

**CITY OF BROUSSARD, LOUISIANA**

Financial Report

Year Ended June 30, 2020

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## INDEPENDENT AUDITOR'S REPORT

The Honorable Ray Bourque,  
and Members of the Board of Aldermen  
City of Broussard, Louisiana

### Report on the Financial Statements

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

### *Management's Responsibility for the Financial Statements*

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

### *Auditor's Responsibility*

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### ***Basis for Adverse Opinion on Discretely Presented Component Units***

The financial statements referred to above do not include financial data for the City's legally separate component units. Accounting principles generally accepted in the United States of America require the financial data for component units to be reported with the financial data of the City's primary government unless the City also issues financial statements for the financial reporting entity that include the financial data for its component units. The City has not issued such reporting entity financial statements. Because of this departure from accounting principles generally accepted in the United States of America, the assets, liabilities, net assets, revenues, and expenses of the discretely presented component units would have been reported as \$2,949,621, \$64,103, \$2,885,517, \$2,971,969, and \$1,622,274, respectively.

### ***Adverse Opinion***

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on Discretely Presented Component Unit" paragraph, the financial statements referred to above do not present fairly the financial position of the discretely presented component unit of the City of Broussard, Louisiana, as of June 30, 2020 or the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Unmodified Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Broussard, Louisiana, as of June 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Other Matters***

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require the budgetary comparison information, schedule of employer's share of net pension liability, and schedule of employer contributions on pages 44 through 49 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The City of Broussard has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the 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.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Broussard, Louisiana's basic financial statements. The combining and comparative statements and various schedules included in other supplementary information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and comparative statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting 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, these combining and comparative statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole. The prior year comparative information on the combining and comparative statements has been derived from the City of Broussard's 2019 financial statements, which was subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, was fairly presented in all material respects in relation to the basic financial statements from which they have been derived.

The various schedules included in other supplementary information have not been subjected to the auditing procedures applied in the audit of the basic financial statements and accordingly, we do not express an opinion or provide any assurance on them.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 13, 2020, on our consideration of the City of Broussard, 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 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

***Kolder, Slaven & Company, LLC***  
Certified Public Accountants

Lafayette, Louisiana  
November 13, 2020

**BASIC FINANCIAL STATEMENTS**

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

CITY OF BROUSSARD, LOUISIANA

Statement of Net Position  
June 30, 2020

|                                       | Governmental<br>Activities | Business-<br>Type<br>Activities | Total               |
|---------------------------------------|----------------------------|---------------------------------|---------------------|
| <b>ASSETS</b>                         |                            |                                 |                     |
| Current assets:                       |                            |                                 |                     |
| Cash and interest-bearing deposits    | \$14,156,878               | \$ 656,713                      | \$14,813,591        |
| Receivables, net                      | 2,843,830                  | 488,681                         | 3,332,511           |
| Internal balances                     | 979,371                    | (979,371)                       | -                   |
| Due from other governments            | 24,971                     | -                               | 24,971              |
| Prepaid items                         | 163,555                    | 109,058                         | 272,613             |
| Total current assets                  | <u>18,168,605</u>          | <u>275,081</u>                  | <u>18,443,686</u>   |
| Noncurrent assets:                    |                            |                                 |                     |
| Restricted assets -                   |                            |                                 |                     |
| Cash and interest-bearing deposits    | 1,867,980                  | 1,854,683                       | 3,722,663           |
| Capital assets -                      |                            |                                 |                     |
| Land and construction in progress     | 7,555,578                  | 6,148,044                       | 13,703,622          |
| Capital assets, net                   | 22,742,140                 | 58,689,932                      | 81,432,072          |
| Total noncurrent assets               | <u>32,165,698</u>          | <u>66,692,659</u>               | <u>98,858,357</u>   |
| Total assets                          | <u>50,334,303</u>          | <u>66,967,740</u>               | <u>117,302,043</u>  |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b> |                            |                                 |                     |
| Deferred loss on bond refunding       | 472,753                    | -                               | 472,753             |
| Deferred outflows related to pensions | 469,345                    | -                               | 469,345             |
| Total deferred outflows of resources  | <u>942,098</u>             | <u>-</u>                        | <u>942,098</u>      |
| <b>LIABILITIES</b>                    |                            |                                 |                     |
| Current liabilities:                  |                            |                                 |                     |
| Accounts, salaries and other payables | 934,434                    | 189,410                         | 1,123,844           |
| Deferred revenue                      | -                          | 47,285                          | 47,285              |
| Due to other governments              | 1,527,740                  | -                               | 1,527,740           |
| Capital leases payable                | 201,488                    | -                               | 201,488             |
| Bonds payable                         | 780,000                    | 675,000                         | 1,455,000           |
| Accrued interest payable              | 98,194                     | 168,761                         | 266,955             |
| Customers' deposits payable           | -                          | 394,588                         | 394,588             |
| Total current liabilities             | <u>3,541,856</u>           | <u>1,475,044</u>                | <u>5,016,900</u>    |
| Noncurrent liabilities:               |                            |                                 |                     |
| Compensated absences payable          | 459,381                    | 117,742                         | 577,123             |
| Net pension liability                 | 382,865                    | -                               | 382,865             |
| Capital leases payable                | 721,541                    | -                               | 721,541             |
| Loan payable                          | -                          | 1,122,903                       | 1,122,903           |
| Bonds payable                         | 17,572,028                 | 24,635,000                      | 42,207,028          |
| Total noncurrent liabilities          | <u>19,135,815</u>          | <u>25,875,645</u>               | <u>45,011,460</u>   |
| Total liabilities                     | <u>22,677,671</u>          | <u>27,350,689</u>               | <u>50,028,360</u>   |
| <b>DEFERRED INFLOWS OF RESOURCES</b>  |                            |                                 |                     |
| Deferred inflows related to pensions  | 11,779                     | -                               | 11,779              |
| <b>NET POSITION</b>                   |                            |                                 |                     |
| Net investment in capital assets      | 18,470,414                 | 39,080,073                      | 57,550,487          |
| Restricted for sales tax dedications  | 8,227,935                  | -                               | 8,227,935           |
| Restricted for debt service           | 1,769,786                  | 616,334                         | 2,386,120           |
| Unrestricted (deficit)                | 118,816                    | (79,356)                        | 39,460              |
| Total net position                    | <u>\$28,586,951</u>        | <u>\$39,617,051</u>             | <u>\$68,204,002</u> |

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

CITY OF BROUSSARD, LOUISIANA

Statement of Activities  
For the Year Ended June 30, 2020

| 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                |
| <b>Governmental activities:</b>                                |                      |                                       |                                    |                                  |  |                          |                      |
| General government   | \$ 2,552,006         | \$ 1,653,616                          | \$ -                               | \$ -                             | \$ (898,390)                                       | \$ -                     | \$ (898,390)         |
| Culture and recreation   | 10,145               | -                                     | -                                  | -                                | (10,145)   | -                        | (10,145)             |
| Economic development   | 364,813              | -                                     | -                                  | -                                | (364,813)  | -                        | (364,813)            |
| Public safety  | 6,105,283            | 460,510                               | 316,843                            | -                                | (5,327,930)  | -                        | (5,327,930)          |
| Parks and recreation   | 452                  | -                                     | -                                  | -                                | (452)  | -                        | (452)                |
| Streets and drainage   | 4,290,340            | -                                     | 122,605                            | -                                | (4,167,735)  | -                        | (4,167,735)          |
| Interest on long-term debt                                     | 588,833              | -                                     | -                                  | -                                | (588,833)  | -                        | (588,833)            |
| Total governmental activities                                  | <u>13,911,872</u>    | <u>2,114,126</u>                      | <u>439,448</u>                     | <u>-</u>                         | <u>(11,358,298)</u>                                | <u>-</u>                 | <u>(11,358,298)</u>  |
| <b>Business-type activities:</b>                               |                      |                                       |                                    |                                  |  |                          |                      |
| Water  | 2,389,841            | 1,835,301                             | -                                  | -                                | -  | (554,540)                | (554,540)            |
| Sewer  | 2,280,444            | 836,605                               | -                                  | 20,013                           | -  | (1,423,826)              | (1,423,826)          |
| Sanitation   | 1,146,833            | 1,297,107                             | -                                  | -                                | -  | 150,274                  | 150,274              |
| Sports Complex   | 3,572,142            | 495,555                               | -                                  | 3,500                            | -  | (3,073,087)              | (3,073,087)          |
| Total business-type activities                                 | <u>9,389,260</u>     | <u>4,464,568</u>                      | <u>-</u>                           | <u>23,513</u>                    | <u>-</u>   | <u>(4,901,179)</u>       | <u>(4,901,179)</u>   |
| Total  | <u>\$ 23,301,132</u> | <u>\$ 6,578,694</u>                   | <u>\$ 439,448</u>                  | <u>\$ 23,513</u>                 | <u>(11,358,298)</u>                                | <u>(4,901,179)</u>       | <u>(16,259,477)</u>  |
| <b>General revenues:</b>                                       |                      |                                       |                                    |                                  |  |                          |                      |
| Taxes -  |                      |                                       |                                    |                                  |  |                          |                      |
| Sales and use taxes, levied for general purposes               |                      |                                       |                                    |                                  | 14,024,073   | -                        | 14,024,073           |
| Franchise taxes  |                      |                                       |                                    |                                  | 1,201,190  | -                        | 1,201,190            |
| Grants and contributions not restricted to specific programs - |                      |                                       |                                    |                                  |  |                          |                      |
| State sources  |                      |                                       |                                    |                                  | 105,328  | -                        | 105,328              |
| Non-employer contributions                                     |                      |                                       |                                    |                                  | 8,679  | -                        | 8,679                |
| Interest and investment earnings                               |                      |                                       |                                    |                                  | 80,899   | 17,354                   | 98,253               |
| Miscellaneous  |                      |                                       |                                    |                                  | 251,515  | -                        | 251,515              |
| Transfers  |                      |                                       |                                    |                                  | <u>(4,086,977)</u>                                 | <u>4,086,977</u>         | <u>-</u>             |
| Total general revenues and transfers                           |                      |                                       |                                    |                                  | <u>11,584,707</u>                                  | <u>4,104,331</u>         | <u>15,689,038</u>    |
| Change in net position   |                      |                                       |                                    |                                  | 226,409  | (796,848)                | (570,439)            |
| Net position - July 1, 2019                                    |                      |                                       |                                    |                                  | <u>28,360,542</u>                                  | <u>40,413,899</u>        | <u>68,774,441</u>    |
| Net position - June 30, 2020                                   |                      |                                       |                                    |                                  | <u>\$ 28,586,951</u>                               | <u>\$ 39,617,051</u>     | <u>\$ 68,204,002</u> |

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

**FUND FINANCIAL STATEMENTS (FFS)**

## **MAJOR FUND DESCRIPTIONS**

### **General Fund**

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

### **Special Revenue Funds**

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

#### **1992 Sales Tax Fund -**

To account for the receipt and use of proceeds of the City's 1992 1% sales and use tax (rededicated in 1998). These taxes are dedicated to be used for (1) constructing, improving, operating and maintaining waterworks facilities, fire protection facilities, and police protection facilities, including the acquisition of equipment therefore, (2) constructing, improving, operating and maintaining sewers and sewerage disposal works, and (3) constructing, improving, operating and maintaining public streets and bridges and drainage facilities, including the acquisition of equipment therefore, and shall be used to fund any bonds issued for any of the aforesaid purposes to pay for the capital costs thereof.

#### **TIF Sales Tax Fund -**

To account for the receipt and use of proceeds of the City's 2006 1% TIF district sales and use tax for the Broussard Economic Development District. These taxes are dedicated to be used to fund revenue bonds to be issued to finance economic development projects within the district.

#### **2011 Recreational Sales Tax Fund -**

To account for the receipt and use of proceeds of the City's 2011 1/2% recreational facilities sales and use tax. These taxes are dedicated to be used for the operations of the park and for the payment of revenue bonds associated with the acquisition, construction and equipping of recreational facilities and related infrastructure throughout the City.

### **Capital Projects Fund**

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

#### **LCDBG/Streets Capital Projects Fund -**

To account for the improvements of various projects using proceeds from grant revenue and City's funds.

### **Enterprise Funds**

#### **Utility Fund -**

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

#### **Sports Complex Fund -**

To account for the operation of the St. Julien Park Sports Complex facility. All fee and revenues derived from the facility and all related expenses are accounted for in this fund.

CITY OF BROUSSARD, LOUISIANA

Balance Sheet  
Governmental Funds  
June 30, 2020

|   | General             | 1992<br>Sales Tax   | TIF<br>Sales Tax    | 2011<br>Recreational<br>Sales Tax | LCDBG/Streets<br>Capital<br>Projects | Other<br>Governmental<br>Funds | Total                |
|---|---------------------|---------------------|---------------------|-----------------------------------|--------------------------------------|--------------------------------|----------------------|
| <b>ASSETS</b>                             |                     |                     |                     |                                   |                                      |                                |                      |
| Cash and interest-bearing deposits        | \$ 6,450,526        | \$ 4,346,158        | \$ 1,611,332        | \$ 1,284,951                      | \$ 463,911                           | \$ 1,867,980                   | \$ 16,024,858        |
| Receivables -                             |                     |                     |                     |                                   |                                      |                                |                      |
| Taxes and licenses                        | 1,141,561           | 994,200             | 211,224             | 496,845                           | -                                    | -                              | 2,843,830            |
| Due from other governments                | 24,971              | -                   | -                   | -                                 | -                                    | -                              | 24,971               |
| Due from other funds                      | 346,693             | 950,000             | 17,277              | -                                 | 700,435                              | -                              | 2,014,405            |
| Prepaid items                             | 163,555             | -                   | -                   | -                                 | -                                    | -                              | 163,555              |
| Total assets                              | <u>\$ 8,127,306</u> | <u>\$ 6,290,358</u> | <u>\$ 1,839,833</u> | <u>\$ 1,781,796</u>               | <u>\$ 1,164,346</u>                  | <u>\$ 1,867,980</u>            | <u>\$ 21,071,619</u> |
| <b>LIABILITIES AND FUND BALANCES</b>      |                     |                     |                     |                                   |                                      |                                |                      |
| Liabilities -                             |                     |                     |                     |                                   |                                      |                                |                      |
| Accounts payable and accrued expenditures | \$ 243,695          | \$ 10,900           | \$ 2,614            | \$ 27,472                         | \$ 230                               | \$ -                           | \$ 284,911           |
| Contracts payable                         | 19,603              | -                   | -                   | -                                 | 411,456                              | -                              | 431,059              |
| Retainage payable                         | 12,920              | -                   | 26,422              | -                                 | 179,122                              | -                              | 218,464              |
| Due to other governments                  | 611,096             | 611,096             | -                   | 305,548                           | -                                    | -                              | 1,527,740            |
| Due to other funds                        | 57,236              | 700,000             | -                   | -                                 | 277,798                              | -                              | 1,035,034            |
| Total liabilities                         | <u>944,550</u>      | <u>1,321,996</u>    | <u>29,036</u>       | <u>333,020</u>                    | <u>868,606</u>                       | <u>-</u>                       | <u>3,497,208</u>     |
| Fund balances -                           |                     |                     |                     |                                   |                                      |                                |                      |
| Nonspendable for prepaid items            | 163,555             | -                   | -                   | -                                 | -                                    | -                              | 163,555              |
| Restricted for sales tax dedications      | -                   | 4,968,362           | 1,810,797           | 1,448,776                         | -                                    | -                              | 8,227,935            |
| Restricted for debt service               | -                   | -                   | -                   | -                                 | -                                    | 1,867,980                      | 1,867,980            |
| Assigned for capital expenditures         | -                   | -                   | -                   | -                                 | 295,740                              | -                              | 295,740              |
| Unassigned                                | 7,019,201           | -                   | -                   | -                                 | -                                    | -                              | 7,019,201            |
| Total fund balances                       | <u>7,182,756</u>    | <u>4,968,362</u>    | <u>1,810,797</u>    | <u>1,448,776</u>                  | <u>295,740</u>                       | <u>1,867,980</u>               | <u>17,574,411</u>    |
| Total liabilities and fund balances       | <u>\$ 8,127,306</u> | <u>\$ 6,290,358</u> | <u>\$ 1,839,833</u> | <u>\$ 1,781,796</u>               | <u>\$ 1,164,346</u>                  | <u>\$ 1,867,980</u>            | <u>\$ 21,071,619</u> |

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

CITY OF BROUSSARD, LOUISIANA

Reconciliation of the Governmental Funds Balance Sheet  
to the Statement of Net Position  
June 30, 2020

|  |                   |                     |
|--|-------------------|---------------------|
| Total fund balances for governmental funds at June 30, 2020  |                   | \$17,574,411        |
| Total net position reported for governmental activities in the statement of net position is different because:   |                   |                     |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of:                         |                   |                     |
| Land   | \$ 1,213,659      |                     |
| Construction in progress   | 6,341,919         |                     |
| Buildings and improvements, net of \$1,681,841 accumulated depreciation  | 1,716,821         |                     |
| Equipment and vehicles, net of \$2,518,292 accumulated depreciation  | 1,189,979         |                     |
| Infrastructure, net of \$5,860,781 accumulated depreciation  | <u>19,835,340</u> | 30,297,718          |
| The deferred loss on bond refunding is not an available resource, and therefore, is not reported in the funds  |                   | 472,753             |
| The deferred outflows of expenditures in the municipal police employees retirement system are not a use of current resources, and therefore, are not reported in the funds |                   | 469,345             |
| Long-term liabilities at June 30, 2020:  |                   |                     |
| Compensated absences payable   | (459,381)         |                     |
| Net pension liability  | (382,865)         |                     |
| Capital leases payable   | (923,029)         |                     |
| Bonds payable  | (18,352,028)      |                     |
| Accrued interest payable   | <u>(98,194)</u>   | (20,215,497)        |
| The deferred inflows of contributions for the municipal police employees retirement system are not available resources, and therefore, are not reported in the funds       |                   | <u>(11,779)</u>     |
| Total net position of governmental activities at June 30, 2020   |                   | <u>\$28,586,951</u> |

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

CITY OF BROUSSARD, LOUISIANA

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

|  | General             | 1992<br>Sales Tax   | TIF<br>Sales Tax    | 2011<br>Recreational<br>Sales Tax | LCDBG/Streets<br>Capital<br>Projects | Other<br>Governmental<br>Funds | Total                |
|--|---------------------|---------------------|---------------------|-----------------------------------|--------------------------------------|--------------------------------|----------------------|
| <b>Revenues:</b>   |                     |                     |                     |                                   |                                      |                                |                      |
| Taxes  | \$ 6,530,374        | \$ 5,329,184        | \$ 693,124          | \$ 2,672,581                      | \$ -                                 | \$ -                           | \$ 15,225,263        |
| Licenses and permits   | 1,653,616           | -                   | -                   | -                                 | -                                    | -                              | 1,653,616            |
| Intergovernmental  | 544,776             | -                   | -                   | -                                 | -                                    | -                              | 544,776              |
| Fine and forfeits  | 460,510             | -                   | -                   | -                                 | -                                    | -                              | 460,510              |
| Interest   | 46,972              | 15,475              | 1,848               | 7,096                             | -                                    | 9,508                          | 80,899               |
| Miscellaneous  | 249,567             | -                   | 1,948               | -                                 | -                                    | -                              | 251,515              |
| <b>Total revenues</b>  | <u>9,485,815</u>    | <u>5,344,659</u>    | <u>696,920</u>      | <u>2,679,677</u>                  | <u>-</u>                             | <u>9,508</u>                   | <u>18,216,579</u>    |
| <b>Expenditures:</b>   |                     |                     |                     |                                   |                                      |                                |                      |
| <b>Current -</b>   |                     |                     |                     |                                   |                                      |                                |                      |
| General government   | 2,297,539           | 63,071              | 13,275              | 29,461                            | 2,828                                | -                              | 2,406,174            |
| Economic development   | 364,813             | -                   | -                   | -                                 | -                                    | -                              | 364,813              |
| Culture and recreation                                       | -                   | -                   | -                   | 10,145                            | -                                    | -                              | 10,145               |
| Public safety  | 5,857,317           | -                   | -                   | -                                 | -                                    | -                              | 5,857,317            |
| Streets and drainage   | 3,102,567           | -                   | -                   | -                                 | -                                    | -                              | 3,102,567            |
| Debt service   | 549,801             | -                   | -                   | -                                 | -                                    | 1,487,228                      | 2,037,029            |
| Capital outlay   | 2,012,265           | -                   | -                   | 39,798                            | 2,457,402                            | -                              | 4,509,465            |
| <b>Total expenditures</b>                                    | <u>14,184,302</u>   | <u>63,071</u>       | <u>13,275</u>       | <u>79,404</u>                     | <u>2,460,230</u>                     | <u>1,487,228</u>               | <u>18,287,510</u>    |
| <b>Excess (deficiency) of revenues<br/>over expenditures</b> | <u>(4,698,487)</u>  | <u>5,281,588</u>    | <u>683,645</u>      | <u>2,600,273</u>                  | <u>(2,460,230)</u>                   | <u>(1,477,720)</u>             | <u>(70,931)</u>      |
| <b>Other financing sources (uses):</b>                       |                     |                     |                     |                                   |                                      |                                |                      |
| Proceeds from capital leases                                 | 1,472,830           | -                   | -                   | -                                 | -                                    | -                              | 1,472,830            |
| Transfers in   | 1,625,000           | -                   | -                   | 1,222,077                         | 1,977,870                            | 1,537,756                      | 6,362,703            |
| Transfers out  | (1,314,544)         | (4,218,756)         | (1,990,906)         | (2,681,899)                       | (243,575)                            | -                              | (10,449,680)         |
| <b>Total other financing sources (uses)</b>                  | <u>1,783,286</u>    | <u>(4,218,756)</u>  | <u>(1,990,906)</u>  | <u>(1,459,822)</u>                | <u>1,734,295</u>                     | <u>1,537,756</u>               | <u>(2,614,147)</u>   |
| <b>Net change in fund balances</b>                           | <u>(2,915,201)</u>  | <u>1,062,832</u>    | <u>(1,307,261)</u>  | <u>1,140,451</u>                  | <u>(725,935)</u>                     | <u>60,036</u>                  | <u>(2,685,078)</u>   |
| Fund balances - beginning                                    | 10,097,957          | 3,905,530           | 3,118,058           | 308,325                           | 1,021,675                            | 1,807,944                      | 20,259,489           |
| Fund balances - ending                                       | <u>\$ 7,182,756</u> | <u>\$ 4,968,362</u> | <u>\$ 1,810,797</u> | <u>\$ 1,448,776</u>               | <u>\$ 295,740</u>                    | <u>\$ 1,867,980</u>            | <u>\$ 17,574,411</u> |

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

CITY OF BROUSSARD, 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 June 30, 2020

Total net changes in fund balances at June 30, 2020 in the  
statement of revenues, expenditures and changes in fund balances \$ (2,685,078)

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

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

|  |                    |           |
|--|--------------------|-----------|
| Capital outlay which is considered expenditures in the statement<br>of revenues, expenditures and changes in fund balances | \$ 4,233,477       |           |
| Loss on disposal of capital assets   | (8,851)            |           |
| Depreciation expense for the year ended June 30, 2020  | <u>(1,287,459)</u> | 2,937,167 |

Bond proceeds are reported as financing sources in governmental funds  
and thus contribute to the change in fund balance. In the statement of  
net position, however, issuing debt increases long-term liabilities and  
does not affect the statement of activities. Similarly, principal  
payments are recorded as expenditures in the governmental funds but  
reduce the liability in the statement of net position. Also, governmental  
funds report the effect of premiums, discounts, and similar items when  
debt is first issued, whereas these amounts are deferred and amortized  
in the statement of activities:

|                              |                 |       |
|------------------------------|-----------------|-------|
| Proceeds from capital leases | (1,472,830)     |       |
| Principal payments           | #REF!           |       |
| Amortization of bond premium | 83,507          |       |
| Loss on refunding amortized  | <u>(29,547)</u> | #REF! |

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

|                      |               |         |
|----------------------|---------------|---------|
| Compensated absences | (75,747)      |         |
| Interest expense     | 4,435         |         |
| Pension expense      | <u>66,022</u> | (5,290) |

|  |              |  |
|--|--------------|--|
| Non-employer contributions to the municipal police employees retirement system | <u>8,679</u> |  |
|--|--------------|--|

|   |                     |
|---|---------------------|
| Total changes in net position at June 30, 2020 in the statement of activities | <u><u>#REF!</u></u> |
|---|---------------------|

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

CITY OF BROUSSARD, LOUISIANA

Combined Statement of Net Position  
 Proprietary Funds  
 June 30, 2020

|                                    | Utility<br>Fund      | Sports<br>Complex<br>Fund | Total                |
|------------------------------------|----------------------|---------------------------|----------------------|
| <b>ASSETS</b>                      |                      |                           |                      |
| Current assets:                    |                      |                           |                      |
| Cash and interest-bearing deposits | \$ 295,574           | \$ 361,139                | \$ 656,713           |
| Accounts receivable, net           | 446,368              | 42,313                    | 488,681              |
| Due from other funds               | 57,236               | -                         | 57,236               |
| Due from other governments         | -                    | -                         | -                    |
| Prepaid insurance                  | 73,255               | 35,803                    | 109,058              |
| Total current assets               | <u>872,433</u>       | <u>439,255</u>            | <u>1,311,688</u>     |
| Noncurrent assets:                 |                      |                           |                      |
| Restricted assets -                |                      |                           |                      |
| Cash and interest-bearing deposits | 394,588              | 1,460,095                 | 1,854,683            |
| Capital assets -                   |                      |                           |                      |
| Land and construction in progress  | 2,868,595            | 3,279,449                 | 6,148,044            |
| Capital assets, net                | <u>26,923,610</u>    | <u>31,766,322</u>         | <u>58,689,932</u>    |
| Total noncurrent assets            | <u>30,186,793</u>    | <u>36,505,866</u>         | <u>66,692,659</u>    |
| Total assets                       | <u>31,059,226</u>    | <u>36,945,121</u>         | <u>68,004,347</u>    |
| <b>LIABILITIES</b>                 |                      |                           |                      |
| Current liabilities:               |                      |                           |                      |
| Accounts payable                   | 143,692              | 17,871                    | 161,563              |
| Retainage payable                  | 8,081                | -                         | 8,081                |
| Accrued expenses                   | 11,489               | 8,277                     | 19,766               |
| Deferred revenue                   | -                    | 47,285                    | 47,285               |
| Due to other funds                 | 967,712              | 68,895                    | 1,036,607            |
| Payable from restricted assets:    |                      |                           |                      |
| Bonds payable                      | -                    | 675,000                   | 675,000              |
| Accrued interest                   | -                    | 168,761                   | 168,761              |
| Customers' deposits                | 394,588              | -                         | 394,588              |
| Total current liabilities          | <u>1,525,562</u>     | <u>986,089</u>            | <u>2,511,651</u>     |
| Noncurrent liabilities:            |                      |                           |                      |
| Compensated absences payable       | 86,299               | 31,443                    | 117,742              |
| Loan payable                       | 1,122,903            | -                         | 1,122,903            |
| Bonds payable                      | -                    | 24,635,000                | 24,635,000           |
| Total noncurrent liabilities       | <u>1,209,202</u>     | <u>24,666,443</u>         | <u>25,875,645</u>    |
| Total liabilities                  | <u>2,734,764</u>     | <u>25,652,532</u>         | <u>28,387,296</u>    |
| <b>NET POSITION</b>                |                      |                           |                      |
| Net investment in capital assets   | 28,669,302           | 10,410,771                | 39,080,073           |
| Restricted for debt service        | -                    | 616,334                   | 616,334              |
| Unrestricted (deficit)             | <u>(344,840)</u>     | <u>265,484</u>            | <u>(79,356)</u>      |
| Total net position                 | <u>\$ 28,324,462</u> | <u>\$ 11,292,589</u>      | <u>\$ 39,617,051</u> |

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

CITY OF BROUSSARD, LOUISIANA

Combined Statement of Revenues, Expenses and Changes in Fund Net Position  
 Proprietary Funds  
 For the Year Ended June 30, 2020

|   | Utility<br>Fund     | Sports<br>Complex<br>Fund | Total               |
|---|---------------------|---------------------------|---------------------|
| Operating revenues:                             |                     |                           |                     |
| Charges for services                            | \$ 3,605,879        | \$ 495,555                | \$ 4,101,434        |
| Miscellaneous                                   | 363,134             | -                         | 363,134             |
| Total operating revenues                        | <u>3,969,013</u>    | <u>495,555</u>            | <u>4,464,568</u>    |
| Operating expenses:                             |                     |                           |                     |
| Water   | 2,379,748           | -                         | 2,379,748           |
| Sewer   | 2,275,627           | -                         | 2,275,627           |
| Garbage   | 1,138,804           | -                         | 1,138,804           |
| Sports Complex                                  | -                   | 2,532,283                 | 2,532,283           |
| Total operating expenses                        | <u>5,794,179</u>    | <u>2,532,283</u>          | <u>8,326,462</u>    |
| Loss from operations                            | <u>(1,825,166)</u>  | <u>(2,036,728)</u>        | <u>(3,861,894)</u>  |
| Nonoperating revenues (expenses):               |                     |                           |                     |
| Interest earned                                 | 1,115               | 16,239                    | 17,354              |
| Interest expense                                | (22,939)            | (1,038,342)               | (1,061,281)         |
| Loss on disposal of capital asset               | -                   | (1,517)                   | (1,517)             |
| Total nonoperating revenues (expenses)          | <u>(21,824)</u>     | <u>(1,023,620)</u>        | <u>(1,045,444)</u>  |
| Loss before capital contributions and transfers | <u>(1,846,990)</u>  | <u>(3,060,348)</u>        | <u>(4,907,338)</u>  |
| Capital contributions                           | <u>20,013</u>       | <u>3,500</u>              | <u>23,513</u>       |
| Transfers:                                      |                     |                           |                     |
| Transfer from General Fund                      | -                   | 92,467                    | 92,467              |
| Transfer from Capital Projects                  | 243,575             | -                         | 243,575             |
| Transfer from 1992 Sales Tax Fund               | 550,000             | -                         | 550,000             |
| Transfer from TIF Sales Tax Fund                | 519,036             | -                         | 519,036             |
| Transfer from Recreational Sales Tax Fund       | -                   | 2,681,899                 | 2,681,899           |
| Total transfers                                 | <u>1,312,611</u>    | <u>2,774,366</u>          | <u>4,086,977</u>    |
| Change in net position                          | (514,366)           | (282,482)                 | (796,848)           |
| Net position, beginning                         | <u>28,838,828</u>   | <u>11,575,071</u>         | <u>40,413,899</u>   |
| Net position, ending                            | <u>\$28,324,462</u> | <u>\$11,292,589</u>       | <u>\$39,617,051</u> |

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

CITY OF BROUSSARD, LOUISIANA

Combined Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2020

|  | Utility<br>Fund     | Sports<br>Complex<br>Fund | Total                 |
|--|---------------------|---------------------------|-----------------------|
| <b>Cash flows from operating activities:</b>                                       |                     |                           |                       |
| Receipts from customers  | \$ 3,586,969        | \$ 495,555                | \$ 4,082,524          |
| Payments to suppliers  | (3,699,358)         | (883,668)                 | (4,583,026)           |
| Payments of employees  | (893,354)           | (633,207)                 | (1,526,561)           |
| Other income   | 363,134             | -                         | 363,134               |
| Net cash used by operating activities  | <u>(642,609)</u>    | <u>(1,021,320)</u>        | <u>(1,663,929)</u>    |
| <b>Cash flows from noncapital financing activities:</b>                            |                     |                           |                       |
| Cash received from other funds   | 208                 | 11,403                    | 11,611                |
| Transfers in from other funds  | 1,312,611           | 2,774,366                 | 4,086,977             |
| Net increase in customer deposits payable  | 29,713              | -                         | 29,713                |
| Net cash provided by noncapital financing activities                               | <u>1,342,532</u>    | <u>2,785,769</u>          | <u>4,128,301</u>      |
| <b>Cash flows from capital and related financing activities:</b>                   |                     |                           |                       |
| Principal paid on bonds  | -                   | (645,000)                 | (645,000)             |
| Interest and fiscal agency fees paid on bonds                                      | (22,939)            | (1,042,642)               | (1,065,581)           |
| Issuance of loan payable   | 371,830             | -                         | 371,830               |
| Capital contributions  | 23,828              | 3,500                     | 27,328                |
| Acquisition of capital assets  | (996,761)           | (40,992)                  | (1,037,753)           |
| Net cash used by capital and related financing activities                          | <u>(624,042)</u>    | <u>(1,725,134)</u>        | <u>(2,349,176)</u>    |
| <b>Cash flows from investing activities:</b>                                       |                     |                           |                       |
| Purchase of interest-bearing deposits  | -                   | (1,081,777)               | (1,081,777)           |
| Maturities of interest-bearing deposits  | -                   | 1,065,659                 | 1,065,659             |
| Interest on cash and investments   | 1,115               | 16,239                    | 17,354                |
| Net cash provided by investing activities  | <u>1,115</u>        | <u>121</u>                | <u>1,236</u>          |
| Net increase in cash   | 76,996              | 39,436                    | 116,432               |
| Cash and cash equivalents, beginning of period                                     | <u>613,166</u>      | <u>700,021</u>            | <u>1,313,187</u>      |
| Cash and cash equivalents, end of period   | <u>\$ 690,162</u>   | <u>\$ 739,457</u>         | <u>\$ 1,429,619</u>   |
| <b>Reconciliation of operating loss to net cash used by operating activities</b>   |                     |                           |                       |
| Operating loss   | \$ (1,825,166)      | \$ (2,036,728)            | \$ (3,861,894)        |
| Adjustments to reconcile operating loss to net cash used by operating activities - |                     |                           |                       |
| Depreciation   | 1,307,458           | 943,203                   | 2,250,661             |
| Changes in assets and liabilities -  |                     |                           |                       |
| Accounts receivable  | (18,910)            | 3,625                     | (15,285)              |
| Prepaid insurance  | (8,930)             | 17,560                    | 8,630                 |
| Accounts payable   | (95,596)            | (5,768)                   | (101,364)             |
| Accrued expenses   | 1,940               | (1,230)                   | 710                   |
| Deferred revenue   | -                   | 47,285                    | 47,285                |
| Compensated absences payable   | (3,405)             | 10,733                    | 7,328                 |
| Net cash used by operating activities  | <u>\$ (642,609)</u> | <u>\$ (1,021,320)</u>     | <u>\$ (1,663,929)</u> |

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

## CITY OF BROUSSARD, LOUISIANA

### Notes to Basic Financial Statements

#### (1) Summary of Significant Accounting Policies

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

##### A. Financial Reporting Entity

The City of Broussard was incorporated in 1884 under the provisions of the Lawrason Act. The City operates under the Mayor-Board of Aldermen form of government.

The financial reporting entity should consist 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.

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

1. Legal status of the potential component unit including the right to incur its own debt, levy its own taxes and charges, expropriate property in its own name, sue and be sued, and the right to buy, sell and lease property in its own name.
2. Whether the primary government's governing authority (City of Broussard) appoints a majority of board members of the potential component unit and is able to impose its will on the potential component unit or the potential component unit is fiscally dependent on the primary government.
3. Financial benefit/burden relationship between the primary government and the potential component unit.
4. The nature and significance of the relationship between the potential component unit with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading.

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Based on these criteria, the City has identified the following component units:

**Broussard Fire Department**

The Broussard Fire Department is a non-profit corporation established in 1989 for the purpose of impeding, eradicating and extinguishing all types of destructive fires within or near the City of Broussard. There are five (5) members of the governing board of the Broussard Fire Department, consisting of the Mayor, one member of the Board of Aldermen, the fire chief, and two (2) elected members of the corporation. Bonded debt issued by the Broussard Fire Department must be approved by the City Council.

Complete financial statements for the Broussard Fire Department may be obtained upon request at Broussard City Hall.

**Broussard Economic Development Corporation**

The Broussard Economic Development Corporation was chartered in 1993. The City of Broussard appoints a majority of the Corporations' Board and has the ability to impose its will on the Corporation.

These primary government financial statements of the City of Broussard do not include the financial data of the component units described above. This component unit financial data is necessary for reporting in conformity with generally accepted accounting principles.

Complete financial statements for the Broussard Economic Development Corporation may be obtained upon request at Broussard City Hall.

These primary government financial statements of the City of Broussard do not include the financial data of the component units described above. This component unit financial data is necessary for reporting in conformity with generally accepted accounting principles.

**B. Basis of Presentation**

**Government-Wide Financial Statements (GWFS)**

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

## CITY OF BROUSSARD, LOUISIANA

### Notes to Basic Financial Statements (Continued)

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

#### Fund Financial Statements

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

The various funds of the City are classified into two categories: governmental and proprietary. The emphasis on fund financial statements is on major governmental and proprietary funds, each displayed in a separate column. All remaining funds are aggregated and reported as nonmajor funds.

A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

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

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. Additionally, it is used to account for the receipt and use of the proceeds of the City's 1975 one percent sales and use tax. These taxes may be used for any lawful public purpose.

## CITY OF BROUSSARD, LOUISIANA

### Notes to Basic Financial Statements (Continued)

#### Special Revenue Funds

##### 1992 Sales Tax Fund -

The 1992 Sales Tax Fund is used to account for the receipt and use of the proceeds of the City's 1992 one percent sales and use tax (rededicated in 1998). These taxes are dedicated to be used for (1) constructing, improving, operating and maintaining waterworks facilities, fire protection facilities, and police protection facilities, including the acquisition of equipment therefore, (2) constructing, improving, operating, and maintaining sewers and sewerage disposal works, and (3) constructing, improving, operating and maintaining public streets and bridges and drainage facilities, including the acquisition of equipment therefore, and shall be used to fund any bonds issued for any of the aforesaid purposes to pay for the capital costs thereof.

##### TIF Sales Tax Fund -

The TIF Sales Tax Fund is used to account for the receipt and use of the proceeds of the City's 2006 one percent TIF District sales and use tax levied on the businesses located in the Broussard Economic Development District. These taxes are dedicated to be used to fund revenue bonds to be issued to finance economic development projects within the District.

##### 2011 Recreational Sales Tax Fund -

The 2011 Recreational Sales Tax Fund is used to account for receipt and use of the proceeds of the City's 2011 one-half percent recreational sales and use tax. These taxes are dedicated to be used for the operations of the park and for the payment of revenue bonds associated with the acquisition, construction, and equipping of recreational facilities and related infrastructure throughout the City.

#### Capital Projects Fund

##### LCDBG/Streets Capital Projects Fund –

The LCDBG/Streets Capital Projects Fund is used to account for the improvements of various projects utilizing proceeds from grant revenues and City's funds.

## CITY OF BROUSSARD, LOUISIANA

### Notes to Basic Financial Statements (Continued)

#### Proprietary Funds -

#### Enterprise Funds

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

In addition, the City reports the following nonmajor governmental funds:

#### Debt Service Funds --

The debt service funds are used to accumulated monies for payment of the City's various sales tax bonds, which are being financed by the 1975 and 1992 sales taxes revenues.

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

## CITY OF BROUSSARD, LOUISIANA

### Notes to Basic Financial Statements (Continued)

#### Basis of Accounting

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. 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.

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

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

##### Cash and interest-bearing deposits

For purposes of the statement of net position, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposits of the City. For the purpose of the proprietary funds' statement of cash flows, "cash and cash equivalents" include all demand and savings accounts and certificates of deposits with an original maturity of three months or less.

##### Interfund receivables and payables

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

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

## CITY OF BROUSSARD, LOUISIANA

### Notes to Basic Financial Statements (Continued)

#### Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include sales and use taxes, franchise taxes, and grant funds. Business-type activities report customer's utility service receivables as their major receivables. Allowances for uncollectible accounts receivable are based on historical trends and the periodic aging of accounts receivable. The allowance for uncollectible utility receivables was \$116,099 at June 30, 2020. Unbilled utility service receivables resulting from utility services rendered between the date of meter reading and billing and the end of the month, are recorded at year-end.

#### Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide 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 various threshold levels for capitalizing capital assets. The levels are as follows:

|                     |          |
|---------------------|----------|
| General Fund        | \$ 2,500 |
| Utility Fund        | 5,000    |
| Sports Complex Fund | 2,500    |

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 the adoption of GASB 34, the City did not have a complete listing of infrastructure. At that time, the City began accumulating infrastructure information prospectively.

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      | 10 - 30 years |
| Equipment and vehicles          | 3 - 15 years  |
| Utility system and improvements | 7 - 30 years  |
| Infrastructure                  | 10 - 40 years |

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

## CITY OF BROUSSARD, LOUISIANA

### Notes to Basic Financial Statements (Continued)

#### Restricted Assets

Restricted assets include cash and interest-bearing deposits of the governmental funds and proprietary funds that are legally restricted as to their use. The restricted assets are related to debt service interest sinking and reserve accounts and utility meter deposits.

#### 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 and utility meter deposits payable.

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

#### Compensated Absences

Unused vacation is paid at the end of each calendar year. Unused sick leave up to 60 days may be carried over, with up to 30 days of the accumulated balance payable at termination of employment. At June 30, 2020, the City has \$577,123 of noncurrent accumulated leave benefits required to be reported in accordance with GASB Statement No. 16 "Accounting for Compensated Absences".

#### Deferred Outflows of Resources and Deferred Inflows of Resources

In some instances, the GASB requires a government to delay recognition of decreases in net position as expenditures until a future period. In other instances, governments are required to delay recognition of increases in net position as revenues until a future period. In these circumstances, deferred outflows of resources and deferred inflows of resources result from the delayed recognition of expenditures or revenues, respectively. At June 30, 2020, the City's deferred outflows of resources and deferred inflows of resources are attributable to the unamortized loss on the bond refunding and the pension plan.

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

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 net capital assets reduced by outstanding balances of any related debt obligations and deferred inflows of resources attributable to the acquisition, construction, or improvement of those assets and increased by balances of deferred outflows of resources related to those assets.
- b. Restricted net position – Net position is considered restricted if the use is constrained to a particular purpose. Restrictions are imposed by external organizations such as federal or state laws or buyers of the City's debt. Restricted net position is reduced by liabilities and deferred inflows of resources related to the restricted assets.
- c. Unrestricted net position – Consists of all other net position that does not meet the definition of the two components and is available for general use by the City.

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

- a. 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.
- b. 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.
- c. Committed – amounts that can be used only for specific purposes determined by a formal decision of the City's Mayor and Board of Aldermen, which is the highest level of decision-making authority for the City.
- d. 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 determined by a formal decision of the City's Mayor and Board of Aldermen.
- e. Unassigned – all other spendable amounts.

## CITY OF BROUSSARD, LOUISIANA

### Notes to Basic Financial Statements (Continued)

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

Proprietary (Utility and Sports Complex) fund equity is classified the same as in the government-wide statements.

#### E. Revenues, Expenditures, and Expenses

##### Operating Revenues and Expenses

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

##### Expenditures/Expenses

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

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

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

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

##### Interfund Transfers

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

#### F. Revenue Restrictions

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

| <u>Revenue Source</u>            | <u>Legal Restrictions of Use</u> |
|----------------------------------|----------------------------------|
| Sales tax                        | See Note 11                      |
| Water, sewer and garbage revenue | Utility operations               |

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

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

G. Capitalization of Interest Expense

It is the policy of the City of Broussard to capitalize material amounts of interest resulting from borrowings in the course of the construction of capital assets in the proprietary funds. At June 30, 2020, there were no borrowings for assets under construction and no capitalized interest expense was recorded on the books.

H. 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 and liabilities 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.

(2) Cash and Interest-Bearing Deposits

Under state law, the City may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The City may invest in certificates and time deposits of the state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 2020, the City had cash and interest-bearing deposits (book balances) totaling \$18,536,254 as follows:

|                               |                      |
|-------------------------------|----------------------|
| Non interest-bearing deposits | \$ 995,621           |
| Interest-bearing deposits     | 15,682,923           |
| Time deposits                 | <u>1,857,710</u>     |
| Total                         | <u>\$ 18,536,254</u> |

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

Deposit balances (bank balances) at June 30, 2020, which are required to be secured are as follows:

|   |                      |
|---|----------------------|
| Bank balances                           | <u>\$ 18,949,049</u> |
| Federal deposit insurance               | 1,000,000            |
| Pledged securities                      | <u>17,949,049</u>    |
| Total insured and secured bank balances | <u>\$ 18,949,049</u> |

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Deposits in the amount of \$17,949,049 were exposed to custodial credit risk. These deposits are uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the City's name. Even though the pledged securities are considered uncollateralized, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the City that the fiscal agent has failed to pay deposited funds upon demand. The City does not have a policy for custodial credit risk.

(3) Receivables

Receivables at June 30, 2020 consisted of the following:

|                       | Governmental Activities |                     | Business-Type Activities |                  | Total               |
|-----------------------|-------------------------|---------------------|--------------------------|------------------|---------------------|
|                       | General Fund            | Sales Tax Funds     | Utility Fund             | Sports Complex   |                     |
| Accounts              | \$ 654                  | \$ -                | \$ 334,527               | \$ 42,313        | \$ 377,494          |
| Unbilled utility      | -                       | -                   | 111,841                  | -                | 111,841             |
| 1975 1% sales taxes   | 994,200                 | -                   | -                        | -                | 994,200             |
| 1992 1% sales taxes   | -                       | 994,200             | -                        | -                | 994,200             |
| TIF sales taxes       | -                       | 211,224             | -                        | -                | 211,224             |
| 2011 1/2% sales taxes | -                       | 496,845             | -                        | -                | 496,845             |
| Franchise taxes       | 146,707                 | -                   | -                        | -                | 146,707             |
| Totals                | <u>\$ 1,141,561</u>     | <u>\$ 1,702,269</u> | <u>\$ 446,368</u>        | <u>\$ 42,313</u> | <u>\$ 3,332,511</u> |

(4) Due from Other Governmental Units

Due from other governmental units at June 30, 2020 consisted of the following:

Governmental Activities -

General Fund:

|  |                  |
|--|------------------|
| Due from State of Louisiana for beer tax revenue earned through June 30, 2020    | \$ 4,899         |
| Due from State of Louisiana for video poker revenue earned through June 30, 2020 | <u>20,072</u>    |
| Total due from other governmental units  | <u>\$ 24,971</u> |

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(5) Restricted Assets

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

|   | Governmental<br>Activities | Business-Type<br>Activities | Total              |
|---|----------------------------|-----------------------------|--------------------|
| 2015 revenue bond and interest sinking fund | \$ 188,993                 | \$ -                        | \$ 188,993         |
| 2015 revenue bond reserve fund              | 208,768                    | -                           | 208,768            |
| 2016 revenue bond and interest sinking      | 688,727                    | -                           | 688,727            |
| 2016 revenue bond reserve fund              | 424,402                    | -                           | 424,402            |
| 2011 DEQ bond and interest sinking fund     | 92,523                     | -                           | 92,523             |
| 2011 DEQ bond reserve fund                  | 264,567                    | -                           | 264,567            |
| 2012 revenue bond and interest sinking      | -                          | 378,318                     | 378,318            |
| 2012 revenue bond reserve fund              | -                          | 1,081,777                   | 1,081,777          |
| Customers' deposits                         | -                          | 394,588                     | 394,588            |
| Total restricted assets                     | <u>\$1,867,980</u>         | <u>\$1,854,683</u>          | <u>\$3,722,663</u> |

(6) Capital Assets

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

|   | Balance<br>07/01/19 | Additions           | Deletions           | Balance<br>06/30/20  |
|---|---------------------|---------------------|---------------------|----------------------|
| <b>Governmental activities:</b>                         |                     |                     |                     |                      |
| <b>Capital assets not being depreciated:</b>            |                     |                     |                     |                      |
| Land  | \$ 458,171          | \$ 755,488          | \$ -                | \$ 1,213,659         |
| Construction in progress                                | 4,721,843           | 2,748,317           | 1,128,241           | 6,341,919            |
| <b>Other capital assets:</b>                            |                     |                     |                     |                      |
| Buildings and improvements                              | 3,328,918           | 69,744              | -                   | 3,398,662            |
| Equipment and vehicles                                  | 3,647,983           | 619,730             | 559,442             | 3,708,271            |
| Infrastructure  | <u>24,527,682</u>   | <u>1,168,439</u>    | -                   | <u>25,696,121</u>    |
| Totals  | <u>36,684,597</u>   | <u>5,361,718</u>    | <u>1,687,683</u>    | <u>40,358,632</u>    |
| <b>Less accumulated depreciation</b>                    |                     |                     |                     |                      |
| Buildings and improvements                              | 1,546,370           | 135,471             | -                   | 1,681,841            |
| Equipment and vehicles                                  | 2,778,232           | 290,651             | 550,591             | 2,518,292            |
| Infrastructure  | 4,999,444           | 861,337             | -                   | 5,860,781            |
| Total accumulated depreciation                          | <u>9,324,046</u>    | <u>1,287,459</u>    | <u>550,591</u>      | <u>10,060,914</u>    |
| <b>Governmental activities,<br/>capital assets, net</b> | <u>\$27,360,551</u> | <u>\$ 4,074,259</u> | <u>\$ 1,137,092</u> | <u>\$ 30,297,718</u> |

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(6) Capital Assets (continued)

|  | Balance<br>07/01/19 | Additions           | Deletions           | Balance<br>06/30/20  |
|--|---------------------|---------------------|---------------------|----------------------|
| <b>Business-type activities:</b>                         |                     |                     |                     |                      |
| <b>Capital assets not being depreciated:</b>             |                     |                     |                     |                      |
| Land - Sewer system                                      | \$ 1,044,516        | \$ 4,450            | \$ -                | \$ 1,048,966         |
| Land - Sports Complex                                    | 3,279,449           | -                   | -                   | 3,279,449            |
| <b>Construction in progress:</b>                         |                     |                     |                     |                      |
| Utility Fund   | 4,314,681           | 1,006,938           | 3,501,990           | 1,819,629            |
| <b>Other capital assets:</b>                             |                     |                     |                     |                      |
| Plant and equipment - Water system                       | 12,774,022          | 1,685,040           | -                   | 14,459,062           |
| Plant and equipment - Sewer system                       | 27,044,025          | 1,751,868           | -                   | 28,795,893           |
| Buildings - Sports Complex                               | 33,575,228          | -                   | -                   | 33,575,228           |
| Autos and office equipment - utility                     | 1,140,766           | -                   | 124,660             | 1,016,106            |
| Equipment - Sports Complex                               | 763,125             | 40,992              | -                   | 804,117              |
| Vehicle - Sports Complex                                 | 50,090              | -                   | 3,500               | 46,590               |
| <b>Totals</b>  | <u>83,985,902</u>   | <u>4,489,288</u>    | <u>3,630,150</u>    | <u>84,845,040</u>    |
| <b>Less accumulated depreciation:</b>                    |                     |                     |                     |                      |
| Plant and equipment - Water system                       | 7,567,476           | 376,337             | -                   | 7,943,813            |
| Plant and equipment - Sewer system                       | 7,737,538           | 853,806             | -                   | 8,591,344            |
| Buildings - Sports Complex                               | 1,538,568           | 840,069             | -                   | 2,378,637            |
| Autos and office equipment - utility                     | 859,639             | 77,315              | 124,660             | 812,294              |
| Equipment - Sports Complex                               | 167,111             | 96,199              | -                   | 263,310              |
| Vehicle - Sports Complex                                 | 12,714              | 6,935               | 1,983               | 17,666               |
| <b>Total accumulated depreciation</b>                    | <u>17,883,046</u>   | <u>2,250,661</u>    | <u>126,643</u>      | <u>20,007,064</u>    |
| <b>Business-type activities,<br/>capital assets, net</b> | <u>\$66,102,856</u> | <u>\$ 2,238,627</u> | <u>\$ 3,503,507</u> | <u>\$ 64,837,976</u> |

Depreciation expense was charged to governmental activities as follows:

|   |                     |
|---|---------------------|
| General government  | \$ 127,575          |
| Public safety   | 215,463             |
| Streets   | 944,421             |
| <b>Total depreciation expense - governmental activities</b> | <u>\$ 1,287,459</u> |

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

|  |                     |
|--|---------------------|
| Water system   | \$ 400,983          |
| Sewer system   | 906,475             |
| Sports Complex   | 943,203             |
| <b>Total depreciation expense - business-type activities</b> | <u>\$ 2,250,661</u> |

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Construction in progress in the governmental activities in the amount of \$6,341,919 consists of various street improvement and extension projects. Construction in progress in the business-type activities in the amount of \$1,819,629 consists of costs incurred through June 30, 2020 for various water and sewer improvement projects.

(7) Accounts, Salaries and Other Payables

Accounts, salaries, and other payables consisted of the following at June 30, 2020:

|                         | Governmental<br>Activities | Business-Type<br>Activities | Total              |
|-------------------------|----------------------------|-----------------------------|--------------------|
| Accounts                | \$169,872                  | \$161,562                   | \$ 331,434         |
| Accrued payroll         | 87,194                     | 19,767                      | 106,961            |
| Collection fees payable | 27,845                     | -                           | 27,845             |
| Contracts               | 431,059                    | -                           | 431,059            |
| Retainage               | 218,464                    | 8,081                       | 226,545            |
| Totals                  | <u>\$934,434</u>           | <u>\$189,410</u>            | <u>\$1,123,844</u> |

(8) Due to Other Governments

Amounts due to other governments at June 30, 2020 in the amount of \$1,527,740 consists of \$611,096 for 1975 sales taxes (accounted for in the General Fund), \$611,096 for 1992 sales taxes, and \$305,548 for 2011 recreational sales taxes due to the Lafayette Parish School System Sales Tax Office for sales taxes erroneously remitted to the City.

(9) Long-Term Liabilities

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

|                                  | Revenue<br>Bonds     | Capital<br>Leases   | Compensated<br>Absences |
|----------------------------------|----------------------|---------------------|-------------------------|
| <b>Governmental Activities:</b>  |                      |                     |                         |
| Balance, July 1, 2019            | \$ 17,665,879        | \$ -                | \$ 383,634              |
| Additions                        | -                    | 1,472,830           | 129,788                 |
| Deletions                        | (840,000)            | (549,801)           | (54,041)                |
| Balance, June 30, 2020           | <u>\$ 16,825,879</u> | <u>\$ 923,029</u>   | <u>\$ 459,381</u>       |
|                                  | Revenue<br>Bonds     | Loan<br>Payable     | Compensated<br>Absences |
| <b>Business-type Activities:</b> |                      |                     |                         |
| Balance, July 1, 2019            | \$ 25,955,000        | \$ 1,063,412        | \$ 110,414              |
| Additions                        | -                    | 59,491              | 17,280                  |
| Deletions                        | (645,000)            | -                   | (9,952)                 |
| Balance, June 30, 2020           | <u>\$ 25,310,000</u> | <u>\$ 1,122,903</u> | <u>\$ 117,742</u>       |

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(9) Long-Term Liabilities - continued

Long-term liabilities payable at June 30, 2020 is comprised of the following:

| Governmental activities:  | <u>Total</u>        | <u>Current<br/>Portion</u> |
|---|---------------------|----------------------------|
| <b>General obligation bonds -</b>   |                     |                            |
| \$4,000,000 2011 Sales Tax Bonds due in annual installments ranging from \$95,000 to \$110,000 through May 1, 2032; interest at .95%; secured by a pledge of and payable solely from the proceeds of the 1% 1992 sales tax revenues.  | \$ 2,155,879        | \$ 100,000                 |
| \$9,225,000 Sales Tax Refunding Bonds, Series 2015, due in annual installments ranging from \$135,000 through \$540,000 through May 1, 2038; interest at 2.0%-5.0%; secured by a pledge of and payable solely from the proceeds of the 1% 1992 sales tax revenues.  | 7,695,000           | 370,000                    |
| \$7,855,000 Sales Tax Refunding Bonds, Series 2016, due in annual installments ranging from \$290,000 to \$545,000 through May 1, 2037; interest at 2%-4%; secured by a pledge of and payable solely from the proceeds of the 1% 1992 sales tax revenues.   | <u>6,975,000</u>    | <u>310,000</u>             |
| Total bonds payable   | 16,825,879          | <u>\$ 780,000</u>          |
| Add: unamortized bond premium   | <u>1,526,149</u>    |                            |
| Net bonds payable - governmental activities   | <u>\$18,352,028</u> |                            |
| <b>Capital leases -</b>   |                     |                            |
| \$84,256 lease-purchase agreement dated September 27, 2019, due in two annual installments of \$42,128 (non-interest bearing) through June 30, 2022; secured by equipment with a book value of \$70,214 (net of \$14,042 accumulated depreciation), which is included in the equipment and vehicles asset class.    | \$ 84,256           | \$ 42,128                  |
| \$288,972 lease-purchase agreement dated May 25, 2020, due in five annual installments of \$62,895 including interest of 2.9% through June 12, 2025; secured by equipment with a book value of \$288,972 (appropriated to the Broussard Fire Department).   | 288,972             | 54,552                     |
| \$1,099,602 lease-purchase agreement dated May 29, 2020, due in six annual installments, one in the amount of \$549,801 and five in the amount of \$118,002 including interest of 2.4% through May 29, 2025; secured by equipment with a book value of \$1,099,602 (appropriated to the Broussard Fire Department). | <u>549,801</u>      | <u>104,808</u>             |
| Total capital leases payable  | <u>\$ 923,029</u>   | <u>\$ 201,488</u>          |

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(9) Long-Term Liabilities - continued

Business-type activities:

Sports Complex Fund -

\$17,205,000 Recreational Facility Sales Tax Revenue Bonds, Series 2012, due in annual installments ranging from \$210,000 through \$950,000 through May 1, 2042; interest at 1%-5%; secured by a pledge of and payable solely from the proceeds of the 1/2% 2011 sales tax revenues. \$ 14,345,000      \$ 430,000

\$12,000,000 Recreational Facility Sales Tax Revenue Bonds, Series 2015, due in annual installments ranging from \$140,000 through \$830,000 through May 1, 2045; interest at 2%-5%; secured by a pledge of and payable solely from the proceeds of the 1/2% 2011 sales tax revenues. 10,965,000      245,000  
25,310,000      675,000

Utility Fund -

Loan from the Louisiana Department of Health and Hospitals; interest at 2.45%; payable from the utilities system revenues. The balance through June 30, 2020 is net of a 20% debt forgiveness. 1,122,903      -

Total bonds and loan payable - business-type activities \$ 26,432,903      \$ 675,000

The City borrowed \$1,403,629 (of which \$280,726 was forgiven) from the Louisiana Department of Health and Hospitals as an interim loan to finance the cost of the drinking water infrastructure improvements project. Upon completion of the project, the City will issue taxable utilities revenue bonds for permanent financing. The forgiveness of debt is recorded as a capital contribution in the Utility Fund statement of revenues, expenses, and changes in fund net position.

The annual debt service requirements to maturity for all bonds payable as of June 30, 2020 are as follows:

| Year Ended<br>June 30, | Governmental Activities |                    |                   |                  | Business-type Activities |                      |
|------------------------|-------------------------|--------------------|-------------------|------------------|--------------------------|----------------------|
|                        | Bonds                   |                    | Capital Leases    |                  | Bonds                    |                      |
|                        | Principal               | Interest           | Principal         | Interest         | Principal                | Interest             |
| 2021                   | \$ 780,000              | \$ 623,412         | \$ 201,488        | \$ 21,538        | \$ 675,000               | \$ 1,012,570         |
| 2022                   | 800,000                 | 594,172            | 205,578           | 17,448           | 695,000                  | 990,470              |
| 2023                   | 835,000                 | 560,825            | 167,646           | 13,251           | 725,000                  | 960,170              |
| 2024                   | 855,000                 | 529,921            | 171,950           | 8,947            | 750,000                  | 933,220              |
| 2025                   | 895,000                 | 494,005            | 176,367           | 4,530            | 780,000                  | 905,220              |
| 2026-2030              | 4,950,000               | 1,973,820          | -                 | -                | 4,340,000                | 4,075,928            |
| 2031-2035              | 5,330,878               | 1,021,842          | -                 | -                | 5,395,000                | 3,025,532            |
| 2036-2040              | 2,380,000               | 173,458            | -                 | -                | 6,560,000                | 1,854,938            |
| 2041-2045              | -                       | -                  | -                 | -                | 5,390,000                | 562,680              |
|                        | <u>\$ 16,825,878</u>    | <u>\$5,971,454</u> | <u>\$ 923,029</u> | <u>\$ 65,714</u> | <u>\$ 25,310,000</u>     | <u>\$ 14,320,728</u> |

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(10) Prior Year Defeasance of Debt

During fiscal year 2018, the City defeased \$7,975,000 of Public Improvement Sales Tax Revenue Bonds, Series 2007 by purchasing U.S. Government securities and creating separate irrevocable trust funds with an escrow agent. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt has been considered defeased and therefore, has been removed as a liability from the City's financial statements. As of June 30, 2020, the amount of defeased sales tax revenue debt outstanding but removed from the financial statements amounts to \$7,175,000 of Series 2007 sales tax bonds.

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

In 1975, the voters of the City approved a 1% sales tax (collected in the General Fund) to be used for any lawful public purpose.

The terms of the bond indenture relative to 1998 Sales Tax Bonds, Series A pledge and dedicate the proceeds of the 1975 sales tax to the retirement of these bonds and to establish and maintain revenue bond sinking and reserve funds adequate to pay the revenue bonds and interest when due. Remaining revenues may then be used for any purpose for which the tax was authorized. The ordinance also contains provisions which restrict the issuance of additional revenue bonds unless the above-mentioned sinking and reserve funds contain the required amounts and certain financial ratios are met.

In 1992 (rededicated in 1998), voters of the City approved an additional 1% sales tax dedicated to constructing, improving, operating and maintaining waterworks, fire and police protection facilities, sewerage works, streets, bridges and drainage. The terms of the bond indentures relative to the Public Improvement Sales Tax Revenue Bonds, Series 2007 and 2008, the 2011 Sales Tax Bonds, and the Sales Tax Refunding Bonds, Series 2015 and 2016 pledge and dedicate the proceeds of the 1992 sales tax to the retirement of these bonds and to establish and maintain revenue bond sinking and reserve funds adequate to pay the revenue bonds and interest on these bonds when due. Remaining revenues may then be used for any purpose for which the tax was authorized. The ordinances also contain provisions which restrict the issuance of additional revenue bonds unless the above-mentioned sinking and reserve funds contain the required amounts and certain financial ratios are met.

In 2006, voters of the City approved an additional 1% sales tax dedicated for financing economic development projects in the Broussard Economic Development District.

In 2011, voters of the City approved an additional ½% sales tax dedicated to the payment of revenue bonds associated with the acquisition, construction, and equipping of recreational facilities and related infrastructure throughout the City.

Recreational Facility Sales Tax Revenue Bonds, Series 2012 and Series 2015 ordinances provide that revenues of the 2011 sales tax is to be used to establish and maintain revenue bond sinking and reserve funds adequate to pay the revenue bonds and interest when due. Remaining revenues may then be used for any purpose for which the tax was authorized. The ordinance also contains provisions which restrict the issuance of additional revenue bonds unless the required above mentioned sinking and reserve funds contain the required amounts and certain financial ratios are met.

The City complied with all significant financial requirements of the bond ordinance as of June 30, 2020.

All of the above sales taxes were issued in perpetuity.

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(12) Pension Plan

The City participates in a cost-sharing defined benefit plan, administered by a public employee retirement system. Article X, Section 29(F) of the Louisiana Constitution of 1974 assigns the authority to establish and amend benefit provisions of all plans administered by the public employee retirement system to the State Legislature. The plan is not closed to new entrants.

Municipal Police Employees' Retirement System of Louisiana (MPERS) –

**Plan Description:** The Municipal Police Employees' Retirement System is the administrator of a cost-sharing multiple-employer plan. Membership in MPERS 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. MPERS 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 MPERS in accordance with benefit terms and any additional legal agreements to provide benefits that are in force at the measurement date. MPERS issues a publicly available financial report that may be accessed on their website (<http://lampers.org>).

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.

The system's financial statements are prepared using the accrual basis of accounting. Employer and employee contributions are recognized in the period in which the employee is compensated for services performed. Benefits are recognized when due and payable in accordance with the terms of the plan. Interest income is recognized when earned.

**Membership Prior to January 1, 2013 –** A member is eligible for regular retirement after he has been a member of MPERS 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 MPERS 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 MPERS 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 MPERS 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.

## CITY OF BROUSSARD, LOUISIANA

### Notes to Basic Financial Statements (Continued)

Under both sub plans, a member is eligible for early retirement after he has been a member of MPERS 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 deceased member had less than ten years of service, beneficiary will receive a refund of employee contributions only.

#### 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 MPERS 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 MPERS 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 MPERS'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 MPERS'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.

#### Initial Benefit Option Plan:

In 1999, the State Legislature authorized MPERS 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.

#### Contributions:

Contributions for all members are actuarially determined as required by state law but cannot be less than 9% of the employees' earnable compensation excluding overtime but including state supplemental pay. For the year ended June 30, 2020, total contributions due for employers and employees were 42.5%. The employer and employee contribution rates for all members hired prior to January 1, 2013 and Hazardous Duty members hired after January 1, 2013 were 32.5% and 10%, respectively.

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Net Pension Liability:

At June 30, 2020 , the City reported a liability of \$382,865 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2019 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportionate share 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, actuarially determined. At June 30, 2019, the City's proportionate share was .042158%.

Since the measurement date of the net pension liability was June 30, 2019, the net pension liability is based upon fiduciary net position for the plan as of that date. Detailed information about the pension plan's assets, deferred outflows, deferred inflows, and fiduciary net position that was used in the measurement of the City's net pension liability is available in the separately issued plan financial report for the fiscal year ended June 30, 2019.

Actuarial Assumptions:

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

|   |  |
|---|--|
| Date of experience study on which significant assumptions are based | 7/1/2009 - 6/30/2014   |
| Actuarial cost method   | Entry Age Normal Cost  |
| Expected remaining service lives                                    | 4 years  |
| Investment rate of return   | 7.125%, net of investment expense  |
| Inflation rate  | 2.50%  |
| Projected salary increases  | 4.25% - 9.75%  |
| Mortality rates   | RP-2000 Combined Healthy with Blue Collar Adjustment Sex Distinct Tables projected to 2029 by Scale AA (set back 1 year for females) for healthy annuitants and RP-2000 Disabled Lives Table set back 5 years for males and set back 3 years for females for disabled annuitants. RP-2000 Employee Table set back 4 year for males and 3 years for females for active members. |
| Cost-of-living adjustments  | The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost-of-living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees.   |

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Cost of Living Adjustments:

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

Long-term Rate of Return:

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

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

| Asset Class             | Expected Rate of Return |  |
|-------------------------|-------------------------|--|
|                         | Target Asset Allocation | Long-term Expected Portfolio Real Rate of Return |
| Equity                  | 48.5%                   | 3.28%  |
| Fixed income            | 33.5%                   | 0.80%  |
| Alternative             | 18.0%                   | 1.06%  |
| Other                   | 0.0%                    | 0.00%  |
|                         | <u>100%</u>             | <u>5.14%</u>                                     |
| Inflation               |                         | <u>2.75%</u>                                     |
| Expected nominal return |                         | <u>7.89%</u>                                     |

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

Changes in the net pension liability may either be reported in pension expense in the year the change occurred or recognized as a deferred outflow of resources or a deferred inflow of resources in the year the change occurred and amortized into pension expense over a number of years. For the year ended June 30, 2020, the City recognized \$106,714 in pension expense related to its participation in MPERS.

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

At June 30, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to MPERS from the following sources:

|   | <u>Governmental Activities</u>                |  |
|---|---|--|
|   | <u>Deferred<br/>Outflows<br/>of Resources</u> | <u>Deferred<br/>Inflows<br/>of Resources</u> |
| Difference between expected and actual experience   | \$ 803  | \$ 11,779                                    |
| Changes of assumptions  | 21,455  | -  |
| Change in proportion and differences between the employer's contributions and the employer's proportionate share of contributions | 249,477                                       | -  |
| Net differences between projected and actual earnings on plan investments   | 24,874  | -  |
| Contributions subsequent to the measurement date  | <u>172,736</u>                                | <u>-</u>                                     |
| Total   | <u>\$ 469,345</u>                             | <u>\$ 11,779</u>                             |

Deferred outflows of resources of \$172,736 resulting from the employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. 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> |                  |
| 2021           | \$103,949        |
| 2022           | 82,174           |
| 2023           | 92,497           |
| 2024           | <u>6,210</u>     |
|                | <u>\$284,830</u> |

The projection of cash flows used to determine the discount rate assumed that the plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan'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. The discount rate used to measure MPERS's net pension liability was 7.125% for the year ended June 30, 2019, which is a decrease of .075% from the prior year.

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

Sensitivity of the Employer’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate:

The following presents MPERS’s net pension liability of the participating employers calculated using the discount rate of 7.125%, as well as what the employers’ net pension liability would be if it were calculated using a discount rate that is one percentage point lower, or one percentage point higher than the current rate.

|                       | 1%<br>Decrease<br>6.125% | Current<br>Discount<br>Rate<br>7.125% | 1%<br>Increase<br>8.125% |
|-----------------------|--------------------------|---------------------------------------|--------------------------|
| Net Pension Liability | \$ 533,457               | \$ 382,865                            | \$ 256,533               |

Payables to the Pension Plan:

For the year ended June 30, 2020, the City had remitted all required contributions to MPERS, therefore at June 30, 2020, there was no payable to the plan.

(13) Retirement and Deferred Compensation

- A. Employees of the City are members of the Social Security System. The City and its employees contribute a percentage of each employee’s salary to the System (7.65 percent by the City; 7.65 percent by the employee). The City’s contributions during the year ended 2020 amounted to \$429,950.
- B. The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code (IRC) Section 457. The single employer plan, the Town of Broussard Deferred Compensation Plan, is administered by the Hartford, is available to all City employees, and permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. The City contributes 8% to 12% of wages to each participating employee account based on years of service. For the year ended June 30, 2020, the City and employees contributed \$334,122 and \$114,151, respectively. The City’s contributions are not mandatory.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) held in a trust, custodial account or annuity contract described in IRC 457(g) for the exclusive benefit of the participants and their beneficiaries. The fair market value of the deferred compensation plan assets at June 30, 2020 was \$3,094,478.

(14) On-Behalf Payments of Salaries

The State of Louisiana paid the City’s policemen \$195,966 of supplemental pay during the year ended June 30, 2020. That amount is included in the accompanying financial statements as intergovernmental revenues and police expense in the government-wide statement of activities.

(15) Risk Management

The City is exposed to risks of loss in the areas of general and auto liability, property hazards, and workers’ compensation. Those risks are handled by purchasing commercial insurance. There have been no significant reductions in insurance coverage during the current fiscal year. Settlements have not exceeded insurance coverage during the three-year period ended June 30, 2020.

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(16) Litigation and Claims

At June 30, 2020, the City was involved in several lawsuits claiming damages. In the opinion of the City's legal counsel, the only exposure to the City would be any costs in defense of the lawsuits with no liability in excess of insurance coverage.

(17) Operating Lease

In July 2020, the City entered into an operating lease for seven vehicles. The lease is to be paid in 37 monthly installments of \$3,053 through July 31, 2024.

| Year Ended<br><u>June 30,</u> |    |                |           |
|-------------------------------|----|----------------|-----------|
| 2021                          | \$ | 35,882         |           |
| 2022                          |    | 36,638         |           |
| 2023                          |    | 36,638         |           |
| 2024                          |    | 3,053          |           |
|                               |    | <u>112,211</u> | <u>\$</u> |

(18) Compensation of Board of Aldermen

Compensation paid to the Board of Aldermen for the year ended June 30, 2020 follows:

|                    |           |                |
|--------------------|-----------|----------------|
| Angel Racca        | \$        | 18,000         |
| David Bonin        |           | 18,000         |
| Jesse Regan        |           | 18,000         |
| Michael Rabon      |           | 18,000         |
| Kenny Higginbotham |           | 18,000         |
| Ray Gary           |           | 18,000         |
| Jeff Delahoussaye  |           | 24,000         |
|                    |           | <u>132,000</u> |
|                    | <u>\$</u> | <u>132,000</u> |

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

The schedule of compensation, benefits, and other payments made to Ray Bourque, Mayor, for the year ended June 30, 2020 follows:

|                             |           |                |
|-----------------------------|-----------|----------------|
| Salary                      | \$        | 80,663         |
| Benefits - insurance        |           | 16,035         |
| Benefits - retirement       |           | 6,453          |
| Car allowance               |           | 9,600          |
| Cell phone                  |           | 600            |
| Internet                    |           | 780            |
| Travel and conference       |           | 1,167          |
| Special meals               |           | 605            |
| Other (vehicle gas expense) |           | 1,990          |
|                             |           | <u>117,893</u> |
|                             | <u>\$</u> | <u>117,893</u> |

CITY OF BROUSSARD, LOUISIANA

Notes to Basic Financial Statements (Continued)

(20) Interfund Transactions

A. Interfund receivables and payables consisted of the following at June 30, 2020:

|                                     | <u>Receivable</u>   | <u>Payable</u>      |
|-------------------------------------|---------------------|---------------------|
| Major funds:                        |                     |                     |
| Governmental funds:                 |                     |                     |
| General Fund                        | \$ 346,693          | \$ 57,236           |
| 1992 Sales Tax Special Revenue Fund | 950,000             | 700,000             |
| TIF Sales Tax Special Revenue Fund  | 17,277              | -                   |
| LCDBG/Streets Capital Projects Fund | 700,435             | 277,798             |
| Proprietary funds:                  |                     |                     |
| Utility Fund                        | 57,236              | 967,712             |
| Sports Complex Fund                 | -                   | 68,895              |
| Total                               | <u>\$ 2,071,641</u> | <u>\$ 2,071,641</u> |

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

B. Interfund transfers consisted of the following at June 30, 2020:

|  | <u>Transfers In</u>  | <u>Transfers Out</u> |
|--|----------------------|----------------------|
| Major funds:                                     |                      |                      |
| Governmental funds:                              |                      |                      |
| General Fund                                     | \$ 1,625,000         | \$ 1,314,544         |
| 1992 Sales Tax Special Revenue Fund              | -                    | 4,218,756            |
| TIF Sales Tax Special Revenue Fund               | -                    | 1,990,906            |
| 2011 Recreational Sales Tax Special Revenue Fund | 1,222,077            | 2,681,899            |
| LCDBG/Streets Capital Projects Fund              | 1,977,870            | 243,575              |
| Proprietary funds:                               |                      |                      |
| Utility Fund                                     | 1,312,611            | -                    |
| Sports Complex Fund                              | 2,774,366            | -                    |
| Non-major funds - debt service funds             | 1,537,756            | -                    |
| Total  | <u>\$ 10,449,680</u> | <u>\$ 10,449,680</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 revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

(21) Uncertainties Arising During and After Financial Statement Date

As a result of the spread of the COVID 19 coronavirus, economic uncertainties have arisen which may have and may continue to impact the City's ongoing operations. The extent and severity of the potential impact on future operations is unknown at this time.

**REQUIRED  
SUPPLEMENTARY INFORMATION**

CITY OF BROUSSARD, LOUISIANA  
General Fund

Budgetary Comparison Schedule  
For the Year Ended June 30, 2020

|  | Original<br>Budget  | Final<br>Budget     | Actual              | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|---------------------|---------------------|---------------------|---|
| <b>Revenues:</b>                           |                     |                     |                     |   |
| Taxes                                      | \$ 7,275,444        | \$ 6,696,702        | \$ 6,530,374        | \$ (166,328)  |
| Licenses and permits                       | 1,588,000           | 1,549,184           | 1,653,616           | 104,432   |
| Intergovernmental                          | 383,695             | 504,759             | 544,776             | 40,017  |
| Fines and forfeits and seizures            | 325,000             | 428,621             | 460,510             | 31,889  |
| Miscellaneous                              | <u>318,964</u>      | <u>280,618</u>      | <u>296,539</u>      | <u>15,921</u>   |
| Total revenues                             | <u>9,891,103</u>    | <u>9,459,884</u>    | <u>9,485,815</u>    | <u>25,931</u>   |
| <b>Expenditures:</b>                       |                     |                     |                     |   |
| Current -                                  |                     |                     |                     |   |
| General government                         | 2,864,511           | 2,205,251           | 2,297,539           | (92,288)  |
| Economic development                       | 220,000             | 364,916             | 364,813             | 103   |
| Public safety:                             |                     |                     |                     |   |
| Police                                     | 3,188,189           | 3,215,649           | 3,240,323           | (24,674)  |
| Fire                                       | 1,184,566           | 2,663,965           | 2,616,994           | 46,971  |
| Streets and drainage                       | 3,149,273           | 3,102,617           | 3,102,567           | 50  |
| Debt service                               | -                   | 549,801             | 549,801             | -   |
| Capital outlay                             | <u>788,308</u>      | <u>1,988,066</u>    | <u>2,012,265</u>    | <u>(24,199)</u>   |
| Total expenditures                         | <u>11,394,847</u>   | <u>14,090,265</u>   | <u>14,184,302</u>   | <u>(94,037)</u>   |
| Deficiency of revenue<br>over expenditures | <u>(1,503,744)</u>  | <u>(4,630,381)</u>  | <u>(4,698,487)</u>  | <u>(68,106)</u>   |
| <b>Other financing sources (uses):</b>     |                     |                     |                     |   |
| Proceeds from capital leases               | -                   | 1,472,830           | 1,472,830           | -   |
| Transfer from 1992 Sales Tax Fund          | 1,575,000           | 1,625,000           | 1,625,000           | -   |
| Transfer to Recreation Sales Tax Fund      | -                   | (1,222,077)         | (1,222,077)         | -   |
| Transfer to Sports Complex Fund            | <u>(90,336)</u>     | <u>(92,467)</u>     | <u>(92,467)</u>     | <u>-</u>  |
| Total other financing sources (uses)       | <u>1,484,664</u>    | <u>1,783,286</u>    | <u>1,783,286</u>    | <u>-</u>  |
| Net change in fund balance                 | (19,080)            | (2,847,095)         | (2,915,201)         | (68,106)  |
| Fund balance, beginning                    | <u>10,097,957</u>   | <u>10,097,957</u>   | <u>10,097,957</u>   | <u>-</u>  |
| Fund balance, ending                       | <u>\$10,078,877</u> | <u>\$ 7,250,862</u> | <u>\$ 7,182,756</u> | <u>\$ (68,106)</u>                                      |

CITY OF BROUSSARD, LOUISIANA  
1992 Sales Tax Special Revenue Fund

Budgetary Comparison Schedule  
For the Year Ended June 30, 2020

|  | Original<br>Budget  | Final<br>Budget     | Actual              | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|---------------------|---------------------|---------------------|---|
| Revenues:                                |                     |                     |                     |   |
| Taxes -                                  |                     |                     |                     |   |
| Sales taxes - 1%                         | \$ 6,075,444        | \$ 5,505,250        | \$ 5,329,184        | \$ (176,066)  |
| Miscellaneous -                          |                     |                     |                     |   |
| Interest                                 | <u>33,500</u>       | <u>18,788</u>       | <u>15,475</u>       | <u>(3,313)</u>  |
| Total revenues                           | <u>6,108,944</u>    | <u>5,524,038</u>    | <u>5,344,659</u>    | <u>(179,379)</u>  |
| Expenditures:                            |                     |                     |                     |   |
| Current -                                |                     |                     |                     |   |
| General government:                      |                     |                     |                     |   |
| Collection fees                          | 57,000              | 49,783              | 49,573              | 210   |
| Professional fees                        | <u>12,000</u>       | <u>13,498</u>       | <u>13,498</u>       | <u>-</u>  |
| Total expenditures                       | <u>69,000</u>       | <u>63,281</u>       | <u>63,071</u>       | <u>210</u>  |
| Excess of revenues<br>over expenditures  | <u>6,039,944</u>    | <u>5,460,757</u>    | <u>5,281,588</u>    | <u>(179,169)</u>  |
| Other financing uses:                    |                     |                     |                     |   |
| Transfer to General Fund                 | (1,575,000)         | (1,625,000)         | (1,625,000)         | -   |
| Transfer to Utility Fund                 | (1,100,000)         | (550,000)           | (550,000)           | -   |
| Transfer to debt service funds           | (1,407,756)         | (1,537,756)         | (1,537,756)         | -   |
| Transfer to Street Capital Projects Fund | <u>(1,550,000)</u>  | <u>(506,000)</u>    | <u>(506,000)</u>    | <u>-</u>  |
| Total other financing uses               | <u>(5,632,756)</u>  | <u>(4,218,756)</u>  | <u>(4,218,756)</u>  | <u>-</u>  |
| Net change in fund balance               | 407,188             | 1,242,001           | 1,062,832           | (179,169)   |
| Fund balance, beginning                  | <u>3,905,530</u>    | <u>3,905,530</u>    | <u>3,905,530</u>    | <u>-</u>  |
| Fund balance, ending                     | <u>\$ 4,312,718</u> | <u>\$ 5,147,531</u> | <u>\$ 4,968,362</u> | <u>\$ (179,169)</u>                                     |

CITY OF BROUSSARD, LOUISIANA  
TIF Sales Tax Special Revenue Fund

Budgetary Comparison Schedule  
For the Year Ended June 30, 2020

|  | Original<br>Budget  | Final<br>Budget     | Actual              | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|---------------------|---------------------|---------------------|---|
| <b>Revenues:</b>                         |                     |                     |                     |   |
| Taxes -                                  |                     |                     |                     |   |
| Sales taxes                              | \$ 715,000          | \$ 643,277          | \$ 693,124          | \$ 49,847   |
| Miscellaneous -                          |                     |                     |                     |   |
| Other income                             | -                   | 1,947               | 1,948               | 1   |
| Interest                                 | <u>3,500</u>        | <u>1,794</u>        | <u>1,848</u>        | <u>54</u>   |
| Total revenues                           | <u>718,500</u>      | <u>647,018</u>      | <u>696,920</u>      | <u>49,902</u>   |
| <b>Expenditures:</b>                     |                     |                     |                     |   |
| Current -                                |                     |                     |                     |   |
| General government:                      |                     |                     |                     |   |
| Collection fees                          | 6,500               | 7,040               | 6,969               | 71  |
| Professional fees                        | <u>6,000</u>        | <u>6,560</u>        | <u>6,306</u>        | <u>254</u>  |
| Total general government                 | <u>12,500</u>       | <u>13,600</u>       | <u>13,275</u>       | <u>325</u>  |
| Excess of revenues<br>over expenditures  | <u>706,000</u>      | <u>633,418</u>      | <u>683,645</u>      | <u>50,227</u>   |
| <b>Other financing uses:</b>             |                     |                     |                     |   |
| Transfer to Street Capital Projects Fund | (2,100,000)         | (1,471,870)         | (1,471,870)         | -   |
| Transfer to Utility Fund                 | <u>(316,666)</u>    | <u>(519,036)</u>    | <u>(519,036)</u>    | <u>-</u>  |
| Total other financing uses               | <u>(2,416,666)</u>  | <u>(1,990,906)</u>  | <u>(1,990,906)</u>  | <u>-</u>  |
| Net change in fund balance               | (1,710,666)         | (1,357,488)         | (1,307,261)         | 50,227  |
| Fund balance, beginning                  | <u>3,118,058</u>    | <u>3,118,058</u>    | <u>3,118,058</u>    | <u>-</u>  |
| Fund balance, ending                     | <u>\$ 1,407,392</u> | <u>\$ 1,760,570</u> | <u>\$ 1,810,797</u> | <u>\$ 50,227</u>  |

CITY OF BROUSSARD, LOUISIANA  
2011 Recreation Sales Tax Special Revenue Fund

Budgetary Comparison Schedule  
For the Year Ended June 30, 2020

|   | Original<br>Budget | Final<br>Budget | Actual       | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|-----------------|--------------|---|
| Revenues:                               |                    |                 |              |   |
| Taxes -                                 |                    |                 |              |   |
| Sales taxes - 1/2%                      | \$ 3,028,930       | \$ 2,761,236    | \$ 2,672,581 | \$ (88,655)   |
| Miscellaneous -                         |                    |                 |              |   |
| Interest                                | 4,100              | 7,055           | 7,096        | 41  |
| Total revenues                          | 3,033,030          | 2,768,291       | 2,679,677    | (88,614)  |
| Expenditures:                           |                    |                 |              |   |
| General government:                     |                    |                 |              |   |
| Collection fees                         | 29,000             | 24,940          | 24,886       | 54  |
| Professional fees                       | 7,800              | 4,850           | 4,575        | 275   |
| Total general government                | 36,800             | 29,790          | 29,461       | 329   |
| Culture and recreation:                 |                    |                 |              |   |
| Ida Crouchet Park -                     |                    |                 |              |   |
| Repairs and maintenance                 | -                  | 300             | 150          | 150   |
| Utilities                               | -                  | 3,340           | 3,272        | 68  |
| Veterans Park -                         |                    |                 |              |   |
| Engineering                             | -                  | 6,738           | 6,723        | 15  |
| Total culture and recreation            | -                  | 10,378          | 10,145       | 233   |
| Capital outlay:                         |                    |                 |              |   |
| Ida Crouchet Park improvements          | -                  | 39,798          | 39,798       | -   |
| Total expenditures                      | 36,800             | 79,966          | 79,404       | 562   |
| Excess of revenues<br>over expenditures | 2,996,230          | 2,688,325       | 2,600,273    | (88,052)  |
| Other financing sources (uses):         |                    |                 |              |   |
| Transfer from General Fund              | -                  | 1,222,077       | 1,222,077    | -   |
| Transfer to Sports Complex Fund         | (2,849,069)        | (2,681,899)     | (2,681,899)  | -   |
| Total other financing sources (uses)    | (2,849,069)        | (1,459,822)     | (1,459,822)  | -   |
| Net change in fund balance              | 147,161            | 1,228,503       | 1,140,451    | (88,052)  |
| Fund balance, beginning                 | 308,325            | 308,325         | 308,325      | -   |
| Fund balance, ending                    | \$ 455,486         | \$ 1,536,828    | \$ 1,448,776 | \$ (88,052)   |

CITY OF BROUSSARD, LOUISIANA

Municipal Police Employees' Retirement System  
 Schedule of Employer's Share of Net Pension Liability  
 For the Year Ended June 30, 2020\*

| <u>Year Ended June 30,</u> | <u>Employer Proportion of the Net Pension Liability (Asset)</u> | <u>Employer Proportionate Share of the Net Pension Liability (Asset)</u> | <u>Employer's Covered Employee Payroll</u> | <u>Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Employee Payroll</u> | <u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u> |
|----------------------------|---|--|--|--|---|
| 2020                       | 0.042158%   | \$ 382,865   | \$ 131,656                                 | 290.8%   | 71.01%  |

\* The amounts presented have a measurement date of the previous fiscal year end.

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

CITY OF BROUSSARD, LOUISIANA

Municipal Police Employees' Retirement System  
 Schedule of Employer Contributions  
 For the Year Ended June 30, 2020

| <u>Year Ended<br/>June 30,</u> | <u>Contractually<br/>Required<br/>Contribution</u> | <u>Contributions in<br/>Relation to<br/>Contractual<br/>Required<br/>Contribution</u> | <u>Contribution<br/>Deficiency<br/>(Excess)</u> | <u>Employer's<br/>Covered<br/>Employee<br/>Payroll</u> | <u>Contributions<br/>as a % of<br/>Covered<br/>Employee<br/>Payroll</u> |
|--------------------------------|--|---|---|--|---|
| 2020                           | \$172,736  | \$172,736   | -   | \$ 531,495   | 32.50%  |

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

CITY OF BROUSSARD, LOUISIANA

Notes to the Required Supplementary Information

(1) Budget and Budgetary Accounting

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

1. The City Clerk submits no later than 15 days prior to the beginning of each fiscal year, a proposed budget to the Mayor and Board of Aldermen.
2. 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.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance prior to the commencement of the fiscal year for which the budget is being adopted.
5. Budgetary amendments involving an increase in a fund's appropriations require the approval of the Board of Aldermen. The Mayor may transfer budget amounts between departments within any fund. The level of budgetary control is by total appropriations (by fund); however, for report purposes, the budgetary information has been expanded.
6. All budgetary appropriations lapse at the end of each fiscal year.
7. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or as amended by the Board of Aldermen.

(2) Pension Plan

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

(3) Excess of Expenditures Over Appropriations

For the year ended June 30, 2020, the General Fund had actual expenditures over appropriations at the functional level, as follows:

| Fund/Function          | Budget       | Actual       | Excess      |
|------------------------|--------------|--------------|-------------|
| General Fund:          |              |              |             |
| General government     | \$ 2,205,251 | \$ 2,297,539 | \$ (92,288) |
| Public safety - police | 3,215,649    | 3,240,323    | (24,674)    |
| Capital outlay         | 1,988,066    | 2,012,265    | (24,199)    |

**OTHER SUPPLEMENTARY INFORMATION**

CITY OF BROUSSARD, LOUISIANA

Statement of Net Position

June 30, 2020

With Comparative Totals for June 30, 2019

|                                       | 2020                       |                                 |                      | 2019<br>Totals      |
|---------------------------------------|----------------------------|---------------------------------|----------------------|---------------------|
|                                       | Governmental<br>Activities | Business-<br>Type<br>Activities | Total                |                     |
| <b>ASSETS</b>                         |                            |                                 |                      |                     |
| Current assets:                       |                            |                                 |                      |                     |
| Cash and interest-bearing deposits    | \$ 14,156,878              | \$ 656,713                      | \$ 14,813,591        | \$16,909,342        |
| Receivables, net                      | 2,843,830                  | 488,681                         | 3,332,511            | 3,350,278           |
| Internal balances                     | 979,371                    | (979,371)                       | -                    | -                   |
| Due from other governments            | 24,971                     | -                               | 24,971               | 329,651             |
| Prepaid items                         | 163,555                    | 109,058                         | 272,613              | 265,915             |
| Total current assets                  | <u>18,168,605</u>          | <u>275,081</u>                  | <u>18,443,686</u>    | <u>20,855,186</u>   |
| Noncurrent assets:                    |                            |                                 |                      |                     |
| Restricted assets -                   |                            |                                 |                      |                     |
| Cash and interest-bearing deposits    | 1,867,980                  | 1,854,683                       | 3,722,663            | 3,622,603           |
| Capital assets -                      |                            |                                 |                      |                     |
| Land and construction in progress     | 7,555,578                  | 6,148,044                       | 13,703,622           | 13,818,660          |
| Capital assets, net                   | 22,742,140                 | 58,689,932                      | 81,432,072           | 79,644,747          |
| Total noncurrent assets               | <u>32,165,698</u>          | <u>66,692,659</u>               | <u>98,858,357</u>    | <u>97,086,010</u>   |
| Total assets                          | <u>50,334,303</u>          | <u>66,967,740</u>               | <u>117,302,043</u>   | <u>117,941,196</u>  |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b> |                            |                                 |                      |                     |
| Deferred loss on bond refunding       | 472,753                    | -                               | 472,753              | 502,300             |
| Deferred outflows related to pensions | 469,345                    | -                               | 469,345              | -                   |
| Total deferred outflows of resources  | <u>942,098</u>             | <u>-</u>                        | <u>942,098</u>       | <u>502,300</u>      |
| <b>LIABILITIES</b>                    |                            |                                 |                      |                     |
| Current liabilities:                  |                            |                                 |                      |                     |
| Accounts, salaries and other payables | 934,434                    | 189,410                         | 1,123,844            | 1,045,242           |
| Deferred revenue                      | -                          | 47,285                          | 47,285               | -                   |
| Due to other governments              | 1,527,740                  | -                               | 1,527,740            | 1,195,253           |
| Capital leases payable                | 201,488                    | -                               | 201,488              | -                   |
| Bonds payable                         | 780,000                    | 675,000                         | 1,455,000            | 1,400,000           |
| Accrued interest payable              | 98,194                     | 168,761                         | 266,955              | 275,690             |
| Customers' deposits payable           | -                          | 394,588                         | 394,588              | 364,875             |
| Total current liabilities             | <u>3,541,856</u>           | <u>1,475,044</u>                | <u>5,016,900</u>     | <u>4,281,060</u>    |
| Noncurrent liabilities:               |                            |                                 |                      |                     |
| Compensated absences payable          | 459,381                    | 117,742                         | 577,123              | 494,048             |
| Net pension liability                 | 382,865                    | -                               | 382,865              | -                   |
| Capital leases payable                | 721,541                    | -                               | 721,541              | -                   |
| Loan payable                          | -                          | 1,122,903                       | 1,122,903            | 1,063,412           |
| Bonds payable                         | 17,572,028                 | 24,635,000                      | 42,207,028           | 43,830,535          |
| Total noncurrent liabilities          | <u>19,135,815</u>          | <u>25,875,645</u>               | <u>45,011,460</u>    | <u>45,387,995</u>   |
| Total liabilities                     | <u>22,677,671</u>          | <u>27,350,689</u>               | <u>50,028,360</u>    | <u>49,669,055</u>   |
| <b>DEFERRED INFLOWS OF RESOURCES</b>  |                            |                                 |                      |                     |
| Deferred inflows related to pensions  | 11,779                     | -                               | 11,779               | -                   |
| <b>NET POSITION</b>                   |                            |                                 |                      |                     |
| Net investment in capital assets      | 18,470,414                 | 39,080,073                      | 57,550,487           | 55,904,099          |
| Restricted for sales tax dedications  | 8,227,935                  | -                               | 8,227,935            | 7,331,913           |
| Restricted for debt service           | 1,769,786                  | 616,334                         | 2,386,120            | 2,337,038           |
| Unrestricted (deficit)                | 118,816                    | (79,356)                        | 39,460               | 3,201,391           |
| Total net position                    | <u>\$28,586,951</u>        | <u>\$39,617,051</u>             | <u>\$ 68,204,002</u> | <u>\$68,774,441</u> |

CITY OF BROUSSARD, LOUISIANA  
General Fund

Schedule of Revenues  
Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020  
With Comparative Actual Amounts for the Year Ended June 30, 2019

|                                 | 2020                |                     | Variance -<br>Positive<br>(Negative) | 2019<br>Actual      |
|---------------------------------|---------------------|---------------------|--------------------------------------|---------------------|
|                                 | Budget              | Actual              |                                      |                     |
| <b>Revenues:</b>                |                     |                     |                                      |                     |
| <b>Taxes -</b>                  |                     |                     |                                      |                     |
| Franchise taxes                 | \$ 1,191,452        | \$ 1,201,190        | \$ 9,738                             | \$ 1,218,193        |
| Sales taxes - 1%                | 5,505,250           | 5,329,184           | (176,066)                            | 5,514,491           |
| Total taxes                     | <u>6,696,702</u>    | <u>6,530,374</u>    | <u>(166,328)</u>                     | <u>6,732,684</u>    |
| <b>Licenses and permits -</b>   |                     |                     |                                      |                     |
| Occupational licenses           | 833,927             | 849,957             | 16,030                               | 849,166             |
| Insurance licenses              | 345,058             | 417,659             | 72,601                               | 377,433             |
| Permits                         | 370,199             | 386,000             | 15,801                               | 491,875             |
| Total licenses and permits      | <u>1,549,184</u>    | <u>1,653,616</u>    | <u>104,432</u>                       | <u>1,718,474</u>    |
| <b>Intergovernmental -</b>      |                     |                     |                                      |                     |
| <b>Federal sources -</b>        |                     |                     |                                      |                     |
| JAG grant                       | -                   | 2,799               | 2,799                                | 2,348               |
| FEMA reimbursement              | 119,035             | 119,035             | -                                    | -                   |
| <b>State sources -</b>          |                     |                     |                                      |                     |
| Video poker                     | 75,634              | 88,086              | 12,452                               | 97,438              |
| On-behalf payments              | 172,199             | 195,966             | 23,767                               | 167,384             |
| Beer taxes                      | 16,243              | 17,242              | 999                                  | 16,248              |
| Highway maintenance             | 3,570               | 3,570               | -                                    | 3,570               |
| <b>Local sources -</b>          |                     |                     |                                      |                     |
| Resource officer                | 118,078             | 118,078             | -                                    | 68,600              |
| LEDA grant                      | -                   | -                   | -                                    | 35,000              |
| Total intergovernmental         | <u>504,759</u>      | <u>544,776</u>      | <u>40,017</u>                        | <u>390,588</u>      |
| Fines and forfeits and seizures | <u>428,621</u>      | <u>460,510</u>      | <u>31,889</u>                        | <u>200,167</u>      |
| <b>Miscellaneous -</b>          |                     |                     |                                      |                     |
| Interest                        | 45,853              | 46,972              | 1,119                                | 22,694              |
| Planning/review fees            | 10,916              | 13,440              | 2,524                                | 7,312               |
| Sale of assets                  | 17,555              | 26,031              | 8,476                                | -                   |
| Other                           | 206,294             | 210,096             | 3,802                                | 92,195              |
| Total miscellaneous             | <u>280,618</u>      | <u>296,539</u>      | <u>15,921</u>                        | <u>122,201</u>      |
| <b>Total revenues</b>           | <u>\$ 9,459,884</u> | <u>\$ 9,485,815</u> | <u>\$ 25,931</u>                     | <u>\$ 9,164,114</u> |

CITY OF BROUSSARD, LOUISIANA  
General Fund

Schedule of Expenditures  
Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020  
With Comparative Actual Amounts for the Year Ended June 30, 2019

|                            | 2020             |                  | Variance -<br>Positive<br>(Negative) | 2019<br>Actual   |
|----------------------------|------------------|------------------|--------------------------------------|------------------|
|                            | Budget           | Actual           |                                      |                  |
| Current -                  |                  |                  |                                      |                  |
| General government:        |                  |                  |                                      |                  |
| Salaries                   | \$ 758,774       | \$ 756,759       | \$ 2,015                             | \$ 692,113       |
| Payroll taxes              | 56,146           | 58,353           | (2,207)                              | 53,535           |
| Group insurance            | 170,586          | 170,549          | 37                                   | 148,660          |
| Retirement                 | 51,974           | 52,033           | (59)                                 | 40,020           |
| Auto                       | 2,873            | -                | 2,873                                | 3,011            |
| Auto allowance             | 9,600            | 9,600            | -                                    | 4,800            |
| Insurance                  | 75,203           | 75,203           | -                                    | 75,772           |
| Office                     | 53,295           | 57,901           | (4,606)                              | 51,973           |
| Utilities                  | 24,652           | 22,701           | 1,951                                | 25,928           |
| Telephone                  | 11,692           | 11,396           | 296                                  | 10,244           |
| Advertising                | 13,884           | 14,713           | (829)                                | 17,238           |
| Dues and subscriptions     | 7,500            | 12,323           | (4,823)                              | 6,254            |
| Sales tax collection fees  | 49,783           | 49,573           | 210                                  | 52,681           |
| Supplies                   | 19,479           | 18,477           | 1,002                                | 21,592           |
| Legal                      | 95,765           | 98,397           | (2,632)                              | 98,131           |
| Accounting                 | 24,930           | 26,125           | (1,195)                              | 28,698           |
| Engineering                | 174,722          | 221,009          | (46,287)                             | 253,871          |
| Professional fees          | 213,331          | 210,124          | 3,207                                | 209,315          |
| Training and travel        | 11,402           | 9,597            | 1,805                                | 20,670           |
| Building inspection fees   | 259,523          | 288,202          | (28,679)                             | 367,108          |
| Miscellaneous              | 12,467           | 22,508           | (10,041)                             | 22,016           |
| Magistrate court           | 51,670           | 50,204           | 1,466                                | 36,455           |
| Repairs and maintenance    | 50,000           | 55,792           | (5,792)                              | 41,697           |
| Civil service salaries     | 6,000            | 6,000            | -                                    | 6,000            |
| Total general government   | <u>2,205,251</u> | <u>2,297,539</u> | <u>(92,288)</u>                      | <u>2,287,782</u> |
| Economic development       |                  |                  |                                      |                  |
| Salaries                   | 81,570           | 82,684           | (1,114)                              | -                |
| Payroll taxes              | 5,788            | 5,771            | 17                                   | -                |
| Group insurance            | 17,075           | 14,916           | 2,159                                | -                |
| Retirement                 | 4,654            | 4,642            | 12                                   | -                |
| BEDC appropriation         | 220,000          | 220,000          | -                                    | 220,000          |
| Advertising                | 2,122            | 1,979            | 143                                  | -                |
| Dues and subscriptions     | 450              | 339              | 111                                  | -                |
| Office expense             | 5,000            | 2,938            | 2,062                                | -                |
| Miscellaneous              | 319              | 319              | -                                    | -                |
| Professional fees          | 25,284           | 28,229           | (2,945)                              | -                |
| Training and travel        | 2,654            | 2,996            | (342)                                | -                |
| Total economic development | <u>364,916</u>   | <u>364,813</u>   | <u>103</u>                           | <u>220,000</u>   |

(continued)

CITY OF BROUSSARD, LOUISIANA  
General Fund

Schedule of Expenditures  
Budget (GAAP Basis) and Actual (Continued)  
For the Year Ended June 30, 2020  
With Comparative Actual Amounts for the Year Ended June 30, 2019

|  | 2020             |                  | Variance -<br>Positive<br>(Negative) | 2019<br>Actual   |
|--|------------------|------------------|--------------------------------------|------------------|
|  | Budget           | Actual           |                                      |                  |
| <b>Public safety:</b>                              |                  |                  |                                      |                  |
| <b>Police department -</b>                         |                  |                  |                                      |                  |
| Salaries   | 1,677,465        | 1,674,745        | 2,720                                | 1,553,689        |
| On-behalf payments - salaries                      | 172,199          | 195,966          | (23,767)                             | 167,534          |
| Payroll taxes                                      | 143,709          | 147,209          | (3,500)                              | 126,122          |
| Retirement   | 251,310          | 259,012          | (7,702)                              | 146,043          |
| Group insurance                                    | 385,710          | 385,440          | 270                                  | 332,705          |
| Insurance  | 131,032          | 129,745          | 1,287                                | 124,668          |
| Auto   | 170,045          | 160,370          | 9,675                                | 147,542          |
| Auto allowance                                     | 9,600            | 9,600            | -                                    | 8,400            |
| Uniforms and supplies                              | 62,703           | 61,682           | 1,021                                | 40,840           |
| Legal  | 7,857            | 9,119            | (1,262)                              | -                |
| Professional fees                                  | 16,125           | 23,238           | (7,113)                              | 11,193           |
| Miscellaneous                                      | 12,000           | 11,368           | 632                                  | 12,417           |
| K-9 expenses                                       | 3,496            | 3,188            | 308                                  | 2,050            |
| Repairs and maintenance                            | 22,298           | 21,426           | 872                                  | 34,226           |
| Training   | 13,658           | 13,708           | (50)                                 | 10,862           |
| Dues and subscriptions                             | 73,634           | 72,496           | 1,138                                | 24,363           |
| Utilities and communication                        | 62,808           | 62,011           | 797                                  | 55,723           |
| Total police department                            | <u>3,215,649</u> | <u>3,240,323</u> | <u>(24,674)</u>                      | <u>2,798,377</u> |
| <b>Fire department -</b>                           |                  |                  |                                      |                  |
| <b>Appropriation to Broussard Fire Department:</b> |                  |                  |                                      |                  |
| Operations   | 1,183,308        | 1,199,252        | (15,944)                             | 1,070,354        |
| Capital  | 1,480,657        | 1,417,742        | 62,915                               | 22,958           |
| Total fire department                              | <u>2,663,965</u> | <u>2,616,994</u> | <u>46,971</u>                        | <u>1,093,312</u> |
| Total public safety                                | <u>5,879,614</u> | <u>5,857,317</u> | <u>22,297</u>                        | <u>3,891,689</u> |
| <b>Streets and drainage:</b>                       |                  |                  |                                      |                  |
| Salaries   | 1,251,945        | 1,226,805        | 25,140                               | 1,136,752        |
| Payroll taxes                                      | 92,414           | 92,777           | (363)                                | 82,743           |
| Retirement   | 102,009          | 102,192          | (183)                                | 107,037          |
| Group insurance                                    | 265,166          | 264,581          | 585                                  | 231,169          |
| Insurance  | 166,205          | 167,423          | (1,218)                              | 174,656          |
| Auto   | 60,180           | 65,162           | (4,982)                              | 74,945           |
| Equipment rent                                     | 33,897           | 32,853           | 1,044                                | 9,713            |
| Equipment operating costs                          | 109,274          | 113,341          | (4,067)                              | 66,217           |
| Street and drainage maintenance                    | 460,726          | 459,936          | 790                                  | 562,706          |
| Drainage studies - engineering                     | 89,407           | 86,891           | 2,516                                | 105,467          |
| Professional                                       | 48,579           | 49,137           | (558)                                | 29,694           |
| Engineering  | 92,601           | 103,158          | (10,557)                             | 98,037           |
| Utilities and communication                        | 126,666          | 125,671          | 995                                  | 119,666          |
| Uniforms and supplies                              | 133,119          | 141,053          | (7,934)                              | 67,702           |
| Casual labor                                       | 55,589           | 55,589           | -                                    | 116,343          |
| Miscellaneous                                      | 14,840           | 15,998           | (1,158)                              | 14,847           |
| Total streets and drainage                         | <u>3,102,617</u> | <u>3,102,567</u> | <u>50</u>                            | <u>2,997,694</u> |

(continued)

CITY OF BROUSSARD, LOUISIANA  
General Fund

Schedule of Expenditures  
Budget (GAAP Basis) and Actual (Continued)  
For the Year Ended June 30, 2020

With Comparative Actual Amounts for the Year Ended June 30, 2019

|                                 | 2020                |                     | Variance -<br>Positive<br>(Negative) | 2019<br>Actual      |
|---------------------------------|---------------------|---------------------|--------------------------------------|---------------------|
|                                 | Budget              | Actual              |                                      |                     |
| Capital outlay:                 |                     |                     |                                      |                     |
| General government -            |                     |                     |                                      |                     |
| City Hall improvements          | 69,853              | 69,744              | 109                                  | 1,169               |
| Office renovation               | -                   | -                   | -                                    | 195,005             |
| Flagpole                        | 3,012               | 3,012               | -                                    | -                   |
| City Website                    | 9,930               | 6,770               | 3,160                                | -                   |
| Downtown Charrette              | 57,832              | 50,354              | 7,478                                | 29,272              |
| City hall server                | 11,322              | 11,322              | -                                    | -                   |
| LCDBG grant repayment           | 216,964             | 216,964             | -                                    | -                   |
| Community center parking lot    | 2,972               | 2,972               | -                                    | -                   |
| Community center generator      | -                   | 6,142               | (6,142)                              | -                   |
| Nova Dr. property               | 751,500             | 755,488             | (3,988)                              | -                   |
| Police -                        |                     |                     |                                      |                     |
| Vehicles and equipment          | 406,395             | 406,395             | -                                    | 224,021             |
| Architect fees                  | 1,875               | 1,875               | -                                    | -                   |
| Building renovations            | -                   | -                   | -                                    | 29,825              |
| Streets and drainage -          |                     |                     |                                      |                     |
| Street improvements             | -                   | -                   | -                                    | 33,740              |
| Sidewalk project                | -                   | -                   | -                                    | 19,311              |
| Streets overlay                 | 13,296              | 13,296              | -                                    | 742,355             |
| Main street parking             | -                   | 3,265               | (3,265)                              | -                   |
| Coach House Manor overlay       | 1,212               | 1,212               | -                                    | 109,674             |
| Flashing school signals         | -                   | -                   | -                                    | 37,370              |
| Drainage project - District 2   | 34,981              | 40,198              | (5,217)                              | 12,550              |
| Drainage improvements           | -                   | 16,334              | (16,334)                             | -                   |
| Pat Williamson Memorial Project | 144,753             | 144,753             | -                                    | 8,471               |
| Railroad approach               | 6,016               | 6,016               | -                                    | 52,184              |
| Vehicles and equipment          | 256,153             | 256,153             | -                                    | -                   |
| Total capital outlay            | <u>1,988,066</u>    | <u>2,012,265</u>    | <u>(24,199)</u>                      | <u>1,494,947</u>    |
| Debt service:                   |                     |                     |                                      |                     |
| Principal                       | <u>549,801</u>      | <u>549,801</u>      | <u>-</u>                             | <u>-</u>            |
| Total expenditures              | <u>\$14,090,265</u> | <u>\$14,184,302</u> | <u>\$ (94,037)</u>                   | <u>\$10,892,112</u> |

CITY OF BROUSSARD, LOUISIANA  
1992 Sales Tax Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance -  
Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020  
With Comparative Actual Amounts for the Year Ended June 30, 2019

|  | 2020               |                    | Variance with<br>Final Budget<br>Positive<br>(Negative) | 2019<br>Actual     |
|--|--------------------|--------------------|---|--------------------|
|  | Budget             | Actual             |   |                    |
| Revenues:                                      |                    |                    |   |                    |
| Taxes -  |                    |                    |   |                    |
| Sales taxes - 1%                               | \$5,505,250        | \$5,329,184        | \$(176,066)   | \$5,514,491        |
| Miscellaneous -                                |                    |                    |   |                    |
| Interest                                       | 18,788             | 15,475             | (3,313)   | 34,345             |
| Total revenues                                 | <u>5,524,038</u>   | <u>5,344,659</u>   | <u>(179,379)</u>  | <u>5,548,836</u>   |
| Expenditures:                                  |                    |                    |   |                    |
| Current -                                      |                    |                    |   |                    |
| General government:                            |                    |                    |   |                    |
| Collection fees                                | 49,783             | 49,573             | 210   | 52,681             |
| Professional fees                              | 13,498             | 13,498             | -   | 16,465             |
| Total expenditures                             | <u>63,281</u>      | <u>63,071</u>      | <u>210</u>  | <u>69,146</u>      |
| Excess of revenues<br>over expenditures        | <u>5,460,757</u>   | <u>5,281,588</u>   | <u>(179,169)</u>  | <u>5,479,690</u>   |
| Other financing uses:                          |                    |                    |   |                    |
| Transfer to General Fund                       | (1,625,000)        | (1,625,000)        | -   | (4,088,212)        |
| Transfer to Utility Fund                       | (550,000)          | (550,000)          | -   | (1,050,000)        |
| Transfer to debt service funds                 | (1,537,756)        | (1,537,756)        | -   | (1,020,183)        |
| Transfer to LCDBG/Streets Capital Project Fund | (506,000)          | (506,000)          | -   | (911,000)          |
| Total other financing uses                     | <u>(4,218,756)</u> | <u>(4,218,756)</u> | <u>-</u>  | <u>(7,069,395)</u> |
| Net change in fund balance                     | 1,242,001          | 1,062,832          | (179,169)   | (1,589,705)        |
| Fund balance, beginning                        | <u>3,905,530</u>   | <u>3,905,530</u>   | <u>-</u>  | <u>5,495,235</u>   |
| Fund balance, ending                           | <u>\$5,147,531</u> | <u>\$4,968,362</u> | <u>\$(179,169)</u>                                      | <u>\$3,905,530</u> |

CITY OF BROUSSARD, LOUISIANA  
TIF Sales Tax Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance -  
Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020  
With Comparative Actual Amounts for the Year Ended June 30, 2019

|  | 2020                |                     | Variance with<br>Final Budget<br>Positive<br>(Negative) | 2019<br>Actual      |
|--|---------------------|---------------------|---|---------------------|
|  | Budget              | Actual              |   |                     |
| <b>Revenues:</b>                         |                     |                     |   |                     |
| Taxes -                                  |                     |                     |   |                     |
| Sales taxes                              | \$ 643,277          | \$ 693,124          | \$ 49,847   | \$ 719,846          |
| Intergovernmental -                      |                     |                     |   |                     |
| Local - Lafayette Parish School Board    | -                   | -                   | -   | 100,000             |
| Miscellaneous -                          |                     |                     |   |                     |
| Other income                             | 1,947               | 1,948               | 1   | -                   |
| Interest                                 | 1,794               | 1,848               | 54  | 3,222               |
| Total revenues                           | <u>647,018</u>      | <u>696,920</u>      | <u>49,902</u>   | <u>823,068</u>      |
| <b>Expenditures:</b>                     |                     |                     |   |                     |
| Current -                                |                     |                     |   |                     |
| General government:                      |                     |                     |   |                     |
| Collection fees                          | 7,040               | 6,969               | 71  | 7,205               |
| Professional fees                        | 6,560               | 6,306               | 254   | 6,310               |
| Total general government                 | <u>13,600</u>       | <u>13,275</u>       | <u>325</u>  | <u>13,515</u>       |
| Capital outlay -                         |                     |                     |   |                     |
| Streets and drainage:                    |                     |                     |   |                     |
| Marteau Road drainage                    | -                   | -                   | -   | 50,280              |
| Total capital outlay                     | <u>-</u>            | <u>-</u>            | <u>-</u>  | <u>50,280</u>       |
| Total expenditures                       | <u>13,600</u>       | <u>13,275</u>       | <u>325</u>  | <u>63,795</u>       |
| Excess of revenues<br>over expenditures  | <u>633,418</u>      | <u>683,645</u>      | <u>50,227</u>   | <u>759,273</u>      |
| <b>Other financing uses:</b>             |                     |                     |   |                     |
| Transfer to Street Capital Projects Fund | (1,471,870)         | (1,471,870)         | -   | -                   |
| Transfer to Utility Fund                 | (519,036)           | (519,036)           | -   | (744,553)           |
| Total other financing uses               | <u>(1,990,906)</u>  | <u>(1,990,906)</u>  | <u>-</u>  | <u>(744,553)</u>    |
| Net change in fund balance               | (1,357,488)         | (1,307,261)         | 50,227  | 14,720              |
| Fund balance, beginning                  | <u>3,118,058</u>    | <u>3,118,058</u>    | <u>-</u>  | <u>3,103,338</u>    |
| Fund balance, ending                     | <u>\$ 1,760,570</u> | <u>\$ 1,810,797</u> | <u>\$ 50,227</u>  | <u>\$ 3,118,058</u> |

CITY OF BROUSSARD, LOUISIANA  
2011 Recreational Sales Tax Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance -  
Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020  
With Comparative Actual Amounts for the Year Ended June 30, 2019

|   | 2020                |                     | Variance with<br>Final Budget<br>Positive<br>(Negative) | 2019<br>Actual     |
|---|---------------------|---------------------|---|--------------------|
|   | Budget              | Actual              |   |                    |
| <b>Revenues:</b>                        |                     |                     |   |                    |
| Taxes -                                 |                     |                     |   |                    |
| Sales taxes - 1/2%                      | \$ 2,761,236        | \$ 2,672,581        | \$ (88,655)   | \$ 2,733,851       |
| Miscellaneous -                         |                     |                     |   |                    |
| Interest                                | 7,055               | 7,096               | 41  | 4,705              |
| Total revenues                          | <u>2,768,291</u>    | <u>2,679,677</u>    | <u>(88,614)</u>   | <u>2,738,556</u>   |
| <b>Expenditures:</b>                    |                     |                     |   |                    |
| General government:                     |                     |                     |   |                    |
| Collection fees                         | 24,940              | 24,886              | 54  | 31,718             |
| Professional fees                       | 4,850               | 4,575               | 275   | 6,253              |
| Total general government                | <u>29,790</u>       | <u>29,461</u>       | <u>329</u>  | <u>37,971</u>      |
| Culture and recreation:                 |                     |                     |   |                    |
| Ida Crouchet Park -                     |                     |                     |   |                    |
| Repairs and maintenance                 | 300                 | 150                 | 150   | -                  |
| Utilitites                              | 3,340               | 3,272               | 68  | -                  |
| Veterans Park -                         |                     |                     |   |                    |
| Engineering                             | 6,738               | 6,723               | 15  | -                  |
| Total culture and recreation            | <u>10,378</u>       | <u>10,145</u>       | <u>233</u>  | <u>-</u>           |
| Capital outlay:                         |                     |                     |   |                    |
| Ida Crouchet Park improvements          | 39,798              | 39,798              | -   | -                  |
| Total expenditures                      | <u>79,966</u>       | <u>79,404</u>       | <u>562</u>  | <u>37,971</u>      |
| Excess of revenues<br>over expenditures | <u>2,688,325</u>    | <u>2,600,273</u>    | <u>(88,052)</u>   | <u>2,700,585</u>   |
| <b>Other financing sources (uses):</b>  |                     |                     |   |                    |
| Transfer from General Fund              | 1,222,077           | 1,222,077           | -   | -                  |
| Transfer to Sports Complex Fund         | (2,681,899)         | (2,681,899)         | -   | (2,787,857)        |
| Transfer to Park Capital Projects Fund  | -                   | -                   | -   | (800,608)          |
| Total other financing sources (uses)    | <u>(1,459,822)</u>  | <u>(1,459,822)</u>  | <u>-</u>  | <u>(3,588,465)</u> |
| Net change in fund balance              | 1,228,503           | 1,140,451           | (88,052)  | (887,880)          |
| Fund balance, beginning                 | <u>308,325</u>      | <u>308,325</u>      | <u>-</u>  | <u>1,196,205</u>   |
| Fund balance, ending                    | <u>\$ 1,536,828</u> | <u>\$ 1,448,776</u> | <u>\$ (88,052)</u>                                      | <u>\$ 308,325</u>  |

CITY OF BROUSSARD, LOUISIANA  
Park Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance -  
Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020  
With Comparative Actual Amounts for the Year Ended June 30, 2019

|  | 2020   |        | Variance with<br>Final Budget<br>Positive<br>(Negative) | 2019      |
|--|--------|--------|---|-----------|
|  | Budget | Actual |   |           |
| Revenues:  |        |        |   |           |
| Miscellaneous -                                      |        |        |   |           |
| Interest   | \$ -   | \$ -   | \$ -  | \$ 17     |
| Expenditures:  |        |        |   |           |
| Current -  |        |        |   |           |
| General government:                                  |        |        |   |           |
| Professional fees                                    | -      | -      | -   | 79        |
| Excess (deficiency) of revenues<br>over expenditures | -      | -      | -   | (62)      |
| Other financing sources (uses):                      |        |        |   |           |
| Transfer from 2011 Recreation Sales Tax Fund         | -      | -      | -   | 800,608   |
| Transfer from Sports Complex Fund                    | -      | -      | -   | 6,800     |
| Transfer to Streets Capital Projects Fund            | -      | -      | -   | (322,189) |
| Transfer to General Fund                             | -      | -      | -   | (489,210) |
| Total other financing sources (uses)                 | -      | -      | -   | (3,991)   |
| Net change in fund balance                           | -      | -      | -   | (4,053)   |
| Fund balance, beginning                              | -      | -      | -   | 4,053     |
| Fund balance, ending                                 | \$ -   | \$ -   | \$ -  | \$ -      |

CITY OF BROUSSARD, LOUISIANA  
LCDBG/Streets Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance -  
Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020  
With Comparative Actual Amounts for the Year Ended June 30, 2019

|  | 2020               |                    | Variance with<br>Final Budget<br>Positive<br>(Negative) | 2019                |
|--|--------------------|--------------------|---|---------------------|
|  | Budget             | Actual             |   |                     |
| <b>Revenues:</b>                               |                    |                    |   |                     |
| Intergovernmental revenue -                    |                    |                    |   |                     |
| LCDBG federal grant                            | \$ -               | \$ -               | \$ -  | \$ 544,886          |
| <b>Expenditures:</b>                           |                    |                    |   |                     |
| Current -                                      |                    |                    |   |                     |
| General government:                            |                    |                    |   |                     |
| Professional fees                              | 3,048              | 2,828              | 220   | 5,861               |
| Capital outlay -                               |                    |                    |   |                     |
| Streets and drainage:                          |                    |                    |   |                     |
| South Bernard Road (Hwy 182 to Fairfield)      | -                  | -                  | -   | 90,773              |
| South Bernard Road (Hwy 90 to Highway 182)     | 14,000             | 14,000             | -   | 6,618               |
| South Bernard Road (Hwy 182 to Albertson Pkwy) | 1,225,199          | 1,148,880          | 76,319  | 33,685              |
| Ridgeview Outfall                              | 1,185,717          | 1,185,717          | -   | 46,197              |
| Main Street Phase I                            | 90,000             | 86,508             | 3,492   | 57,688              |
| Main Street Phase II                           | 16,000             | 15,827             | 173   | 101,304             |
| Main Street Phase III                          | -                  | -                  | -   | 153,575             |
| Fairfield / Marteau Intersection Improvements  | 6,470              | 6,470              | -   | -                   |
| Heart D Farm Road West Drainage                | -                  | -                  | -   | 9,765               |
| St. Nazaire Rd Improvements                    | -                  | -                  | -   | 93,433              |
| Carson Rd Drainage                             | -                  | -                  | -   | 12,141              |
| LA Hwy 182 Industrial Park                     | -                  | -                  | -   | 124,243             |
| Highway 90 East/Garber Drainage                | -                  | -                  | -   | 220,584             |
| Total capital outlay                           | <u>2,537,386</u>   | <u>2,457,402</u>   | <u>79,984</u>   | <u>950,006</u>      |
| Total expenditures                             | <u>2,540,434</u>   | <u>2,460,230</u>   | <u>80,204</u>   | <u>955,867</u>      |
| Deficiency of revenues<br>over expenditures    | <u>(2,540,434)</u> | <u>(2,460,230)</u> | <u>80,204</u>   | <u>(410,981)</u>    |
| <b>Other financing sources (uses):</b>         |                    |                    |   |                     |
| Transfer from TIF Sales Tax Fund               | 1,471,870          | 1,471,870          | -   | -                   |
| Transfer from 1992 Sales Tax Fund              | 506,000            | 506,000            | -   | 911,000             |
| Transfer from Park Capital Projects Fund       | -                  | -                  | -   | 322,189             |
| Transfer to Utility Fund                       | <u>(243,575)</u>   | <u>(243,575)</u>   | <u>-</u>  | <u>-</u>            |
| Total other financing sources (uses)           | <u>1,734,295</u>   | <u>1,734,295</u>   | <u>-</u>  | <u>1,233,189</u>    |
| Net change in fund balance                     | (806,139)          | (725,935)          | 80,204  | 822,208             |
| Fund balance, beginning                        | <u>1,021,675</u>   | <u>1,021,675</u>   | <u>-</u>  | <u>199,467</u>      |
| Fund balance, ending                           | <u>\$ 215,536</u>  | <u>\$ 295,740</u>  | <u>\$ 80,204</u>  | <u>\$ 1,021,675</u> |

CITY OF BROUSSARD, LOUISIANA  
Nonmajor Governmental Funds

Combining Balance Sheet  
June 30, 2020  
With Comparative Totals for June 30, 2019

|                                      | 2016<br>Sales Tax<br>Bond | 2015<br>Sales Tax<br>Bond | 2011<br>DEQ<br>Bond | Totals             |                    |
|--------------------------------------|---------------------------|---------------------------|---------------------|--------------------|--------------------|
|                                      |                           |                           |                     | 2020               | 2019               |
| <b>ASSETS</b>                        |                           |                           |                     |                    |                    |
| Cash and interest-bearing deposits   | <u>\$1,113,129</u>        | <u>\$ 397,761</u>         | <u>\$ 357,090</u>   | <u>\$1,867,980</u> | <u>\$1,807,944</u> |
| <b>LIABILITIES AND FUND BALANCES</b> |                           |                           |                     |                    |                    |
| Liabilities                          | \$ -                      | \$ -                      | \$ -                | \$ -               | \$ -               |
| Fund balances:                       |                           |                           |                     |                    |                    |
| Restricted for debt service          | <u>1,113,129</u>          | <u>397,761</u>            | <u>357,090</u>      | <u>1,867,980</u>   | <u>1,807,944</u>   |
| Total liabilities and fund balances  | <u>\$1,113,129</u>        | <u>\$ 397,761</u>         | <u>\$ 357,090</u>   | <u>\$1,867,980</u> | <u>\$1,807,944</u> |

CITY OF BROUSSARD, LOUISIANA  
Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Year Ended June 30, 2020  
With Comparative Totals for Year Ended June 30, 2019

|   | 2016<br>Sales Tax<br>Bond | 2015<br>Sales Tax<br>Bond | 2011<br>DEQ<br>Bond | Totals      |             |
|---|---------------------------|---------------------------|---------------------|-------------|-------------|
|   |                           |                           |                     | 2020        | 2019        |
| Revenues:                                   |                           |                           |                     |             |             |
| Miscellaneous - interest earned             | \$ 6,069                  | \$ 2,794                  | \$ 645              | \$ 9,508    | \$ 15,376   |
| Expenditures:                               |                           |                           |                     |             |             |
| Debt service -                              |                           |                           |                     |             |             |
| Principal retirement                        | 300,000                   | 355,000                   | 185,000             | 840,000     | 1,120,873   |
| Interest and fiscal charges                 | 271,600                   | 353,323                   | 22,305              | 647,228     | 680,501     |
| Total expenditures                          | 571,600                   | 708,323                   | 207,305             | 1,487,228   | 1,801,374   |
| Deficiency of revenues<br>over expenditures | (565,531)                 | (705,529)                 | (206,660)           | (1,477,720) | (1,785,998) |
| Other financing sources (uses):             |                           |                           |                     |             |             |
| Proceeds from issuance of debt              | -                         | -                         | -                   | -           | 144,736     |
| Transfers in                                | 568,766                   | 704,864                   | 264,126             | 1,537,756   | 1,935,753   |
| Transfers out                               | -                         | -                         | -                   | -           | (1,052,223) |
| Total other financing sources (uses)        | 568,766                   | 704,864                   | 264,126             | 1,537,756   | 1,028,266   |
| Net change in fund balances                 | 3,235                     | (665)                     | 57,466              | 60,036      | (757,732)   |
| Fund balances, beginning                    | 1,109,894                 | 398,426                   | 299,624             | 1,807,944   | 2,565,676   |
| Fund balances, ending                       | \$1,113,129               | \$397,761                 | \$357,090           | \$1,867,980 | \$1,807,944 |

CITY OF BROUSSARD, LOUISIANA  
Enterprise Fund  
Utility Fund

Schedule of Number of Utility Customers  
(Unaudited)  
June 30, 2020 and 2019

Records maintained by the City indicated the following number of customers were being serviced during the months of June 30, 2020 and 2019:

| <u>Department</u> | <u>2020</u> | <u>2019</u> |
|-------------------|-------------|-------------|
| Water             | 5,442       | 5,269       |
| Sewer             | 4,260       | 4,088       |
| Garbage           | 4,621       | 4,526       |

CITY OF BROUSSARD, LOUISIANA

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

| Description of Coverage                           | Policy<br>Expiration<br>Date | Coverage<br>Amounts |
|---|------------------------------|---------------------|
| <b>Workmen's compensation:</b>                    |                              |                     |
| Employer's liability                              | 12/01/20                     | \$1,000,000         |
| <b>Automobile:</b>                                |                              |                     |
| Liability   | 12/01/20                     | 1,000,000           |
| <b>Property:</b>                                  |                              |                     |
| Buildings, contents, machinery, and equipment     | 12/01/20                     | 34,579,393          |
| Boiler and machinery                              | 12/01/20                     | 50,000,000          |
| <b>General liability</b>                          |                              |                     |
| Aggregate   | 12/01/20                     | 3,000,000           |
| Products-Completed Operations Aggregate           | 12/01/20                     | 3,000,000           |
| Personal & Advertising Injury                     | 12/01/20                     | 1,000,000           |
| Occurrence  | 12/01/20                     | 1,000,000           |
| Damages to Premises to City                       | 12/01/20                     | 1,000,000           |
| <b>Public Officials and Employment Practices:</b> |                              |                     |
| Aggregate   | 12/01/20                     | 3,000,000           |
| Public officials liability                        | 12/01/20                     | 1,000,000           |
| Employment practices liability                    | 12/01/20                     | 1,000,000           |
| Law enforcement                                   | 12/01/20                     | 1,000,000           |
| <b>Special Risk:</b>                              |                              |                     |
| Fire department vehicles                          | 07/01/20                     | 1,000,000           |
| Umbrella  | 07/01/20                     | 5,000,000           |
| <b>Crime:</b>                                     |                              |                     |
| Aggregate   | 12/01/20                     | 1,000,000           |

CITY OF BROUSSARD, LOUISIANA

Comparative Statement of Net Position  
Enterprise Fund  
Utility Fund  
June 30, 2020 and 2019

|  | <u>2020</u>          | <u>2019</u>          |
|--|----------------------|----------------------|
| <b>ASSETS</b>  |                      |                      |
| Current assets:                                      |                      |                      |
| Cash and interest-bearing deposits                   | \$ 295,574           | \$ 248,291           |
| Accounts receivable, net                             | 446,368              | 427,458              |
| Due from other funds                                 | 57,236               | 57,444               |
| Due from other governments                           | -                    | 316,154              |
| Prepaid insurance                                    | <u>73,255</u>        | <u>64,325</u>        |
| Total current assets                                 | <u>872,433</u>       | <u>1,113,672</u>     |
| Noncurrent assets:                                   |                      |                      |
| Restricted assets -                                  |                      |                      |
| Cash and interest-bearing deposits                   | 394,588              | 364,875              |
| Capital assets -                                     |                      |                      |
| Land and construction in progress                    | 2,868,595            | 5,359,197            |
| Capital assets, net                                  | <u>26,923,610</u>    | <u>24,794,160</u>    |
| Total noncurrent assets                              | <u>30,186,793</u>    | <u>30,518,232</u>    |
| Total assets   | <u>31,059,226</u>    | <u>31,631,904</u>    |
| <b>LIABILITIES</b>                                   |                      |                      |
| Current liabilities:                                 |                      |                      |
| Accounts payable                                     | 143,692              | 239,288              |
| Retainage payable                                    | 8,081                | 58,536               |
| Accrued expenses                                     | 11,489               | 9,549                |
| Due to other funds                                   | 967,712              | 967,712              |
| Customers' deposits (payable from restricted assets) | <u>394,588</u>       | <u>364,875</u>       |
| Total current liabilities                            | <u>1,525,562</u>     | <u>1,639,960</u>     |
| Noncurrent liabilities:                              |                      |                      |
| Compensated absences payable                         | 86,299               | 89,704               |
| Loan payable   | <u>1,122,903</u>     | <u>1,063,412</u>     |
| Total noncurrent liabilities                         | <u>1,209,202</u>     | <u>1,153,116</u>     |
| Total liabilities                                    | <u>2,734,764</u>     | <u>2,793,076</u>     |
| <b>NET POSITION</b>                                  |                      |                      |
| Net investment in capital assets                     | 28,669,302           | 29,402,284           |
| Unrestricted (deficit)                               | <u>(344,840)</u>     | <u>(563,456)</u>     |
| Total net position                                   | <u>\$ 28,324,462</u> | <u>\$ 28,838,828</u> |

CITY OF BROUSSARD, LOUISIANA

Comparative Statement of Revenues, Expenses and Changes in Fund Net Position -  
Enterprise Fund  
Utility Fund

For the Years Ended June 30, 2020 and 2019

|   | <u>2020</u>         | <u>2019</u>          |
|---|---------------------|----------------------|
| Operating revenues:                             |                     |                      |
| Charges for services                            | \$ 3,605,879        | \$ 3,254,525         |
| Miscellaneous                                   | <u>363,134</u>      | <u>462,538</u>       |
| Total operating revenues                        | <u>3,969,013</u>    | <u>3,717,063</u>     |
| Operating expenses:                             |                     |                      |
| Water   | 2,379,748           | 2,384,039            |
| Sewer   | 2,275,627           | 2,067,240            |
| Garbage   | <u>1,138,804</u>    | <u>1,094,617</u>     |
| Total operating expenses                        | <u>5,794,179</u>    | <u>5,545,896</u>     |
| Loss from operations                            | <u>(1,825,166)</u>  | <u>(1,828,833)</u>   |
| Nonoperating revenues (expenses):               |                     |                      |
| Interest income                                 | 1,115               | 905                  |
| Interest expense                                | (22,939)            | (2,187)              |
| Debt issuance expense                           | <u>-</u>            | <u>(56,084)</u>      |
| Total nonoperating revenue (expenses)           | <u>(21,824)</u>     | <u>(57,366)</u>      |
| Loss before capital contributions and transfers | <u>(1,846,990)</u>  | <u>(1,886,199)</u>   |
| Capital contributions                           | <u>20,013</u>       | <u>294,979</u>       |
| Transfers:                                      |                     |                      |
| Transfer from 1992 Sales Tax Fund               | 550,000             | 1,050,000            |
| Transfer from TIF Sales Tax Fund                | 519,036             | 744,552              |
| Transfer from Capital Projects Fund             | 243,575             | -                    |
| Transfer from debt service funds                | <u>-</u>            | <u>144,736</u>       |
| Total transfers                                 | <u>1,312,611</u>    | <u>1,939,288</u>     |
| Change in net position                          | (514,366)           | 348,068              |
| Net position, beginning                         | <u>28,838,828</u>   | <u>28,490,760</u>    |
| Net position, ending                            | <u>\$28,324,462</u> | <u>\$ 28,838,828</u> |

CITY OF BROUSSARD, LOUISIANA

Enterprise Fund

Utility Fund

Comparative Departmental Statement of Revenues and Expenses  
For the Years Ended June 30, 2020 and 2019

|   | Totals                |                       | Water               |                     | Sewer                 |                       | Garbage           |                  |
|---|-----------------------|-----------------------|---------------------|---------------------|-----------------------|-----------------------|-------------------|------------------|
|   | 2020                  | 2019                  | 2020                | 2019                | 2020                  | 2019                  | 2020              | 2019             |
| Operating revenues:                               |                       |                       |                     |                     |                       |                       |                   |                  |
| Charges for services                              | \$ 3,605,879          | \$ 3,254,525          | \$1,577,780         | \$1,464,854         | \$ 758,425            | \$ 673,672            | \$1,269,674       | \$ 1,115,999     |
| Connections, penalties,<br>impact fees, and other | 363,134               | 462,538               | 257,521             | 310,659             | 78,180                | 123,248               | 27,433            | 28,631           |
| Total operating revenues                          | <u>3,969,013</u>      | <u>3,717,063</u>      | <u>1,835,301</u>    | <u>1,775,513</u>    | <u>836,605</u>        | <u>796,920</u>        | <u>1,297,107</u>  | <u>1,144,630</u> |
| Operating expenses:                               |                       |                       |                     |                     |                       |                       |                   |                  |
| Salaries  | 635,977               | 643,632               | 388,512             | 392,552             | 247,465               | 251,080               | -                 | -                |
| Payroll taxes and retirement                      | 108,959               | 115,722               | 65,331              | 69,227              | 43,628                | 46,495                | -                 | -                |
| Bad debt  | 12,443                | 99,606                | 5,973               | 44,823              | 2,613                 | 20,917                | 3,857             | 33,866           |
| Group insurance                                   | 148,418               | 132,509               | 76,697              | 76,546              | 71,721                | 55,963                | -                 | -                |
| Professional fees                                 | 42,394                | 57,832                | 24,418              | 27,356              | 17,976                | 30,476                | -                 | -                |
| Engineering fees                                  | 148,962               | 75,871                | 32,274              | 15,021              | 116,688               | 60,850                | -                 | -                |
| Repairs and maintenance                           | 621,079               | 515,274               | 115,509             | 99,158              | 505,570               | 416,116               | -                 | -                |
| Vehicle   | 41,528                | 49,113                | 26,674              | 35,322              | 14,854                | 13,791                | -                 | -                |
| Utilities   | 162,468               | 137,936               | 55,563              | 43,913              | 106,905               | 94,023                | -                 | -                |
| Materials and supplies                            | 407,064               | 271,554               | 278,185             | 206,225             | 128,879               | 65,329                | -                 | -                |
| Depreciation                                      | 1,307,458             | 1,304,504             | 400,983             | 401,453             | 906,475               | 903,051               | -                 | -                |
| Insurance   | 156,448               | 174,525               | 78,522              | 86,697              | 77,926                | 87,828                | -                 | -                |
| Office  | 60,980                | 49,517                | 22,906              | 16,721              | 21,731                | 18,163                | 16,343            | 14,633           |
| Training and travel                               | 1,730                 | 1,491                 | 905                 | 603                 | 825                   | 888                   | -                 | -                |
| Water purchases                                   | 759,745               | 815,387               | 759,745             | 815,387             | -                     | -                     | -                 | -                |
| Garbage collection expense                        | 1,118,604             | 1,046,118             | -                   | -                   | -                     | -                     | 1,118,604         | 1,046,118        |
| Miscellaneous                                     | 59,922                | 55,305                | 47,551              | 53,035              | 12,371                | 2,270                 | -                 | -                |
| Total operating expenses                          | <u>5,794,179</u>      | <u>5,545,896</u>      | <u>2,379,748</u>    | <u>2,384,039</u>    | <u>2,275,627</u>      | <u>2,067,240</u>      | <u>1,138,804</u>  | <u>1,094,617</u> |
| Operating income (loss)                           | <u>\$ (1,825,166)</u> | <u>\$ (1,828,833)</u> | <u>\$ (544,447)</u> | <u>\$ (608,526)</u> | <u>\$ (1,439,022)</u> | <u>\$ (1,270,320)</u> | <u>\$ 158,303</u> | <u>\$ 50,013</u> |

CITY OF BROUSSARD, LOUISIANA

Statement of Net Position  
Enterprise Fund  
Sports Complex Fund  
June 30, 2020 and 2019

|                                    | <u>2020</u>          | <u>2019</u>          |
|------------------------------------|----------------------|----------------------|
| <b>ASSETS</b>                      |                      |                      |
| Current assets:                    |                      |                      |
| Cash and interest-bearing deposits | \$ 361,139           | \$ 315,896           |
| Accounts receivable                | 42,313               | 45,938               |
| Prepaid insurance                  | <u>35,803</u>        | <u>53,363</u>        |
| Total current assets               | <u>439,255</u>       | <u>415,197</u>       |
| Noncurrent assets:                 |                      |                      |
| Restricted assets -                |                      |                      |
| Cash and interest-bearing deposits | 1,460,095            | 1,449,784            |
| Capital assets -                   |                      |                      |
| Land and construction in progress  | 3,279,449            | 3,279,449            |
| Capital assets, net                | <u>31,766,322</u>    | <u>32,670,050</u>    |
| Total noncurrent assets            | <u>36,505,866</u>    | <u>37,399,283</u>    |
| Total assets                       | <u>36,945,121</u>    | <u>37,814,480</u>    |
| <b>LIABILITIES</b>                 |                      |                      |
| Current liabilities:               |                      |                      |
| Accounts payable                   | 17,871               | 23,639               |
| Accrued expenses                   | 8,277                | 9,507                |
| Deferred revenue                   | 47,285               | -                    |
| Due to other funds                 | 68,895               | 57,492               |
| Payable from restricted assets:    |                      |                      |
| Bonds payable                      | 675,000              | 645,000              |
| Accrued interest payable           | <u>168,761</u>       | <u>173,061</u>       |
| Total current liabilities          | <u>986,089</u>       | <u>908,699</u>       |
| Noncurrent liabilities:            |                      |                      |
| Compensated absences payable       | 31,443               | 20,710               |
| Bonds payable                      | <u>24,635,000</u>    | <u>25,310,000</u>    |
| Total noncurrent liabilities       | <u>24,666,443</u>    | <u>25,330,710</u>    |
| Total liabilities                  | <u>25,652,532</u>    | <u>26,239,409</u>    |
| <b>NET POSITION</b>                |                      |                      |
| Net investment in capital assets   | 10,410,771           | 10,639,499           |
| Restricted for debt service        | 616,334              | 631,723              |
| Unrestricted                       | <u>265,484</u>       | <u>303,849</u>       |
| Total net position                 | <u>\$ 11,292,589</u> | <u>\$ 11,575,071</u> |

CITY OF BROUSSARD, LOUISIANA

Statement of Revenues, Expenses and Changes in Fund Net Position -  
 Enterprise Fund  
 Sports Complex Fund  
 For the Years Ended June 30, 2020 and 2019

|   | <u>2020</u>         | <u>2019</u>         |
|---|---------------------|---------------------|
| Operating revenues                              | \$ 495,555          | \$ 635,029          |
| Operating expenses:                             |                     |                     |
| Salaries  | 461,731             | 503,321             |
| Contract labor - services                       | 126,215             | 95,313              |
| Payroll taxes and retirement                    | 68,431              | 59,288              |
| Group insurance                                 | 103,045             | 107,529             |
| Professional fees                               | 65,553              | 67,816              |
| Repairs and maintenance                         | 147,158             | 108,844             |
| Vehicle   | 8,230               | 9,593               |
| Utilities and communication                     | 167,964             | 151,171             |
| Materials and supplies                          | 76,138              | 86,534              |
| Insurance                                       | 118,276             | 95,561              |
| Office  | 31,669              | 19,992              |
| Uniforms  | 8,110               | 3,648               |
| Miscellaneous                                   | 4,780               | 6,645               |
| Advertising                                     | 8,971               | 3,500               |
| Award expenses                                  | 1,065               | 3,477               |
| Sponsorship fees                                | 31,484              | 23,339              |
| Conference and travel                           | 4,005               | 1,950               |
| Security fees                                   | 155,379             | 98,607              |
| Depreciation expense                            | 943,203             | 938,969             |
| League and tournament expense                   | 876                 | 26,428              |
| Total operating expenses                        | <u>2,532,283</u>    | <u>2,411,525</u>    |
| Loss from operations                            | <u>(2,036,728)</u>  | <u>(1,776,496)</u>  |
| Nonoperating revenues (expenses):               |                     |                     |
| Interest income                                 | 16,239              | 16,425              |
| Interest and fiscal agency fees                 | (1,038,342)         | (1,065,481)         |
| Loss on disposal of capital asset               | (1,517)             | (1,028)             |
| Total nonoperating revenues (expenses)          | <u>(1,023,620)</u>  | <u>(1,050,084)</u>  |
| Loss before capital contributions and transfers | <u>(3,060,348)</u>  | <u>(2,826,580)</u>  |
| Capital contribution                            | <u>3,500</u>        | <u>-</u>            |
| Transfers:                                      |                     |                     |
| Transfer from General Fund                      | 92,467              | 33,104              |
| Transfer from 2011 Recreation Sales Tax Fund    | 2,681,899           | 2,787,857           |
| Transfer to debt service funds                  | -                   | (14,882)            |
| Total transfers                                 | <u>2,774,366</u>    | <u>2,806,079</u>    |
| Change in net position                          | (282,482)           | (20,501)            |
| Net position, beginning                         | <u>11,575,071</u>   | <u>11,595,572</u>   |
| Net position, ending                            | <u>\$11,292,589</u> | <u>\$11,575,071</u> |

**INTERNAL CONTROL, COMPLIANCE**

**AND**

**OTHER MATTERS**

# KOLDER, SLAVEN & COMPANY, LLC

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

Victor R. Slaven, CPA\* - retired 2020

\* A Professional Accounting Corporation

The Honorable Ray Bourque,  
and Members of the Board of Aldermen  
City of Broussard, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Broussard, Louisiana (the City) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated November 13, 2020.

### Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

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

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

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Accounting 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. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

***Kolder, Slaven & Company, LLC***  
Certified Public Accountants

Lafayette, Louisiana  
November 13, 2020

CITY OF BROUSSARD, LOUISIANA

Summary Schedule of Current and Prior Year Findings  
And Management's Corrective Action Plan (Continued)

Part I. Current Year Findings and Management's Corrective Action Plan

A. Internal Control Findings –

There are no findings to report under this section.

B. Compliance Findings –

There are no findings to report under this section.

Part II. Prior Year Findings

A. Internal Control Findings –

**2019-001** Internal controls over St. Julien Park Sports Complex

Fiscal year initially occurred: 2018

**CONDITION:** The City did not have internal controls over St. Julien Park Sports Complex activities and transactions. The ability to access and to change rental rates and other park fees in park software, as well as maintenance of team/league activities and/or park rentals were not restricted to employees who did not collect funds. All rentals and fees did not adhere to established fee schedules and written rental agreements. Appropriate supporting documentation was not maintained so that regular reconciliations of receivables and revenues could be performed, and the City did not monitor contracts and deposits paid to ensure all revenues were collected and/or deposited timely.

**RECOMMENDATION:** The City should implement and establish internal controls over St. Julien Park activities.

**CURRENT STATUS:** Resolved.

B. Compliance Findings –

There are no findings to report under this section.