point lower, or one percentage point higher than the current rate:

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

	1% Decrease	Current Discount Rate	1% Increase
MERS (Plan A)			
Discount Rates	5.85%	6.85%	7.85%
Net Pension Liability (Asset)	\$ 3,614,375	\$ 2,203,486	\$ 1,012,991
MPERS			
Discount Rates	5.75%	6.75%	7.75%
Net Pension Liability (Asset)	\$ 5,835,288	\$ 3,557,365	\$ 1,649,691
FRS			
Discount Rates	5.90%	6.90%	7.90%
Net Pension Liability (Asset)	\$ 5,068,952	\$ 2,627,056	\$ 591,499
LASERS			
Discount Rates	6.25%	7.25%	8.25%
Net Pension Liability (Asset)	\$ 87,701	\$ 57,614	\$ 37,580

(15) Commitments and Contingencies

Litigation

At August 31, 2025, the City of Crowley was a defendant in several lawsuits. Reserves for claims losses are established and recorded as liabilities of the Risk Management Fund when information available indicates that it is probable that an asset has been impaired or a liability has been incurred and the amount of the loss can be reasonably estimated. The City's legal counsel has reviewed the claims and lawsuits, in order to evaluate the likelihood of an unfavorable outcome to the City and to arrive at an estimate, if any, of the amount or range of potential loss to the City not covered by insurance. As a result of the review, there are no claims and lawsuits that an unfavorable outcome would materially affect the financial statements. Also, the City may be exposed to losses for which the amounts cannot be determined at this time.

Grant Audits

The City receives federal and state grants for specific purposes that are subject to review and audit by federal and state agencies. Such audits could result in a request for reimbursement by these agencies for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of City management, such disallowances, if any, will not be significant to the City's financial statements.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

(16) Risk Management

A. Workmen’s Compensation and Commercial Insurance Coverage

Effective February 1, 1994, the City established a risk management program for its workman’s compensation coverage and accounts for it in the Workmen’s Compensation Fund. Interfund premiums are paid into this fund and are available to pay claims and administrative costs. All funds of the City participate in the program and make payments to the Workmen’s Compensation Fund based on premiums needed to pay prior and current year claims, administrative costs, and commercial insurance premiums and to establish a reserve for losses relating to catastrophes.

For the year ended August 31, 2025, the claims liability of \$20,683 was reported in the Workmen’s Compensation Fund. The claims liability is based on the requirements of GASB, which are that a liability for claims be reported as of the financial statement date if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred and the amount of the loss can be reasonably estimated.

Reconciliation of Claims Liabilities

	<u>2025</u>	<u>2024</u>
Unpaid claims, beginning	\$ 14,291	\$ 17,455
Claims incurred	146,363	153,150
Claims payments	<u>(139,971)</u>	<u>(156,314)</u>
Unpaid claims, ending	<u>\$ 20,683</u>	<u>\$ 14,291</u>

Claims payable of \$22,683 at August 31, 2025 consisted of claims incurred prior to August 31, 2025 and paid in September, 2025 through October, 2025.

B. Group Self- Insurance

Effective May 1, 1990, the City established a risk management program for its group health and life insurance coverage and accounts for it in the Employee Benefit Plan Fund. Both the employer and employees’ share of premiums are paid into this fund and are available to pay claims and administrative costs. Interfund premiums are based primarily upon the insured fund’s number of participants.

For the year ended August 31, 2025, the claims liability of \$53,373 was reported in the Employee Benefit Plan Fund. The claims liability is based on the requirements of GASB, which are that a liability for claims be reported as of the financial statement date if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred and the amount of the loss can be reasonably estimated.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

Reconciliation of Claims Liabilities

	<u>2025</u>	<u>2024</u>
Unpaid claims, beginning	\$ 80,366	\$ 62,708
Claims incurred	1,184,788	1,146,568
Claims payments	<u>(1,211,781)</u>	<u>(1,128,910)</u>
Unpaid claims, ending	<u>\$ 53,373</u>	<u>\$ 80,366</u>

Claims payable of \$53,373 at August 31, 2025 consisted of claims incurred prior to August 31, 2025 and paid in September, 2025 through November, 2025.

(17) Post-employment Benefits

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

Benefits Provided – Medical insurance benefits are provided through comprehensive plans and are made available to employees upon actual retirement. The employees are covered by a retirement system whose retirement eligibility (D.R.O.P. entry) provisions are as follows: 25 years of service at any age; or, age 60 and 10 years of service. Employees hired on and after January 1, 2013 must meet the following retirement (D.R.O.P. entry) requirements: age 55 and 30 years of service; age 62 and 10 years of service; or, age 67 and 7 years of service.

Contribution Rates – Employees do not contribute to their post employment benefits costs until they become retirees and begin receiving those benefits. Prior to Medicare the employer pays 100% of the premium for employee retirement coverage but not dependents; during Medicare the employer does not pay for coverage. The plan provisions and contribution rates are contained in the official plan documents.

Employees covered by benefit terms – The following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	2
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	<u>108</u>
	<u>110</u>

The City’s total OPEB liability of \$1,700,563 was measured as of August 31, 2025 and was determined by an actuarial valuation as of August 31, 2025.

Actuarial Assumptions and other inputs – The total OPEB liability in the August 31, 2025 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

Inflation	2.0%
Salary increases	6.4% for 1-4 years of service and 4.5% for 5+ years, including inflation
Prior Discount rate	3.85%
Discount rate	5.23%, net of OPEB plan investment expense, including inflation
Healthcare cost trend rates	Getzen model, initial trend of 5.5%
Mortality	Pub-2010 Public Retirement Plans Mortality Table for General Below Median Employees and Healthy Retirees, headcount weighted, multiplied by 120%, each with full generational projection using SOA MP-2021 scale

The discount rate was based on the Bond Buyers' 20 Year General Obligation municipal bond index as of August 31, 2025, the end of the applicable measurement period.

The actuarial assumptions used in the August 31, 2025 valuation were based on the results of ongoing evaluations of the assumptions from September 1, 2009 to August 31, 2024.

The following presents changes in the total OPEB liability:

Balance at August 31, 2024	<u>\$ 1,825,755</u>
Changes for the year:	
Service cost	71,444
Interest	72,248
Changes in assumptions	(227,231)
Benefit payments and net transfers	<u>(41,653)</u>
Net changes	<u>(125,192)</u>
Balance at August 31, 2025	<u>\$ 1,700,563</u>

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

	1.0% Decrease 4.23%	Current Discount Rate 5.23%	1.0% Increase 6.23%
Total OPEB liability	<u>\$ 1,863,769</u>	<u>\$ 1,700,563</u>	<u>\$ 1,554,620</u>

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

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

	1.0% Decrease 4.50%	Current Trend 5.50%	1.0% Increase 6.50%
Total OPEB liability	\$ 1,575,917	\$ 1,700,563	\$ 1,847,557

For the year ended August 31, 2025, the City recognized OPEB expense of \$22,486. At August 31, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 580,594	\$ 37,037
Changes in assumptions	<u>106,781</u>	<u>627,852</u>
Total	<u>\$ 687,375</u>	<u>\$ 664,889</u>

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

Year Ended <u>August 31:</u>	
2026	\$ 6,716
2027	6,716
2028	6,713
2029	(5,416)
2030	(3,608)
2031 - 2045	<u>11,365</u>
	<u>\$ 22,486</u>

Actuarial Cost Method – Each employee’s service costs are calculated as a level percentage of that employee’s projected pay. The attribution period extends from the first period for which the employee provides service under the benefit terms through the assumed commencement of benefit payments for that employee. The employer portion of the cost for retiree medical care in each future year is determined by projecting the current cost levels using the healthcare cost trend rate and discounting this projected amount to the valuation date using the other described pertinent actuarial assumptions, including the investment return assumption (discount rate), mortality and turnover.

Actuarial Value of Plan Assets – There are no plan assets since the OPEB benefits are not as yet funded.

Turnover Rate – An age-related turnover scale based on actual experience has been used. The rates, when applied to the active employee census, produce a composite average annual turnover of approximately 13%.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

Method of Determining Value of Benefits – The "value of benefits" has been assumed to be the portion of the premium after retirement date expected to be paid by the employer for each retiree and has been used as the basis for calculating the actuarial present value of OPEB benefits to be paid. The employer pays the cost of the medical insurance for the retiree or dependents under a fully insured plan, reduced by any employee contributions, but the active employees and pre-Medicare retirees are assigned the same rate, a blended rate. Thus, since GASB 74/75 mandates that “unblended” rates be used, the “unblended” rates have been estimated for retired members before Medicare eligibility to be an age and gender specific equivalent of the blended rates by applying an implied subsidy adjustment. The implied subsidy adjustment was developed for each gender at each retirement age before age 65 from data based on actual regional per-capita claims experience in recent years and as applied to the census data characteristics obtained historically for various regional employees.

(18) Interfund Receivables/Payables and Interfund Transfers

A. A summary of interfund receivables and payables follows:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 196,040	\$ 16,854
Sales Tax Fund	1	-
2012 Sales Tax - Infrastructure Improvement fund	-	1
Nonmajor governmental funds	<u>16,029</u>	<u>108,107</u>
Total governmental funds	212,070	124,962
Internal service funds	56,985	108,538
Enterprise Fund	-	<u>35,555</u>
Total	<u>\$ 269,055</u>	<u>\$ 269,055</u>

The amounts due from the General Fund to various other funds are for reimbursements owed for expenditures paid for those funds.

B. Interfund transfers consisted of the following:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 8,430,613	\$ 284,256
Sales Tax Fund	-	5,780,063
1/2 Cent Sales Tax - Salary Fund	-	2,426,005
2012 Sales Tax - Infrastructure Improvement Fund	-	2,624,726
Nonmajor governmental funds	<u>3,372,397</u>	<u>791,534</u>
Total governmental funds	11,803,010	11,906,584
Enterprise Fund	<u>201,287</u>	<u>97,713</u>
Total	<u>\$ 12,004,297</u>	<u>\$ 12,004,297</u>

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to (b) use unrestricted

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

revenues collected to finance various programs accounted for in other funds in accordance with budgetary authorizations.

(19) On-Behalf Payments

The City has recognized \$457,143 as revenue and expenditure for on-behalf salary payments, of which \$419,080 was made by the State of Louisiana, \$38,063 was made by the Acadia Parish Sheriff's Office.

(20) Deficit Fund Balance

The Youth Recreation Building Maintenance Fund has a deficit fund balance at August 31, 2025 of \$45,612. The deficit will be financed through future revenues of the fund.

(21) Upcoming Accounting Pronouncements

In April 2024, The Governmental Accounting Standard Board issued Statement No. 103, *Financial Reporting Model Improvements*. GASB 103 is effective for fiscal years beginning after June 15, 2025, and will revise certain financial reporting requirements, including management's discussion and analysis, the presentation of proprietary fund financial statements, budgetary comparisons, and reporting unusual or infrequent items. The City has not yet determined the effect, if any, that the adoption of this statement will have on its financial statements.

In September 2024, the Governmental Accounting Standards Board issued Statement No. 104, *Disclosure of Capital Assets*. GASB 104 is effective for fiscal years beginning after June 15, 2025, and enhances existing capital asset disclosure requirements, The statement clarifies disclosure requirements for lease assets, including right-to-use assets, subscription assets, other intangible assets, and capital assets held for sale. The City has not yet evaluated the effect, if any, that adoption of this statement will have on the financial statements.

(22) Prior Period Adjustment

The beginning net position of governmental activities and business-type activities has been restated due to the City's implementation of Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. In prior years, the City did not accrue a liability for all compensated absences. The adjustment records the liability for accumulated sick leave, annual leave, and comp time in accordance with GASB 101.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
September 1, 2024 net position, as reported	\$ 22,619,776	\$ 12,894,710
Prior period adjustment:		
Change in accounting principle		
Net effect of recording compensated absences payable	<u>(188,341)</u>	<u>(15,213)</u>
September 1, 2024 net position, as restated	<u>\$ 22,431,435</u>	<u>\$ 12,879,497</u>

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**REQUIRED
SUPPLEMENTARY INFORMATION**

CITY OF CROWLEY, LOUISIANA
General Fund

Budgetary Comparison Schedule
For the Year Ended August 31, 2025

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		(Negative)
Revenues:				
Taxes	\$ 3,249,232	\$ 3,193,505	\$ 3,218,218	\$ 24,713
Licenses and permits	751,400	850,700	901,322	50,622
Intergovernmental	2,919,060	2,046,152	1,972,978	(73,174)
Charges for services	45,326	93,063	90,629	(2,434)
Fines and fees	551,442	1,090,000	1,068,061	(21,939)
Investment income	143,709	149,710	93,835	(55,875)
Miscellaneous	335,201	124,362	129,281	4,919
Total revenues	<u>7,995,370</u>	<u>7,547,491</u>	<u>7,474,324</u>	<u>(73,167)</u>
Expenditures:				
Current -				
General government	2,045,202	2,096,525	2,032,680	63,845
Public safety	8,589,029	9,028,515	9,444,878	(416,363)
Public works	1,861,226	2,033,612	2,064,051	(30,439)
Economic development	116,000	116,000	98,737	17,263
Capital outlay	4,946,410	2,014,496	2,184,975	(170,479)
Debt service -				
Principal retirement	-	-	39,982	(39,982)
Total expenditures	<u>17,557,868</u>	<u>15,289,149</u>	<u>15,865,303</u>	<u>(576,154)</u>
Deficiency of revenues over expenditures	<u>(9,562,498)</u>	<u>(7,741,657)</u>	<u>(8,390,979)</u>	<u>(649,322)</u>
Other financing sources (uses):				
Appropriation to other governments	-	-	(160,303)	(160,303)
Proceeds from sale of fixed assets	-	-	27,053	27,053
Transfers in	8,499,592	8,650,722	8,430,613	(220,109)
Transfers out	(243,648)	(243,648)	(284,256)	(40,608)
Total other financing sources (uses)	<u>8,255,944</u>	<u>8,407,074</u>	<u>8,013,107</u>	<u>(393,967)</u>
Net change in fund balance	(1,306,554)	665,417	(377,872)	(1,043,289)
Fund balance, beginning	<u>1,740,247</u>	<u>1,740,247</u>	<u>1,740,247</u>	<u>-</u>
Fund balance, ending	<u>\$ 433,693</u>	<u>\$ 2,405,664</u>	<u>\$ 1,362,375</u>	<u>\$ (1,043,289)</u>

CITY OF CROWLEY, LOUISIANA
Sales Tax Fund

Budgetary Comparison Schedule
For the Year Ended August 31, 2025

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 5,443,113	\$ 5,945,266	\$ 6,048,072	\$ 102,806
Investment income	350	12,300	13,608	1,308
Total revenues	<u>5,443,463</u>	<u>5,957,566</u>	<u>6,061,680</u>	<u>104,114</u>
Expenditures:				
Current -				
General government	<u>101,532</u>	<u>118,000</u>	<u>119,978</u>	<u>(1,978)</u>
Excess of revenues over expenditures	5,341,931	5,839,566	5,941,702	102,136
Other financing uses:				
Transfers out	<u>(5,341,602)</u>	<u>(5,839,566)</u>	<u>(5,780,063)</u>	<u>59,503</u>
Net change in fund balance	329	-	161,639	161,639
Fund balance, beginning	<u>2,248,945</u>	<u>2,248,945</u>	<u>2,248,945</u>	<u>-</u>
Fund balance, ending	<u>\$ 2,249,274</u>	<u>\$ 2,248,945</u>	<u>\$ 2,410,584</u>	<u>\$ 161,639</u>

CITY OF CROWLEY, LOUISIANA
One-Half Cent Sales Tax - Salary Fund

Budgetary Comparison Schedule
For the Year Ended August 31, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 1,814,371	\$ 1,981,755	\$ 2,016,023	\$ 34,268
Investment income	4,000	55,400	46,191	(9,209)
Total revenues	1,818,371	2,037,155	2,062,214	25,059
Expenditures:				
Current -				
General government	33,150	41,000	39,060	1,940
Excess of revenues over expenditures	1,785,221	1,996,155	2,023,154	26,999
Other financing uses:				
Transfers out	(1,778,200)	(2,385,453)	(2,426,005)	(40,552)
Net change in fund balance	7,021	(389,297)	(402,851)	(13,554)
Fund balance, beginning	1,538,291	1,538,291	1,538,291	-
Fund balance, ending	\$ 1,545,312	\$ 1,148,994	\$ 1,135,440	\$ (13,554)

CITY OF CROWLEY, LOUISIANA
2012 Sales Tax - Infrastructure Improvement Fund

Budgetary Comparison Schedule
For the Year Ended August 31, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 1,814,371	\$ 1,981,755	\$ 2,016,275	\$ 34,520
Investment income	100,000	160,000	121,761	(38,239)
Net increase (decrease) in fair value of investments	(60,591)	180,000	75,135	(104,865)
Total revenues	1,853,780	2,321,755	2,213,171	(108,584)
Expenditures:				
Current -				
General government	29,713	43,000	39,313	3,687
Excess of revenues over expenditures	1,824,067	2,278,755	2,173,858	(104,897)
Other financing uses:				
Transfers out	(3,978,938)	(2,894,489)	(2,624,726)	269,763
Net change in fund balance	(2,154,870)	(615,734)	(450,868)	164,866
Fund balance, beginning	5,297,793	5,297,793	5,297,793	-
Fund balance, ending	\$ 3,142,923	\$ 4,682,059	\$ 4,846,925	\$ 164,866

CITY OF CROWLEY, LOUISIANA

Notes to Budgetary Comparison Schedule

(1) Budgets and Budgetary Accounting

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

- (a) The City Clerk prepares a proposed operating budget for the fiscal year and submits it to the Mayor and City Council not later than fifteen days prior to the beginning of each fiscal year.
- (b) A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
- (c) A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
- (d) After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of a resolution prior to the commencement of the fiscal year for which the budget is being adopted.
- (e) Budgetary amendments involving the transfer of funds from one department, program or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Council.
- (f) All budgetary appropriations lapse at the end of each fiscal year.
- (g) Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or as finally amended by the Council.

The General Fund and the Sales Tax Fund reported excess expenditures over appropriations.

CITY OF CROWLEY, LOUISIANA

Schedule of Changes in Total OPEB Liability and Related Ratios
For the Year Ended August 31, 2025

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Changes for the year:								
Service cost	\$ 71,444	\$ 72,053	\$ 14,310	\$ 16,315	\$ 16,690	\$ 14,299	\$ 11,442	\$ 12,787
Interest	72,248	68,742	60,868	32,217	30,560	41,027	47,127	42,104
Changes of benefit terms	-	-	-	-	-	-	-	-
Differences between expected and actual experience	-	317,205	93,167	398,025	91,624	(92,592)	21,457	50,179
Changes of assumptions	(227,231)	(344,828)	(20,390)	(273,322)	10,149	74,529	122,224	(44,522)
Benefit payments	<u>(41,653)</u>	<u>(38,892)</u>	<u>(34,404)</u>	<u>(32,610)</u>	<u>(32,450)</u>	<u>(30,758)</u>	<u>(36,930)</u>	<u>(35,005)</u>
Net change in total OPEB liability	(125,192)	74,280	113,551	140,625	116,573	6,505	165,320	25,543
Total OPEB liability - beginning	<u>1,825,755</u>	<u>1,751,475</u>	<u>1,637,924</u>	<u>1,497,299</u>	<u>1,380,726</u>	<u>1,374,221</u>	<u>1,208,901</u>	<u>1,183,358</u>
Total OPEB liability - ending	<u>\$ 1,700,563</u>	<u>\$ 1,825,755</u>	<u>\$ 1,751,475</u>	<u>\$ 1,637,924</u>	<u>\$ 1,497,299</u>	<u>\$ 1,380,726</u>	<u>\$ 1,374,221</u>	<u>\$ 1,208,901</u>
Covered - employee payroll	<u>\$ 4,817,816</u>	<u>\$ 4,574,021</u>	<u>\$ 3,611,419</u>	<u>\$ 3,506,232</u>	<u>\$ 3,778,006</u>	<u>\$ 3,667,967</u>	<u>\$ 4,201,335</u>	<u>\$ 4,078,966</u>
Total OPEB liability as a percentage of covered-employee payroll	<u>35.30%</u>	<u>39.92%</u>	<u>48.50%</u>	<u>46.71%</u>	<u>39.63%</u>	<u>37.64%</u>	<u>32.71%</u>	<u>29.64%</u>
Notes to Schedule:								
Benefit Changes	None	None	None	None	None	None	None	None
Changes of Assumptions:								
Discount Rate	5.23%	3.85%	3.81%	3.70%	2.14%	2.20%	2.97%	3.88%
Mortality	2010(B)*	2010(B)*	RP-2014	RP-2014	RP-2014	RP-2014	RP-2000	RP-2000
Trend	1.2 Getzen	1.2 Getzen	4.5% to 5.5%	4.5% to 5.5%	4.5% to 5.5%	4.5% to 5.5%	5.50%	5.50%

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

CITY OF CROWLEY, LOUISIANA

Schedule of Employer's Share of Net Pension Liability
Municipal Employees' Retirement System - Plan A
For the Year Ended August 31, 2025

* Year ended August 31,	Employer Proportion of the Net Pension Liability (Asset)	Employer Proportionate Share of the Net Pension Liability (Asset)	Employer's Covered Payroll	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2016	0.991152%	\$ 4,062,445	\$ 1,761,004	230.69%	62.11%
2017	0.983876%	\$ 4,115,968	\$ 1,782,810	230.87%	62.49%
2018	0.944911%	\$ 3,912,572	\$ 1,576,562	248.17%	63.94%
2019	0.948318%	\$ 3,962,700	\$ 1,688,062	234.75%	64.68%
2020	0.814473%	\$ 3,521,300	\$ 1,556,723	226.20%	64.52%
2021	0.821996%	\$ 2,286,385	\$ 1,552,926	147.23%	77.82%
2022	0.888586%	\$ 3,690,505	\$ 1,701,442	216.90%	67.87%
2023	0.826942%	\$ 3,022,360	\$ 1,662,055	181.84%	72.46%
2024	0.864079%	\$ 2,431,517	\$ 1,760,238	138.14%	79.05%
2025	0.961287%	\$ 2,203,486	\$ 1,979,137	111.34%	83.47%

* The amounts presented have a measurement date of June 30.

CITY OF CROWLEY, LOUISIANA

Schedule of Employer Contributions
Municipal Employees' Retirement System - Plan A
For the Year Ended August 31, 2025

<u>Year ended August 31,</u>	<u>Contractually Required Contribution</u>	<u>Contributions in Relation to Contractual Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Employer's Covered Payroll</u>	<u>Contributions as a % of Covered Payroll</u>
2016	\$ 349,690	\$ 349,690	\$ -	\$ 1,754,813	19.93%
2017	\$ 393,156	\$ 393,156	\$ -	\$ 1,707,230	23.03%
2018	\$ 416,092	\$ 416,092	\$ -	\$ 1,557,923	26.71%
2019	\$ 484,853	\$ 484,853	\$ -	\$ 1,719,220	28.20%
2020	\$ 426,436	\$ 426,436	\$ -	\$ 1,517,145	28.11%
2021	\$ 446,740	\$ 446,740	\$ -	\$ 1,560,318	28.63%
2022	\$ 505,123	\$ 505,123	\$ -	\$ 1,719,743	29.37%
2023	\$ 487,794	\$ 487,794	\$ -	\$ 1,653,540	29.50%
2024	\$ 523,950	\$ 523,950	\$ -	\$ 1,871,250	28.00%
2025	\$ 569,078	\$ 569,078	\$ -	\$ 2,047,752	27.79%

CITY OF CROWLEY, LOUISIANA

Schedule of Employer's Share of Net Pension Liability
Municipal Police Employees' Retirement System
For the Year Ended August 31, 2025

* Year ended August 31,	Employer Proportion of the Net Pension Liability (Asset)	Employer Proportionate Share of the Net Pension Liability (Asset)	Employer's Covered Payroll	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2016	0.534363%	\$ 5,008,487	\$ 1,228,042	407.84%	66.04%
2017	0.529237%	\$ 4,620,463	\$ 1,568,181	294.64%	70.08%
2018	0.539208%	\$ 4,558,497	\$ 1,583,531	287.87%	71.89%
2019	0.489336%	\$ 4,443,990	\$ 1,518,571	292.64%	71.01%
2020	0.430059%	\$ 3,974,747	\$ 1,439,022	276.21%	70.94%
2021	0.462539%	\$ 2,465,586	\$ 1,411,124	174.72%	84.09%
2022	0.460503%	\$ 4,707,158	\$ 1,421,663	331.10%	70.80%
2023	0.392532%	\$ 4,147,088	\$ 1,329,755	311.87%	71.30%
2024	0.501318%	\$ 4,541,920	\$ 1,767,193	257.01%	75.84%
2025	0.515105%	\$ 3,557,365	\$ 1,931,035	184.22%	81.94%

* The amounts presented have a measurement date of June 30.

CITY OF CROWLEY, LOUISIANA

Schedule of Employer Contributions
Municipal Police Employees' Retirement System
For the Year Ended August 31, 2025

<u>Year ended August 31,</u>	<u>Contractually Required Contribution</u>	<u>Contributions in Relation to Contractual Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Employer's Covered Payroll</u>	<u>Contributions as a % of Covered Payroll</u>
2016	\$ 420,498	\$ 420,498	\$ -	\$ 1,235,209	34.04%
2017	\$ 492,477	\$ 492,477	\$ -	\$ 1,562,453	31.52%
2018	\$ 491,991	\$ 491,991	\$ -	\$ 1,578,543	31.17%
2019	\$ 498,542	\$ 498,542	\$ -	\$ 1,495,624	33.33%
2020	\$ 477,407	\$ 477,407	\$ -	\$ 1,459,790	32.70%
2021	\$ 464,316	\$ 464,316	\$ -	\$ 1,403,001	33.09%
2022	\$ 422,936	\$ 422,936	\$ -	\$ 1,397,012	30.27%
2023	\$ 469,132	\$ 469,132	\$ -	\$ 1,382,808	33.93%
2024	\$ 660,058	\$ 660,058	\$ -	\$ 1,854,096	35.60%
2025	\$ 694,656	\$ 694,656	\$ -	\$ 1,974,484	35.18%

CITY OF CROWLEY, LOUISIANA

Schedule of Employer's Share of Net Pension Liability
 Firefighters' Retirement System
 For the Year Ended August 31, 2025

* Year ended August 31,	Employer Proportion of the Net Pension Liability (Asset)	Employer Proportionate Share of the Net Pension Liability (Asset)	Employer's Covered Payroll	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2016	0.649170%	\$ 4,246,159	\$ 1,463,744	290.09%	68.16%
2017	0.646731%	\$ 3,706,964	\$ 1,510,026	245.49%	73.55%
2018	0.605011%	\$ 3,480,070	\$ 1,440,435	241.60%	74.76%
2019	0.646234%	\$ 4,046,659	\$ 1,544,847	261.95%	73.96%
2020	0.610610%	\$ 4,232,473	\$ 1,520,129	278.43%	72.61%
2021	0.589802%	\$ 2,090,171	\$ 1,487,549	140.51%	86.78%
2022	0.595390%	\$ 4,198,269	\$ 1,549,791	270.89%	74.68%
2023	0.579791%	\$ 3,784,184	\$ 1,563,201	242.08%	77.69%
2024	0.589624%	\$ 3,319,920	\$ 1,694,360	195.94%	81.68%
2025	0.623695%	\$ 2,627,056	\$ 1,924,958	136.47%	86.96%

* The amounts presented have a measurement date of June 30.

CITY OF CROWLEY, LOUISIANA

Schedule of Employer Contributions
 Firefighters' Retirement System
 For the Year Ended August 31, 2025

Year ended August 31,	Contractually Required Contribution	Contributions in Relation to Contractual Required Contribution	Contribution Deficiency (Excess)	Employer's Covered Payroll	Contributions as a % of Covered Payroll
2016	\$ 396,009	\$ 396,009	\$ -	\$ 1,475,113	26.85%
2017	\$ 370,264	\$ 370,264	\$ -	\$ 1,452,523	25.49%
2018	\$ 386,559	\$ 386,559	\$ -	\$ 1,445,149	26.75%
2019	\$ 423,078	\$ 423,078	\$ -	\$ 1,556,545	27.18%
2020	\$ 421,850	\$ 421,850	\$ -	\$ 1,504,584	28.04%
2021	\$ 477,195	\$ 477,195	\$ -	\$ 1,487,549	32.08%
2022	\$ 517,701	\$ 517,701	\$ -	\$ 1,549,791	33.40%
2023	\$ 521,617	\$ 521,617	\$ -	\$ 1,563,201	33.37%
2024	\$ 605,247	\$ 605,247	\$ -	\$ 1,820,295	33.25%
2025	\$ 638,886	\$ 638,886	\$ -	\$ 1,921,460	33.25%

CITY OF CROWLEY, LOUISIANA

Schedule of Employer's Share of Net Pension Liability
Louisiana State Employees' Retirement System
For the Year Ended August 31, 2025

* Year ended August 31,	Employer Proportion of the Net Pension Liability (Asset)	Employer Proportionate Share of the Net Pension Liability (Asset)	Employer's Covered Payroll	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2016	0.001300%	\$ 102,319	\$ 25,001	409.26%	57.70%
2017	0.002380%	\$ 167,595	\$ 27,124	617.88%	62.50%
2018	0.002290%	\$ 156,449	\$ 30,301	516.32%	64.30%
2019	0.001610%	\$ 116,933	\$ 29,625	394.71%	62.90%
2020	0.001440%	\$ 119,263	\$ 29,718	401.32%	58.00%
2021	0.149000%	\$ 82,174	\$ 30,907	265.88%	72.78%
2022	0.149000%	\$ 112,413	\$ 31,627	355.43%	63.65%
2023	0.001390%	\$ 93,308	\$ 30,907	301.90%	68.42%
2024	0.001370%	\$ 74,504	\$ 30,907	241.06%	74.60%
2025	0.001280%	\$ 57,614	\$ 31,656	182.00%	79.30%

* The amounts presented have a measurement date of June 30.

CITY OF CROWLEY, LOUISIANA

Schedule of Employer Contributions
Louisiana State Employees' Retirement System
For the Year Ended August 31, 2025

<u>Year ended August 31,</u>	<u>Contractually Required Contribution</u>	<u>Contributions in Relation to Contractual Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Employer's Covered Payroll</u>	<u>Contributions as a % of Covered Payroll</u>
2016	\$ 9,545	\$ 9,545	\$ -	\$ 25,001	38.18%
2017	\$ 10,531	\$ 10,531	\$ -	\$ 26,978	39.04%
2018	\$ 12,193	\$ 12,193	\$ -	\$ 30,301	40.24%
2019	\$ 12,564	\$ 12,564	\$ -	\$ 29,718	42.28%
2020	\$ 12,603	\$ 12,603	\$ -	\$ 29,718	42.41%
2021	\$ 13,506	\$ 13,506	\$ -	\$ 30,907	43.70%
2022	\$ 12,781	\$ 12,781	\$ -	\$ 31,627	40.41%
2023	\$ 14,108	\$ 14,108	\$ -	\$ 30,907	45.65%
2024	\$ 12,893	\$ 12,893	\$ -	\$ 32,095	40.17%
2025	\$ 12,574	\$ 12,574	\$ -	\$ 31,834	39.50%

CITY OF CROWLEY, LOUISIANA

Notes to Retirement System Schedules (Continued)

(1) Retirement Systems

A. Municipal Employees' Retirement System

Changes of benefit terms –

There were no changes of benefit terms for the year ended August 31, 2025.

Changes of assumptions –

* Year Ended <u>August 31,</u>	<u>Discount Rate</u>	<u>Investment Rate of Return</u>	<u>Inflation Rate</u>	<u>Expected Remaining Service Lives</u>	<u>Projected Salary Increase</u>	
					<u>Lower Range</u>	<u>Upper Range</u>
2016	7.500%	7.500%	2.875%	3	0.00%	5.00%
2017	7.400%	7.400%	2.775%	3	0.00%	5.00%
2018	7.275%	7.275%	2.600%	3	0.00%	5.00%
2019	7.000%	7.000%	2.500%	3	4.50%	6.40%
2020	6.950%	6.950%	2.500%	3	4.50%	6.40%
2021	6.850%	6.850%	2.500%	3	4.50%	6.40%
2022	6.850%	6.850%	2.500%	3	4.50%	6.40%
2023	6.850%	6.850%	2.500%	3	4.50%	6.40%
2024	6.850%	6.850%	2.500%	3	4.40%	9.00%
2025	6.850%	6.850%	2.500%	3	4.40%	9.00%

* The amounts presented have a measurement date of June 30.

CITY OF CROWLEY, LOUISIANA

Notes to Retirement System Schedules (Continued)

B. Municipal Police Employees' Retirement System

Changes of benefit terms –

There were no changes of benefit terms for the year ended August 31, 2025.

Changes of assumptions –

* Year Ended August 31,	Discount Rate	Investment Rate of Return	Inflation Rate	Expected Remaining Service Lives	Projected Salary Increase	
					Lower Range	Upper Range
2016	7.500%	7.500%	2.875%	4	4.25%	9.75%
2017	7.325%	7.500%	2.700%	4	4.25%	9.75%
2018	7.200%	7.200%	2.600%	4	4.25%	9.75%
2019	7.125%	7.125%	2.500%	4	4.25%	9.75%
2020	6.950%	6.950%	2.500%	4	4.70%	12.30%
2021	6.750%	6.750%	2.500%	4	4.70%	12.30%
2022	6.750%	6.750%	2.500%	4	4.70%	12.30%
2023	6.750%	6.750%	2.500%	4	4.70%	12.30%
2024	6.750%	6.750%	2.500%	4	4.70%	12.30%
2025	6.750%	6.750%	2.500%	4	4.75%	13.00%

* The amounts presented have a measurement date of June 30.

CITY OF CROWLEY, LOUISIANA

Notes to Retirement System Schedules (Continued)

C. Firefighters' Retirement System

Changes of benefit terms –

There were no changes of benefit terms for the year ended August 31, 2025.

Changes of assumptions –

* Year Ended August 31,	Discount Rate	Investment Rate of Return	Inflation Rate	Expected Remaining Service Lives	Projected Salary Increase	
					Lower Range	Upper Range
2016	7.50%	7.50%	2.875%	7	4.75%	15.00%
2017	7.40%	7.40%	2.775%	7	4.75%	15.00%
2018	7.30%	7.30%	2.700%	7	4.75%	15.00%
2019	7.15%	7.15%	2.500%	7	4.50%	14.75%
2020	7.00%	7.00%	2.500%	7	5.20%	14.10%
2021	6.90%	6.90%	2.500%	7	5.20%	14.10%
2022	6.90%	6.90%	2.500%	7	5.20%	14.10%
2023	6.90%	6.90%	2.500%	7	5.20%	14.10%
2024	6.90%	6.90%	2.500%	7	5.20%	14.10%
2025	6.90%	6.90%	2.500%	7	5.00%	14.50%

* The amounts presented have a measurement date of June 30.

CITY OF CROWLEY, LOUISIANA

Notes to Retirement System Schedules (Continued)

D. Louisiana State Employees' Retirement System

Changes of benefit terms –

There were no changes of benefit terms for the year ended August 31, 2025.

Changes of assumptions –

* Year Ended August 31,	Discount Rate	Investment Rate of Return	Inflation Rate	Expected Remaining Service Lives	Projected Salary Increase	
					Lower Range	Upper Range
2016	7.750%	7.750%	3.000%	3	3.00%	5.50%
2017	7.700%	7.700%	2.750%	3	2.80%	5.30%
2018	7.650%	7.650%	2.750%	3	2.80%	5.30%
2019	7.600%	7.600%	2.500%	2	2.80%	5.30%
2020	7.550%	7.550%	2.300%	2	2.60%	5.10%
2021	7.400%	7.400%	2.300%	2	2.60%	5.10%
2022	7.250%	7.400%	2.300%	2	2.60%	5.10%
2023	7.250%	7.250%	2.300%	2	2.60%	5.10%
2024	7.250%	7.250%	2.400%	2	2.40%	4.80%
2025	7.250%	7.250%	2.400%	2	2.40%	4.80%

* The amounts presented have a measurement date of June 30.

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SUPPLEMENTARY INFORMATION

CITY OF CROWLEY, LOUISIANA

Schedule of Compensation, Benefits, and Other Payments to Agency Head
Mayor
Year Ended August 31, 2025

<u>Purpose</u>	<u>Amount</u>
Chad Monceaux, Mayor:	
Salary	\$ 79,572
Benefits-insurance	7,334
Benefits-retirement	22,054
Benefits - Medicare	1,130
Travel expense reimbursement - gas	2,571
Travel expense reimbursement - hotels	1,222
	<u>\$ 113,883</u>

CITY OF CROWLEY, LOUISIANA

Schedule of Compensation
City Council
Year Ended August 31, 2025

City Officials:	
Jeffery Dore	\$ 10,455
Byron Wilridge, Sr.	10,455
Thompson Bradford Core	10,455
Richard "Dickie" Latiolais	10,455
Dr. Sandra Marx	11,691
Samuel J Reggie III	10,455
Vernon Martin	10,455
Katie Chiasson	10,455
Chuck Ashby	<u>10,455</u>
	<u>\$ 95,331</u>

CITY OF CROWLEY, LOUISIANA

Justice System Funding Schedule
 Receiving Entity
 Year Ended August 31, 2025

Cash Basis Presentation	First Six Month Period Ended <u>02/28/2024</u>	Second Six Month Period Ended <u>08/31/2024</u>
Receipts From:		
Crowley City Court - Criminal Court Costs/Fees	\$ 34,923	\$ 37,833
Crowley City Court - Criminal Fines - Other	<u>445,971</u>	<u>493,537</u>
Total receipts	<u>\$ 480,894</u>	<u>\$ 531,370</u>

OTHER INFORMATION

CITY OF CROWLEY, LOUISIANA
General Fund

Budgetary Comparison Schedule - Revenues
For the Year Ended August 31, 2025
With Comparative Actual Amounts for the Year Ended August 31, 2024

	2025			Variance with Final Budget Positive (Negative)	2024 Actual
	Budget		Actual		
	Original	Final			
Taxes:					
Ad valorem	\$ 2,167,655	\$ 2,169,905	\$ 2,176,571	\$ 6,666	\$ 2,015,539
Electric franchise	716,000	646,000	698,365	52,365	489,728
Gas franchise	152,000	170,000	115,998	(54,002)	170,680
Telephone franchise	18,123	19,000	24,398	5,398	19,179
Cable TV franchise	99,904	81,600	89,234	7,634	81,565
Water franchise	95,550	97,000	103,652	6,652	96,877
In lieu of tax payments	-	10,000	10,000	-	10,000
Total taxes	<u>3,249,232</u>	<u>3,193,505</u>	<u>3,218,218</u>	<u>24,713</u>	<u>2,883,568</u>
Licenses and permits:					
Occupational licenses	305,000	305,000	323,013	18,013	303,989
Insurance licenses	275,000	296,800	302,585	5,785	299,453
Liquor licenses	39,800	40,400	44,792	4,392	34,220
Building permits	95,862	174,500	197,344	22,844	97,429
Chain store licenses	14,000	14,000	13,012	(988)	13,821
Other licenses and permits	21,738	20,000	20,576	576	21,738
Total licenses and permits	<u>751,400</u>	<u>850,700</u>	<u>901,322</u>	<u>50,622</u>	<u>770,650</u>
Intergovernmental:					
Beer tax revenue	20,041	19,500	18,035	(1,465)	19,311
Video poker tax revenue	505,851	506,000	552,983	46,983	524,825
2% fire insurance proceeds	78,330	78,330	82,851	4,521	79,435
Federal grants	4,000	-	-	-	1,134,589
State grants	2,310,838	1,073,322	861,966	(211,356)	1,074,885
On-behalf payments	-	369,000	457,143	88,143	440,513
Total intergovernmental	<u>2,919,060</u>	<u>2,046,152</u>	<u>1,972,978</u>	<u>(73,174)</u>	<u>3,273,558</u>
Charges for services:					
Lot cutting fees	4,500	53,000	50,988	(2,012)	6,782
Animal control fees	1,500	1,500	1,080	(420)	1,616
Frame and grate income	2,450	2,450	3,005	555	2,450
State highway clean-up fees	30,913	30,913	30,913	1	30,913
Miscellaneous fees	5,963	5,200	4,643	(557)	5,397
Total charges for services	<u>45,326</u>	<u>93,063</u>	<u>90,629</u>	<u>(2,434)</u>	<u>47,158</u>

(continued)

CITY OF CROWLEY, LOUISIANA
General Fund

Budgetary Comparison Schedule - Revenues (Continued)
For the Year Ended August 31, 2025
With Comparative Actual Amounts for the Year Ended August 31, 2024

	2025		Actual	Variance with Final Budget Positive (Negative)	2024 Actual
	Budget				
	Original	Final			
Fines and fees:					
Court fines and fees	551,442	1,090,000	1,068,061	(21,939)	698,525
Investment income	143,709	149,710	93,835	(55,875)	93,502
Miscellaneous:					
Rental of property	7,048	700	350	(350)	4,824
Mardi Gras fundraiser	6,928	-	-	-	6,928
Gas and oil royalties	150	75	69	(6)	75
Miscellaneous police revenues	28,446	36,300	34,294	(2,006)	33,409
Retirees insurance reimbursements	24,761	-	6,208	6,208	23,541
Other	267,868	87,287	88,360	1,073	257,129
Total miscellaneous	335,201	124,362	129,281	4,919	325,906
 Total revenues	 \$ 7,995,370	 \$ 7,547,491	 \$ 7,474,324	 \$ (73,167)	 \$ 8,092,867

CITY OF CROWLEY, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures
For the Year Ended August 31, 2025
With Comparative Actual Amounts for the Year Ended August 31, 2024

	2025		Actual	Variance with Final Budget Positive (Negative)	2024 Actual
	Budget				
	Original	Final			
General government -					
Administrative:					
Salaries and wages	\$ 531,889	\$ 518,287	\$ 567,529	\$ (49,242)	\$ 512,500
Payroll taxes	8,618	13,518	14,330	(812)	14,148
Retirement	146,241	114,887	126,483	(11,596)	117,229
Group insurance	151,967	119,797	147,445	(27,648)	146,319
General insurance	100,500	100,500	99,543	957	93,479
Office expense	12,000	15,000	19,400	(4,400)	21,894
Telephone and utilities	35,000	19,000	16,598	2,402	31,145
Professional services	298,736	99,000	86,374	12,626	260,462
Computer expense	95,000	103,000	93,820	9,180	81,009
Convention and schools	18,250	26,750	22,625	4,125	25,458
Dues	5,000	5,000	4,389	611	4,147
Publication expense	19,500	18,500	18,827	(327)	22,650
Tax roll expense	23,000	23,000	29,450	(6,450)	22,772
Collision loss	105,580	256,000	287,291	(31,291)	140,732
Repairs and maintenance	14,500	14,500	7,165	7,335	8,796
Miscellaneous	68,300	245,263	77,846	167,417	77,860
Total administrative	<u>1,634,081</u>	<u>1,692,002</u>	<u>1,619,115</u>	<u>72,887</u>	<u>1,580,600</u>
Courts:					
Salaries and wages	177,315	182,289	189,579	(7,290)	176,759
Payroll taxes	2,926	2,846	2,974	(128)	2,702
Retirement	73,227	55,952	57,778	(1,826)	58,453
Group insurance	68,721	74,226	74,836	(610)	73,201
General insurance	37,233	36,500	36,472	28	37,233
City court appropriation	40,000	40,000	40,000	-	40,000
Telephone and utilities	7,300	7,000	5,601	1,399	6,685
Miscellaneous	4,400	5,710	6,325	(615)	42,842
Total courts	<u>411,122</u>	<u>404,523</u>	<u>413,565</u>	<u>(9,042)</u>	<u>437,875</u>
Total general government	<u>2,045,202</u>	<u>2,096,525</u>	<u>2,032,680</u>	<u>63,845</u>	<u>2,018,475</u>

(continued)

CITY OF CROWLEY, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures (Continued)
For the Year Ended August 31, 2025
With Comparative Actual Amounts for the Year Ended August 31, 2024

	2025		Actual	Variance with Final Budget Positive (Negative)	2024 Actual
	Budget				
	Original	Final			
Public safety -					
Fire department:					
Salaries and wages	1,955,944	2,105,264	2,136,994	(31,730)	1,983,352
Payroll taxes	27,983	34,360	35,157	(797)	33,833
Retirement	563,902	597,940	642,935	(44,995)	599,808
Group insurance	410,813	441,552	447,762	(6,210)	466,307
General insurance	32,650	29,580	29,637	(57)	60,781
Office expense	6,000	3,800	3,408	392	4,551
Telephone and utilities	42,500	32,800	32,823	(23)	29,549
Gas and oil	20,000	15,000	14,783	217	15,871
Repairs and supplies	255,000	251,624	240,106	11,518	199,201
Uniforms	18,500	18,500	15,251	3,249	10,095
External appropriations	10,000	10,000	10,000	-	5,000
Fire prevention	7,600	6,100	5,275	825	14,605
Miscellaneous	52,000	29,740	30,262	(522)	29,425
Total fire department	<u>3,402,892</u>	<u>3,576,260</u>	<u>3,644,393</u>	<u>(68,133)</u>	<u>3,452,378</u>
Police department:					
Salaries and wages	2,351,777	2,542,824	2,737,380	(194,556)	2,476,364
Payroll taxes	32,402	31,187	47,446	(16,259)	33,558
Retirement	696,988	724,659	732,832	(8,173)	670,055
Group insurance	440,305	467,817	476,792	(8,975)	570,249
General insurance	374,956	363,509	367,074	(3,565)	374,956
Office expense	20,200	13,700	16,117	(2,417)	16,187
Telephone and utilities	70,000	91,000	101,985	(10,985)	75,742
Computer expense	137,000	130,200	97,898	32,302	87,730
Gas and oil	100,000	100,000	99,231	769	96,777
Repairs and maintenance	120,790	97,610	216,969	(119,359)	121,710
Conventions and schools	35,000	35,000	36,004	(1,004)	22,240
Building rental	90,000	90,000	83,880	6,120	91,821
Miscellaneous	100,300	77,710	70,273	7,437	106,308
Total police department	<u>4,569,718</u>	<u>4,765,216</u>	<u>5,083,881</u>	<u>(318,665)</u>	<u>4,743,697</u>

(continued)

CITY OF CROWLEY, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures (Continued)
For the Year Ended August 31, 2025
With Comparative Actual Amounts for the Year Ended August 31, 2024

	2025			Variance with Final Budget Positive (Negative)	2024 Actual
	Budget		Actual		
	Original	Final			
Code enforcement:					
Salaries and wages	241,384	217,096	224,635	(7,539)	184,529
Payroll taxes	3,851	3,512	3,661	(149)	3,172
Retirement	65,347	58,271	59,856	(1,585)	51,098
Group insurance	35,195	45,759	45,759	(0)	51,265
General insurance	41,642	59,502	59,521	(19)	37,142
Office expense	3,500	11,700	12,702	(1,002)	1,164
Telephone and utilities	10,000	13,000	13,704	(704)	(2,834)
Gas and oil	10,000	8,800	9,004	(204)	8,744
Repairs and supplies	44,000	34,200	22,549	11,651	34,882
Trash clean-up	50,000	85,000	105,382	(20,382)	17,975
Animal control	3,500	4,000	5,322	(1,322)	3,460
Miscellaneous	108,000	146,200	154,509	(8,309)	66,544
Total code enforcement	<u>616,419</u>	<u>687,039</u>	<u>716,604</u>	<u>(29,565)</u>	<u>457,141</u>
Total public safety	<u>8,589,029</u>	<u>9,028,515</u>	<u>9,444,878</u>	<u>(416,363)</u>	<u>8,653,216</u>
Public works -					
Drainage and public buildings:					
Salaries and wages	241,164	188,272	196,544	(8,272)	188,766
Payroll taxes	3,864	4,472	4,598	(126)	4,700
Retirement	60,287	49,821	51,057	(1,236)	47,163
Group insurance	39,287	49,733	47,724	2,009	48,003
General insurance	26,481	28,600	28,754	(154)	26,481
Telephone and utilities	16,700	7,140	5,029	2,111	11,821
Professional services	-	-	-	-	-
Gas and oil	8,000	4,000	3,649	351	5,152
Repairs and maintenance	159,203	216,327	142,008	74,319	246,994
Miscellaneous	13,300	16,800	16,219	581	12,499
Total drainage and public buildings	<u>568,286</u>	<u>565,165</u>	<u>495,582</u>	<u>69,583</u>	<u>591,579</u>

(continued)

CITY OF CROWLEY, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures (Continued)
For the Year Ended August 31, 2025
With Comparative Actual Amounts for the Year Ended August 31, 2024

	2025		Actual	Variance with Final Budget Positive (Negative)	2024 Actual
	Budget				
	Original	Final			
Street department:					
Salaries and wages	414,096	402,424	409,463	(7,039)	304,363
Payroll taxes	5,877	11,499	10,999	500	8,453
Retirement	75,988	80,922	85,155	(4,233)	69,818
Group insurance	80,402	108,001	109,281	(1,280)	86,680
General insurance	92,878	108,600	111,279	(2,679)	92,878
Gas and oil	35,000	35,000	46,378	(11,378)	31,305
Repairs and supplies	220,000	330,000	410,726	(80,726)	430,408
Asphalt, gravel, shell, and sand	11,000	9,500	7,957	1,543	4,571
Street signs and signals	265,000	190,000	283,271	(93,271)	11,962
Street and traffic lights	5,000	5,000	-	5,000	267,350
Telephone and utilities	17,500	96,000	34,584	61,416	16,651
Rice festival expense	15,000	15,000	16,815	(1,815)	9,557
Tree expense	3,000	6,000	5,759	241	385
Mosquito control	40,000	40,000	9,904	30,096	30,966
Miscellaneous	12,200	30,500	26,898	3,602	23,704
Total street department	<u>1,292,940</u>	<u>1,468,447</u>	<u>1,568,469</u>	<u>(100,022)</u>	<u>1,389,051</u>
Total public works	<u>1,861,226</u>	<u>2,033,612</u>	<u>2,064,051</u>	<u>(30,439)</u>	<u>1,980,630</u>
Economic development -					
Mardi Gras Fundraiser	20,000	20,000	24,219	(4,219)	22,645
Tourism and promotion	96,000	96,000	74,518	21,482	73,392
Total economic development	<u>116,000</u>	<u>116,000</u>	<u>98,737</u>	<u>17,263</u>	<u>96,037</u>
Capital outlay	<u>4,946,410</u>	<u>2,014,496</u>	<u>2,184,975</u>	<u>(170,479)</u>	<u>1,658,404</u>
Debt service -					
Principal retirement	-	-	39,982	(39,982)	39,982
Total expenditures	<u>\$ 17,557,868</u>	<u>\$ 15,289,149</u>	<u>\$ 15,865,303</u>	<u>\$ (576,154)</u>	<u>\$ 14,446,744</u>

CITY OF CROWLEY, LOUISIANA
Nonmajor Governmental Funds

Combining Balance Sheet
August 31, 2025

	Special Revenue	Debt Service	Capital Projects	Total
ASSETS				
Cash and interest-bearing deposits	\$ 1,557,102	\$ 1,460,327	\$ 150	\$ 3,017,579
Receivables:				
Accrued interest receivable	96	-	-	96
Due from other funds	16,029	-	-	16,029
Due from other governmental agencies	5,358	-	-	5,358
Total assets	<u>\$ 1,578,585</u>	<u>\$ 1,460,327</u>	<u>\$ 150</u>	<u>\$ 3,039,062</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 3,250	\$ -	\$ -	\$ 3,250
Accrued liabilities	31,249	-	-	31,249
Due to other funds	107,957	-	150	108,107
Total liabilities	<u>142,456</u>	<u>-</u>	<u>150</u>	<u>142,606</u>
Fund balances:				
Restricted	1,135,948	1,460,327	-	2,596,275
Assigned	345,793	-	-	345,793
Unassigned	(45,612)	-	-	(45,612)
Total fund balances	<u>1,436,129</u>	<u>1,460,327</u>	<u>-</u>	<u>2,896,456</u>
Total liabilities and fund balances	<u>\$ 1,578,585</u>	<u>\$ 1,460,327</u>	<u>\$ 150</u>	<u>\$ 3,039,062</u>

CITY OF CROWLEY, LOUISIANA
Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended August 31, 2025

	Special Revenue	Debt Service	Capital Projects	Total
Revenues:				
Taxes	\$ 517,185	\$ -	\$ -	\$ 517,185
Intergovernmental	100,000	-	201,287	301,287
Charges for services	341,123	-	-	341,123
Investment income	26,166	32,212	-	58,378
Miscellaneous	31,819	-	-	31,819
Total revenues	1,016,293	32,212	201,287	1,249,792
Expenditures:				
Current -				
General government	33,482	25	-	33,507
Culture and recreation	1,636,206	-	-	1,636,206
Cemetery	23,950	-	-	23,950
Capital outlay	285,595	-	-	285,595
Debt service -				
Principal retirement	-	1,080,000	-	1,080,000
Interest and fiscal charges	-	776,650	-	776,650
Total expenditures	1,979,233	1,856,675	-	3,835,908
Excess (deficiency) of revenues over expenditures	(962,940)	(1,824,463)	201,287	(2,586,116)
Other financing sources (uses):				
Proceeds from sale of assets	828	-	-	828
Transfers in	1,325,830	2,046,567	-	3,372,397
Transfers out	(400,697)	(189,550)	(201,287)	(791,534)
Total financing sources (uses)	925,961	1,857,017	(201,287)	2,581,691
Net changes in fund balances	(36,979)	32,554	-	(4,425)
Fund balance, beginning	1,473,108	1,427,773	-	2,900,881
Fund balance, ending	\$ 1,436,129	\$ 1,460,327	\$ -	\$ 2,896,456

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NONMAJOR SPECIAL REVENUE FUNDS

Industrial Inducement Fund

The Industrial Inducement fund is a restricted fund to be used for industrial development.

Rice City Civic Center Fund

The Rice City Civic Center fund accounts for the receipt and disbursement of funds used in the maintenance and operation of the civic center.

Youth Recreation Operation Fund

The Youth Recreation Operation fund accounts for the receipt and disbursement of funds to be used in the daily operations of the youth center.

Youth Recreation Building Maintenance Fund

The Youth Recreation Building Maintenance fund accounts for the receipt and disbursement of funds received from the sales tax fund to be used for the maintenance of the youth center buildings.

Cemetery Maintenance Fund

The Cemetery Maintenance fund accounts for the receipt and disbursement of funds used in the maintenance of

Cemetery Development Fund

The Cemetery Development fund accounts for the receipt and disbursement of the proceeds from the sale of cemetery plots. Proceeds are used for the development and maintenance of the new section of the South Crowley Cemetery.

Motor Vehicle Facility Fund

The City owns the facility that is used by the State Motor Vehicle Department. The State reimburses a fee to the City and this fund is to account for the collection and disbursement of those fees. The fees changed from \$2.00 per eligible transaction to \$3.00 effective July 1, 2003.

Hotel/Motel Tax Fund

The Hotel/Motel Tax fund accounts for the receipt and disbursement of the proceeds from the hotel/motel tax.

CITY OF CROWLEY, LOUISIANA
Nonmajor Special Revenue Funds

Combining Balance Sheet
August 31, 2025

	Industrial Inducement Fund	Rice City Civic Center Fund	Youth Recreation Operation Fund	Youth Recreation Building Maintenance Fund
ASSETS				
Cash and interest-bearing deposits	\$ 514,057	\$ 45,048	\$ 270,101	\$ 41,123
Receivables:				
Accrued interest receivable	96	-	-	-
Due from other funds	-	14,029	-	2,000
Due from other governmental agencies	-	391	-	-
Total assets	\$ 514,153	\$ 59,468	\$ 270,101	\$ 43,123
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 1,583	\$ 1,667
Accrued liabilities	-	-	31,249	-
Due to other funds	-	2,000	10,537	87,068
Total liabilities	-	2,000	43,369	88,735
Fund balances:				
Restricted	514,153	-	226,732	-
Assigned	-	57,468	-	-
Unassigned	-	-	-	(45,612)
Total fund balance	514,153	57,468	226,732	(45,612)
Total liabilities and fund balance	\$ 514,153	\$ 59,468	\$ 270,101	\$ 43,123

<u>Cemetery Maintenance Fund</u>	<u>Cemetery Development Fund</u>	<u>Motor Vehicle Facility Fund</u>	<u>Hotel/Motel Tax Fund</u>	<u>Total</u>
\$ 403,339	\$ 77,171	\$ 99,832	\$ 106,431	\$ 1,557,102
-	-	-	-	96
-	-	-	-	16,029
-	-	-	4,967	5,358
<u>\$ 403,339</u>	<u>\$ 77,171</u>	<u>\$ 99,832</u>	<u>\$ 111,398</u>	<u>\$ 1,578,585</u>
\$ -	\$ -	\$ -	\$ -	\$ 3,250
-	-	-	-	31,249
<u>8,276</u>	<u>76</u>	<u>-</u>	<u>-</u>	<u>107,957</u>
<u>8,276</u>	<u>76</u>	<u>-</u>	<u>-</u>	<u>142,456</u>
395,063	-	-	-	1,135,948
-	77,095	99,832	111,398	345,793
-	-	-	-	(45,612)
<u>395,063</u>	<u>77,095</u>	<u>99,832</u>	<u>111,398</u>	<u>1,436,129</u>
<u>\$ 403,339</u>	<u>\$ 77,171</u>	<u>\$ 99,832</u>	<u>\$ 111,398</u>	<u>\$ 1,578,585</u>

CITY OF CROWLEY, LOUISIANA
Nonmajor Special Revenue Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended August 31, 2025

	<u>Industrial Inducement Fund</u>	<u>Rice City Civic Center Fund</u>	<u>Youth Recreation Operation Fund</u>	<u>Youth Recreation Building Maintenance Fund</u>
Revenues:				
Taxes	\$ -	\$ -	\$ 289,695	\$ 97,112
Intergovernmental	-	100,000	-	-
Charges for services	-	2,650	287,292	-
Investment income	19,286	-	2,646	-
Miscellaneous	-	-	22,101	9,718
Total revenues	<u>19,286</u>	<u>102,650</u>	<u>601,734</u>	<u>106,830</u>
Expenditures:				
Current -				
General government	-	-	-	-
Culture and recreation	-	19,078	1,445,019	172,109
Cemetery	-	-	-	-
Capital outlay	-	114,264	55,698	115,633
Total expenditures	<u>-</u>	<u>133,342</u>	<u>1,500,717</u>	<u>287,742</u>
Excess (deficiency) of revenues over expenditures	<u>19,286</u>	<u>(30,692)</u>	<u>(898,983)</u>	<u>(180,912)</u>
Other financing sources (uses):				
Proceeds from sale of assets	-	-	828	-
Transfers in	-	26,503	1,124,058	175,269
Transfers out	(71,478)	(8,883)	(139,974)	(13,325)
Total financing sources (uses)	<u>(71,478)</u>	<u>17,620</u>	<u>984,912</u>	<u>161,944</u>
Net changes in fund balances	(52,192)	(13,072)	85,929	(18,968)
Fund balances, beginning	<u>566,345</u>	<u>70,540</u>	<u>140,803</u>	<u>(26,644)</u>
Fund balances, ending	<u>\$ 514,153</u>	<u>\$ 57,468</u>	<u>\$ 226,732</u>	<u>\$ (45,612)</u>

Cemetery Maintenance Fund	Cemetery Development Fund	Motor Vehicle Facility Fund	Hotel/Motel Tax Fund	Total
\$ 73,571	\$ -	\$ -	\$ 56,807	\$ 517,185
-	-	-	-	100,000
-	200	50,981	-	341,123
2,996	-	1,238	-	26,166
-	-	-	-	31,819
<u>76,567</u>	<u>200</u>	<u>52,219</u>	<u>56,807</u>	<u>1,016,293</u>
-	-	33,482	-	33,482
-	-	-	-	1,636,206
23,950	-	-	-	23,950
-	-	-	-	285,595
<u>23,950</u>	<u>-</u>	<u>33,482</u>	<u>-</u>	<u>1,979,233</u>
<u>52,617</u>	<u>200</u>	<u>18,737</u>	<u>56,807</u>	<u>(962,940)</u>
-	-	-	-	828
-	-	-	-	1,325,830
-	-	(35,000)	(132,037)	(400,697)
-	-	(35,000)	(132,037)	925,961
52,617	200	(16,263)	(75,230)	(36,979)
<u>342,446</u>	<u>76,895</u>	<u>116,095</u>	<u>186,628</u>	<u>1,473,108</u>
<u>\$ 395,063</u>	<u>\$ 77,095</u>	<u>\$ 99,832</u>	<u>\$ 111,398</u>	<u>\$ 1,436,129</u>

NONMAJOR DEBT SERVICE FUNDS

Refunding Bonds Series 2021

To accumulate monies for payment of the \$2,600,000 Refunding Bonds, Series 2021 and refinancing of the \$5,780,000 Refunding Bonds, Series 2011. Debt service is financed by transfers from various funds.

2020 Bond Fund

To accumulate monies for payment of the \$14,000,000 Bonds, Series 2020. Debt service is financed by transfers from Sales Tax Fund.

2022 Bond Fund

To accumulate monies for payment of the \$6,000,000 Revenue Bonds, Series 2022. Debt service is financed by transfers from Sales Tax Fund.

CITY OF CROWLEY, LOUISIANA
Nonmajor Debt Service Funds

Combining Balance Sheet
August 31, 2025

	<u>Refunding Bonds Series 2021 Fund</u>	<u>2020 Bond Fund</u>	<u>2022 Bond Fund</u>	<u>Total</u>
ASSETS				
Cash and interest-bearing deposits	<u>\$ 435,838</u>	<u>\$ 721,925</u>	<u>\$ 302,564</u>	<u>\$ 1,460,327</u>
LIABILITIES AND FUND BALANCE				
Liabilities				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Fund balance:				
Restricted	<u>435,838</u>	<u>721,925</u>	<u>302,564</u>	<u>1,460,327</u>
Total liabilities and fund balance	<u>\$ 435,838</u>	<u>\$ 721,925</u>	<u>\$ 302,564</u>	<u>\$ 1,460,327</u>

CITY OF CROWLEY, LOUISIANA
Nonmajor Debt Service Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
For the Year Ended August 31, 2025

	Refunding Bonds Series 2021 Fund	2020 Bond Fund	2022 Bond Fund	Total
Revenues				
Investment income	\$ 7,899	\$ 17,082	\$ 7,231	\$ 32,212
Expenditures:				
Current -				
General government	25	-	-	25
Debt service -				
Principal retirement	320,000	535,000	225,000	1,080,000
Interest and fiscal charges	68,900	495,500	212,250	776,650
Total expenditures	388,925	1,030,500	437,250	1,856,675
Deficiency of revenues over expenditures	(381,026)	(1,013,418)	(430,019)	(1,824,463)
Other financing sources (uses):				
Transfers in	633,701	996,714	416,152	2,046,567
Transfers out	(189,550)	-	-	(189,550)
Total other financing sources (uses)	444,151	996,714	416,152	1,857,017
Net change in fund balance	63,125	(16,704)	(13,867)	32,554
Fund balance, beginning	372,713	738,629	316,431	1,427,773
Fund balance, ending	\$ 435,838	\$ 721,925	\$ 302,564	\$ 1,460,327

NONMAJOR CAPITAL PROJECTS FUND

LCDBG Sewer Improvement Fund

To account for sewer improvements within the City. Improvements are funded by a Local Community Development Block Grant (LCDBG). Expenditures being made with the LCDBG funds are for construction only.

CITY OF CROWLEY, LOUISIANA
Nonmajor Capital Projects Fund
LCDBG Sewer Improvement Fund

Balance Sheet
August 31, 2025

ASSETS

Cash and interest-bearing deposits \$ 150

LIABILITIES AND FUND BALANCE

Liabilities:

Due to other funds \$ 150

Fund balance:

Restricted -

Total liabilities and fund balance \$ 150

CITY OF CROWLEY, LOUISIANA
Nonmajor Capital Projects Fund
LCDBG Sewer Improvement Fund

Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended August 31, 2025

Revenues	
Intergovernmental	\$ 201,287
Expenditures	<u>-</u>
Excess of revenues over expenditures	201,287
Other financing uses:	
Transfers out - construction	<u>(201,287)</u>
Net change in fund balance	-
Fund balance, beginning	<u>-</u>
Fund balance, ending	<u><u>\$ -</u></u>

INTERNAL SERVICE FUNDS

Workman's Compensation Fund

To account for the accumulation of funds designated for payment of liability insurance premiums, costs of the risk management department, and satisfaction of claims made against the City.

Employee Benefit Plan Fund

To account for the accumulation of funds from self-insurance sources and from employees. Funds are also dedicated to the payment of health insurance premiums, and the satisfaction of health care claims incurred by employees and their dependents.

CITY OF CROWLEY, LOUISIANA
Internal Service Funds

Combining Statement of Net Position
August 31, 2025

	<u>Workman's Compensation Fund</u>	<u>Employee Benefit Plan Fund</u>	<u>Total</u>
ASSETS			
Current assets:			
Cash and interest-bearing deposits	\$ 894,014	\$ 77,481	\$ 971,495
Receivables	-	58,553	58,553
Due from other funds	<u>56,985</u>	<u>-</u>	<u>56,985</u>
Total assets	<u>950,999</u>	<u>136,034</u>	<u>1,087,033</u>
 LIABILITIES			
Current liabilities:			
Accounts payable	-	319	319
Claims payable	20,683	53,373	74,056
Due to other funds	<u>51,553</u>	<u>56,985</u>	<u>108,538</u>
Total liabilities	<u>72,236</u>	<u>110,677</u>	<u>182,913</u>
 NET POSITION			
Unrestricted	<u>\$ 878,763</u>	<u>\$ 25,357</u>	<u>\$ 904,120</u>

CITY OF CROWLEY, LOUISIANA
Internal Service Funds

Combining Statement of Revenues, Expenses and Changes in Fund Net Position
For the Year Ended August 31, 2025

	<u>Workman's Compensation Fund</u>	<u>Employee Health Insurance Fund</u>	<u>Total</u>
Operating revenues:			
Charges for services	\$ 71,065	\$ 1,443,357	\$ 1,514,422
Miscellaneous	<u>41,094</u>	<u>113,921</u>	<u>155,015</u>
Total operating revenues	<u>112,159</u>	<u>1,557,278</u>	<u>1,669,437</u>
Operating expenses:			
Insurance premiums	-	229,106	229,106
Claims	139,971	1,211,781	1,351,752
Professional services	49,437	1,304	50,741
Miscellaneous	<u>5,075</u>	<u>72,305</u>	<u>77,380</u>
Total operating expenses	<u>194,483</u>	<u>1,514,496</u>	<u>1,708,979</u>
Operating income (loss)	(82,324)	42,782	(39,542)
Nonoperating revenues:			
Investment income	<u>3,882</u>	<u>-</u>	<u>3,882</u>
Change in net position	(78,442)	42,782	(35,660)
Net position, beginning	<u>957,205</u>	<u>(17,425)</u>	<u>939,780</u>
Net position, ending	<u>\$ 878,763</u>	<u>\$ 25,357</u>	<u>\$ 904,120</u>

CITY OF CROWLEY, LOUISIANA
Internal Service Funds

Combining Statement of Cash Flows
For the Year Ended August 31, 2025

	Workman's Compensation Fund	Employee Benefit Plan Fund	Total
Cash flows from operating activities:			
Receipts from insured	\$ -	\$ 1,443,357	\$ 1,443,357
Receipts from interfund services provided	71,065	-	71,065
Payments to suppliers	(71,331)	(302,396)	(373,727)
Payments for claims and loss time	(133,580)	(1,238,774)	(1,372,354)
Other receipts	<u>41,094</u>	<u>149,080</u>	<u>190,174</u>
Net cash provided (used) by operating activities	<u>(92,752)</u>	<u>51,267</u>	<u>(41,485)</u>
Cash flows from investing activities:			
Purchase of interest-bearing deposits with maturity in excess of ninety days	(245,027)	-	(245,027)
Proceeds of interest-bearing deposits with maturity in excess of ninety days	241,146	-	241,146
Investment income	<u>3,882</u>	<u>-</u>	<u>3,882</u>
Net cash provided by investing activities	<u>1</u>	<u>-</u>	<u>1</u>
Net increase (decrease) in cash and cash equivalents	(92,751)	51,267	(41,484)
Cash and cash equivalents, beginning	<u>741,738</u>	<u>26,214</u>	<u>767,952</u>
Cash and cash equivalents, ending	<u>\$ 648,987</u>	<u>\$ 77,481</u>	<u>\$ 726,468</u>

(continued)

CITY OF CROWLEY, LOUISIANA
Internal Service Funds

Combining Statement of Cash Flows (Continued)
For the Year Ended August 31, 2025

	<u>Workman's Compensation Fund</u>	<u>Employee Benefit Plan Fund</u>	<u>Total</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ (82,324)	\$ 42,782	\$ (39,542)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities -			
Increase (decrease) current liabilities			
Receivables	-	35,159	35,159
Accounts payable	(16,819)	319	(16,500)
Claims payable	<u>6,391</u>	<u>(26,993)</u>	<u>(20,602)</u>
Net cash provided (used) by operating activities	<u>\$ (92,752)</u>	<u>\$ 51,267</u>	<u>\$ (41,485)</u>
Reconciliation of cash and cash equivalents per statement of cash flows to the balance sheet:			
Cash and cash equivalents, beginning of period -			
Cash and interest-bearing deposits - unrestricted	\$ 982,884	\$ 26,214	\$ 1,009,098
Less: Interest-bearing deposits with maturity in excess of 90 days	<u>(241,146)</u>	<u>-</u>	<u>(241,146)</u>
Total cash and cash equivalents	<u>741,738</u>	<u>26,214</u>	<u>767,952</u>
Cash and cash equivalents, end of period -			
Cash and interest-bearing deposits - unrestricted	894,014	77,481	971,495
Less: Interest-bearing deposits with maturity in excess of 90 days	<u>(245,027)</u>	<u>-</u>	<u>(245,027)</u>
Total cash and cash equivalents	<u>648,987</u>	<u>77,481</u>	<u>726,468</u>
Net increase (decrease)	<u>\$ (92,751)</u>	<u>\$ 51,267</u>	<u>\$ (41,484)</u>

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

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KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

Brad E. Kolder, CPA, JD*
Robert S. Carter, CPA*
Arthur R. Mixon, CPA*
Stephen J. Anderson, CPA*
Matthew E. Margaglio, CPA*
Casey L. Ardoin, CPA, CFE*
Wanda F. Arcement, CPA
Bryan K. Joubert, CPA
Nicholas Fowlkes, CPA
Deidre L. Stock, CPA

Of Counsel
C. Burton Kolder, CPA*

Victor R. Slaven, CPA* - retired 2020
Christine C. Doucet, CPA - retired 2022
Gerald A. Thibodeaux, Jr., CPA* - retired 2024

* A Professional Accounting Corporation

183 S. Beadle Rd.
Lafayette, LA 70508
Phone (337) 232-4141

1428 Metro Dr. 450 E. Main St.
Alexandria, LA 71301 New Iberia, LA 70560
Phone (318) 442-4421 Phone (337) 367-9204

200 S. Main St. 1201 David Dr.
Abbeville, LA 70510 Morgan City, LA 70380
Phone (337) 893-7944 Phone (985) 384-2020

434 E. Main St. 11929 Bricksome Ave.
Ville Platte, LA 70586 Baton Rouge, LA 70816
Phone (337) 363-2792 Phone (225) 293-8300

WWW.KSRCPAS.COM

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

The Honorable Chad Monceaux, Mayor
and Members of the City Council
City of Crowley, Louisiana

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Crowley, Louisiana, as of and for the year ended August 31, 2025, and the related notes to the financial statements, which collectively comprise the City of Crowley, Louisiana's basic financial statements and have issued our report thereon dated February 24, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Crowley, Louisiana'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 of Crowley, Louisiana's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Crowley, Louisiana's internal control.

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Crowley, Louisiana's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that 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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Abbeville, Louisiana
February 24, 2026

CITY OF CROWLEY, LOUISIANA

Schedule of Current and Prior Year Audit Findings
and Management's Corrective Action Plan
Year Ended August 31, 2025

Part I. Current Year Findings:

A. Internal Control Over Financial Reporting

None Noted

B. Compliance and Other Matters

None Noted

Part II: Prior Year Findings:

A. Internal Control Over Financial Reporting

2024-001 Misappropriation of funds due to stolen and altered check

CONDITION: A check issued by the City of Crowley in September of 2023 was stolen by an individual outside of the City, who subsequently altered the check by washing it and changing the amount and vendor. The check was originally issued for \$493.58. The perpetrator washed the check removing the original details and altering the check to reflect a new amount of \$78,492.94 and changed the payee.

RECOMMENDATION: It is recommended that the City implement internal controls to ensure that bank accounts are reconciled accurately and timely. In addition, it is recommended that the City implement stricter controls over check handling and issuance.

CURRENT STATUS: Resolved.

B. Compliance and Other Matters

2024-002 Budget noncompliance

CONDITION: Expenditures of the Sales Tax Fund, One-Half Cent Sales Tax – Salary Fund, and 2012 Sales Tax Infrastructure and Improvement Fund exceeded the total budgeted expenditures by more than 5%

RECOMMENDATION: The City should periodically compare actual activity to budgeted amounts and adopt budgetary amendments as necessary to comply with state statute.

CURRENT STATUS: Resolved

City of Crowley

Crowley, Louisiana

Statewide Agreed-Upon Procedures

Fiscal period September 1, 2024 through August 31, 2025

KOLDER, SLAVEN & COMPANY, LLC

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INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

Honorable Chad Monceaux, Mayor,
and City Council Members of City of Crowley
and the Louisiana Legislative Auditor:

We have performed the procedures enumerated below on the control and compliance (C/C) areas identified in the Louisiana Legislative Auditor's (LLA) Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period September 1, 2024 through August 31, 2025. City of Crowley's (the City) management is responsible for those C/C areas identified in the SAUPs.

The City has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement, which is to perform specified procedures on the C/C areas identified in LLA's SAUPs for the fiscal period September 1, 2024 through August 31, 2025. Additionally, LLA has agreed to and acknowledged that the procedures performed are appropriate for its purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and associated findings are as follows:

Written Policies and Procedures

1. Obtain and inspect the entity's written policies and procedures and observe whether they address each of the following categories and subcategories if applicable to public funds and the entity's operations:
 - a) **Budgeting**, including preparing, adopting, monitoring, and amending the budget.
 - b) **Purchasing**, including (1) how purchases are initiated, (2) how vendors are added to the vendor list, (3) the preparation and approval process of purchase requisitions and purchase orders, (4) controls to ensure compliance with the Public Bid Law, and (5) documentation required to be maintained for all bids and price quotes.
 - c) **Disbursements**, including processing, reviewing, and approving.

- d) **Receipts/Collections**, including receiving, recording, and preparing deposits. Also, policies and procedures should include management's actions to determine the completeness of all collections for each type of revenue or agency fund additions (e.g. periodic confirmation with outside parties, reconciliation to utility billing after cutoff procedures, reconciliation of traffic ticket number sequences, agency fund forfeiture monies confirmation).
- e) **Payroll/Personnel**, including (1) payroll processing, (2) reviewing and approving time and attendance records, including leave and overtime worked, and (3) approval process for employee rates of pay or approval and maintenance of pay rate schedules.
- f) **Contracting**, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process.
- g) **Credit Cards (and debit cards, fuel cards, purchase cards, if applicable)**, including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers of statements, and (5) monitoring card usage (e.g., determining the reasonableness of fuel card purchases).
- h) **Travel and Expense Reimbursement**, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.
- i) **Ethics**, including (1) the prohibitions as defined in Louisiana Revised Statute (R.S.) 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) a requirement that documentation is maintained to demonstrate that all employees and officials were notified of any changes to the entity's ethics policy.
- j) **Debt Service**, including (1) debt issuance approval, (2) continuing disclosure/EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.
- k) **Information Technology Disaster Recovery/Business Continuity**, including (1) identification of critical data and frequency of data backups, (2) storage of backups in a separate physical location isolated from the network, (3) periodic testing/verification that backups can be restored, (4) use of antivirus software on all systems, (5) timely application of all available system and software patches/updates, and (6) identification of personnel, processes, and tools needed to recover operations after a critical event.
- l) **Prevention of Sexual Harassment**, including R.S. 42:342-344 requirements for (1) agency responsibilities and prohibitions, (2) annual employee training, and (3) annual reporting.

Board or Finance Committee

- 2. Obtain and inspect the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and:
 - a) Observe that the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, bylaws, or other equivalent document.
 - b) For those entities reporting on the governmental accounting model, review the minutes from all regularly scheduled board/finance committee meetings held during the fiscal year and observe whether the minutes from at least one meeting each month referenced or included monthly budget-to-actual comparisons on the general fund, quarterly budget-to-actual comparisons, at a minimum, on all proprietary funds, and semi-annual budget-to-actual comparisons, at a minimum, on all special revenue funds. *Alternatively, for those entities reporting on the not-for-profit accounting model, observe that the minutes referenced or included financial activity relating to public funds if those public funds comprised more than 10% of the entity's collections during the fiscal period.*
 - c) For governmental entities, obtain the prior year audit report and observe the unassigned fund balance in the general fund. If the general fund had a negative ending unassigned fund balance in the prior year audit report, observe that the minutes for at least one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unassigned fund balance in the general fund.

- d) Observe whether the board/finance committee received written updates of the progress of resolving audit finding(s), according to management's corrective action plan at each meeting until the findings are considered fully resolved

Bank Reconciliations

3. Obtain a listing of entity bank accounts for the fiscal period from management and management's representation that the listing is complete. Ask management to identify the entity's main operating account. Select the entity's main operating account and randomly select 4 additional accounts (or all accounts if less than 5). Randomly select one month from the fiscal period, obtain and inspect the corresponding bank statement and reconciliation for each selected account, and observe that:
 - a) Bank reconciliations include evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated or electronically logged);
 - b) Bank reconciliations include written evidence that a member of management or a board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation within 1 month of the date the reconciliation was prepared (e.g., initialed and dated or electronically logged); and
 - c) Management has documentation reflecting it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

Collections (excluding electronic funds transfers)

4. Obtain a listing of deposit sites for the fiscal period where deposits for cash/checks/money orders (cash) are prepared and management's representation that the listing is complete. Randomly select 5 deposit sites (or all deposit sites if less than 5).
5. For each deposit site selected, obtain a listing of collection locations and management's representation that the listing is complete. Randomly select one collection location for each deposit site (i.e. 5 collection locations for 5 deposit sites), obtain and inspect written policies and procedures relating to employee job duties (if there are no written policies or procedures, then inquire of employees about their job duties) at each collection location, and observe that job duties are properly segregated at each collection location such that:
 - a) Employees responsible for cash collections do not share cash drawers/registers;
 - b) Each employee responsible for collecting cash is not also responsible for preparing/making bank deposits, unless another employee/official is responsible for reconciling collection documentation (e.g. pre-numbered receipts) to the deposit;
 - c) Each employee responsible for collecting cash is not also responsible for posting collection entries to the general ledger or subsidiary ledgers, unless another employee/official is responsible for reconciling ledger postings to each other and to the deposit; and
 - d) The employee(s) responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or custodial fund additions, are not also responsible for collecting cash, unless another employee/official verifies the reconciliation.
6. Obtain from management a copy of the bond or insurance policy for theft covering all employees who have access to cash. Observe that the bond or insurance policy for theft was in force during the fiscal period.
7. Randomly select two deposit dates for each of the 5 bank accounts selected for procedure #3 under "Bank Reconciliations" above (select the next deposit date chronologically if no deposits were made on the dates randomly selected and randomly select a deposit if multiple deposits are made on the same day). *Alternatively, the practitioner may use a source document other than bank statements when selecting the deposit dates for testing, such as a cash collection log, daily revenue report, receipt book, etc.* Obtain supporting documentation for each of the 10 deposits and:

- a) Observe that receipts are sequentially pre-numbered.
- b) Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.
- c) Trace the deposit slip total to the actual deposit per the bank statement.
- d) Observe that the deposit was made within one business day of receipt at the collection location (within one week if the depository is more than 10 miles from the collection location or the deposit is less than \$100 and the cash is stored securely in a locked safe or drawer).
- e) Trace the actual deposit per the bank statement to the general ledger.

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

8. Obtain a listing of locations that process payments for the fiscal period and management's representation that the listing is complete. Randomly select 5 locations (or all locations if less than 5).
9. For each location selected under #8 above, obtain a listing of those employees involved with non-payroll purchasing and payment functions. Obtain written policies and procedures relating to employee job duties (if the agency has no written policies and procedures, then inquire of employees about their job duties), and observe that job duties are properly segregated such that:
 - a) At least two employees are involved in initiating a purchase request, approving a purchase, and placing an order or making the purchase;
 - b) At least two employees are involved in processing and approving payments to vendors;
 - c) The employee responsible for processing payments is prohibited from adding/modifying vendor files, unless another employee is responsible for periodically reviewing changes to vendor files;
 - d) Either the employee/official responsible for signing checks mails the payment or gives the signed checks to an employee to mail who is not responsible for processing payments; and
 - e) Only employees/officials authorized to sign checks approve the electronic disbursement (release) of funds, whether through automated clearinghouse (ACH), electronic funds transfer (EFT), wire transfer, or some other electronic means.

[Note: Findings related to controls that constrain the legal authority of certain public officials (e.g., mayor of a Lawrason Act municipality); should not be reported.]

10. For each location selected under #8 above, obtain the entity's non-payroll disbursement transaction population (excluding cards and travel reimbursements) and obtain management's representation that the population is complete. Randomly select 5 disbursements for each location, obtain supporting documentation for each transaction and:
 - a) Observe whether the disbursement, whether by paper or electronic means, matched the related original itemized invoice and supporting documentation indicates that deliverables included on the invoice were received by the entity, and
 - b) Observe whether the disbursement documentation included evidence (e.g., initial/date, electronic logging) of segregation of duties tested under #9, as applicable.
11. Using the entity's main operating account and the month selected in Bank Reconciliations procedure #3, randomly select 5 non-payroll-related electronic disbursements (or all electronic disbursements if less than 5) and observe that each electronic disbursement was (a) approved by only those persons authorized to disburse funds (e.g., sign checks) per the entity's policy, and (b) approved by the required number of authorized signers per the entity's policy.

[Note: If no electronic payments were made from the main operating account during the month selected the practitioner should select an alternative month and/or account for testing that does include electronic disbursements.]

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

12. Obtain from management a listing of all active credit cards, bank debit cards, fuel cards, and purchase cards (cards) for the fiscal period, including the card numbers and the names of the persons who maintained possession of the cards. Obtain management's representation that the listing is complete.
13. Using the listing prepared by management, randomly select 5 cards (or all cards if less than 5) that were used during the fiscal period. Randomly select one monthly statement or combined statement for each card (for a debit card, randomly select one monthly bank statement). Obtain supporting documentation and:
 - a) Observe whether there is evidence that the monthly statement or combined statement and supporting documentation (e.g., itemized receipts for credit/debit card purchases, exception reports for excessive fuel card usage) were reviewed and approved, in writing (or electronically approved), by someone other than the authorized card holder (those instances requiring such approval that may constrain the legal authority of certain public officials, such as the mayor of a Lawrason Act municipality, should not be reported); and
 - b) Observe that finance charges and late fees were not assessed on the selected statements.
14. Using the monthly statements or combined statements selected under #12 above, excluding fuel cards, randomly select 10 transactions (or all transactions if less than 10) from each statement, and obtain supporting documentation for the transactions (i.e. each card should have 10 transactions subject to inspection). For each transaction, observe that it is supported by (1) an original itemized receipt that identifies precisely what was purchased, (2) written documentation of the business/public purpose, and (3) documentation of the individuals participating in meals (for meal charges only). For missing receipts, the practitioner should describe the nature of the transaction and observe whether management had a compensating control to address missing receipts, such as a "missing receipt statement" that is subject to increased scrutiny.

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

15. Obtain from management a listing of all travel and travel-related expense reimbursements during the fiscal period and management's representation that the listing or general ledger is complete. Randomly select 5 reimbursements and, obtain the related expense reimbursement forms/prepaid expense documentation of each selected reimbursement, as well as the supporting documentation. For each of the 5 reimbursements selected:
 - a) If reimbursed using a per diem, observe that the approved reimbursement rate is no more than those rates established either by the State of Louisiana (doa.la.gov/doa/ost/ppm-49-travel-guide/) or the U.S. General Services Administration (www.gsa.gov);
 - b) If reimbursed using actual costs, observe that the reimbursement is supported by an original itemized receipt that identifies precisely what was purchased;
 - c) Observe that each reimbursement is supported by documentation of the business/public purpose (for meal charges, observe that the documentation includes the names of those individuals participating) and other documentation required by Written Policies and Procedures (procedure #1h); and
 - d) Observe that each reimbursement was reviewed and approved, in writing, by someone other than the person receiving reimbursement.

Contracts

16. Obtain from management a listing of all agreements/contracts for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period. *Alternatively, the practitioner may use an equivalent selection source, such as an active vendor list.* Obtain management's representation that the listing is complete. Randomly select 5 contracts (or all contracts if less than 5) from the listing, excluding the practitioner's contract, and:
 - a) Observe whether the contract was bid in accordance with the Louisiana Public Bid Law (e.g., solicited quotes or bids, advertised), if required by law;
 - b) Observe whether the contract was approved by the governing body/board, if required by policy or law (e.g. Lawrason Act, Home Rule Charter);
 - c) If the contract was amended (e.g. change order), observe that the original contract terms provided for such an amendment and that amendments were made in compliance with the contract terms (e.g. if approval is required for any amendment, the documented approval); and
 - d) Randomly select one payment from the fiscal period for each of the 5 contracts, obtain the supporting invoice, agree the invoice to the contract terms, and observe that the invoice and related payment agreed to the terms and conditions of the contract.

Payroll and Personnel

17. Obtain a listing of employees and officials employed during the fiscal period and management's representation that the listing is complete. Randomly select 5 employees or officials, obtain related paid salaries and personnel files, and agree paid salaries to authorized salaries/pay rates in the personnel files.
18. Randomly select one pay period during the fiscal period. For the 5 employees or officials selected under #16 above, obtain attendance records and leave documentation for the pay period, and:
 - a) Observe that all selected employees or officials documented their daily attendance and leave (e.g., vacation, sick, compensatory). [Note: Generally, officials are not eligible to earn leave and do not document their attendance and leave. However, if the official is earning leave according to policy and/or contract, the official should document his/her daily attendance and leave.];
 - b) Observe whether supervisors approved the attendance and leave of the selected employees/officials;
 - c) Observe that any leave accrued or taken during the pay period is reflected in the entity's cumulative leave records; and
 - d) Observe the rate paid to the employees or officials agrees to the authorized salary/pay rate found within the personnel file.
19. Obtain a listing of those employees or officials that received termination payments during the fiscal period and management's representation that the list is complete. Randomly select two employees or officials and, obtain related documentation of the hours and pay rates used in management's termination payment calculations and the entity's policy on termination payments. Agree the hours to the employee's or official's cumulative leave records, agree the pay rates to the employee's or official's authorized pay rates in the employee's or official's personnel files, and agree the termination payment to entity policy.
20. Obtain management's representation that employer and employee portions of third-party payroll related amounts (e.g. payroll taxes, retirement contributions, health insurance premiums, garnishments, workers' compensation premiums, etc.) have been paid, and any associated forms have been filed, by required deadlines.

Ethics

21. Using the 5 randomly selected employees/officials from procedure #16 under “Payroll and Personnel” above, obtain ethics documentation from management, and:
 - a) Observe whether the documentation demonstrates that each employee/official completed one hour of ethics training during the calendar year as required by R.S. 42:1170; and
 - b) Observe whether the entity maintains documentation which demonstrates that each employee and official were notified of any changes to the entity’s ethics policy during the fiscal period, as applicable.
22. Inquire and/or observe whether the agency has appointed an ethics designee as required by R.S. 42:1170.

Debt Service

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

Fraud Notice

25. Obtain a listing of misappropriations of public funds and assets during the fiscal period and management’s representation that the listing is complete. Select all misappropriations on the listing, obtain supporting documentation, and observe that the entity reported the misappropriation(s) to the legislative auditor and the district attorney of the parish in which the entity is domiciled as required by R.S. 24:523.
26. Observe that the entity has posted on its premises and website, the notice required by R.S. 24:523.1 concerning the reporting of misappropriation, fraud, waste, or abuse of public funds.

Information Technology Disaster Recovery/Business Continuity

27. Perform the following procedures, verbally discuss the results with management, and report “We performed the procedure and discussed the results with management.”
 - a) Obtain and inspect the entity’s most recent documentation that it has backed up its critical data (if there is no written documentation, then inquire of personnel responsible for backing up critical data) and observe evidence that such backup (a) occurred within the past week, (b) was not stored on the government’s local server or network, and (c) was encrypted.
 - b) Obtain and inspect the entity’s most recent documentation that it has tested/verified that its backups can be restored (if there is no written documentation, then inquire of personnel responsible for testing/verifying backup restoration) and observe evidence that the test/verification was successfully performed within the past 3 months.
 - c) Obtain a listing of the entity’s computers currently in use, and their related locations, and management’s representation that the listing is complete. Randomly select 5 computers and observe while management demonstrates that the selected computers have current and active antivirus software and that the operating system and accounting system software in use are currently supported by the vendor.

28. Randomly select 5 terminated employees (or all terminated employees if less than 5) using the list of terminated employees obtained in Payroll and Personnel procedure #9C. Observe evidence that the selected terminated employees have been removed or disabled from the network.
29. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #9A, obtain cybersecurity training documentation from management, and observe that the documentation demonstrates that the following employees/officials with access to the agency's information technology assets have completed cybersecurity training as required by R.S. 42: 1267. The requirements are as follows:
 - a) Hired before June 9, 2020 – completed the training; and
 - b) Hired on or after June 9, 2020 – completed the training within 30 days of initial service or employment.

Prevention of Sexual Harassment

30. Using the 5 randomly selected employees/officials from procedure #16 under 'Payroll and Personnel' above, obtain sexual harassment training documentation from management, and observe that the documentation demonstrates each employee/official completed at least one hour of sexual harassment training during the calendar year as required by R.S. 42:343.
31. Observe that the entity has posted its sexual harassment policy and complaint procedure on its website (or in a conspicuous location on the entity's premises if the entity does not have a website).
32. Obtain the entity's annual sexual harassment report for the current fiscal period, observe that the report was dated on or before February 1, and observe that the report includes the applicable requirements of R.S. 42:344:
 - a) Number and percentage of public servants in the agency who have completed the training requirements;
 - b) Number of sexual harassment complaints received by the agency;
 - c) Number of complaints which resulted in a finding that sexual harassment occurred;
 - d) Number of complaints in which the finding of sexual harassment resulted in discipline or corrective action; and
 - e) Amount of time it took to resolve each complaint.

Exceptions:

Written Policies and Procedures:

No exceptions noted.

Board of Finance Committee:

Exempt from procedures.

Bank Reconciliations:

Exempt from procedures.

Collections (excluding electronic transfers):

Exempt from procedures.

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

Exempt from procedures.

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

1 of the 5 credit card statements had a finance charge assessed.

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

Exempt from procedures.

Contracts:

Exempt from procedures.

Payroll and Personnel:

Exempt from procedures.

Ethics:

Exempt from procedures.

Debt Service:

Exempt from procedures.

Fraud Notice:

Exempt from procedures.

Information Technology Disaster Recovery/Business Continuity:

Exempt from procedures.

Prevention of Sexual Harassment:

Exempt from procedures.

Management's Response:

Credit Cards:

Management will continue working to educate employees on the current policies in place to ensure they are being complied with. We will ensure that credit card statements payments are made prior to due dates, via ACH if necessary, to ensure finance charges are no longer assessed.

We were engaged by the City to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on those C/C areas identified in the SAUPs. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely to describe the scope of testing performed on those C/C areas identified in the SAUPs, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the LLA as a public document.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Abbeville, Louisiana
February 24, 2026