

CITY OF CARENCRO, LOUISIANA

Financial Report

Year Ended November 30, 2020

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INDEPENDENT AUDITOR'S REPORT

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The Honorable Glenn Brasseaux, Mayor,
and Members of the Board of Aldermen
City of Carencro, 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 Carencro, Louisiana, (the City) as of and for the year ended November 30, 2020, and the related notes to the financial statements, which collectively comprise the basic financial statements of the City's primary government 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 Unit

The financial statements referred to above do not include financial data for the City's legally separate component unit. 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 position, revenues, and expenses of the discretely presented component unit would have been reported as \$5,885,247, \$13,118, \$5,872,129, \$1,504,514, and \$1,442,514, respectively.

Adverse Opinion on Discretely Presented Component Unit

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 Carencro, Louisiana, as of November 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.

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 Carencro, Louisiana, as of November 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information, schedule of net pension liability, and schedule of employer contributions on pages 51 through 58 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 the 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 Carencro 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 Carencro, Louisiana's basic financial statements. The other supplementary information on pages 60 through 90 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for the purpose of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and comparative statements, comparative department analysis of revenues and expenses for the Utility Fund, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information, has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and comparative statements, comparative department analysis of revenues and expenses for the Utility Fund, and the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the primary government basic financial statements as a whole. The prior year comparative amounts on this information was derived from the City of Carencro's 2019 financial statements, which was subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, were fairly presented in all material respects in relation to the basic financial statements from which they were derived.

The various other informational schedules have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 14, 2021 on our consideration of the City of Carencro'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 of Carencro's internal control over financial reporting and compliance.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
May 14, 2021

BASIC FINANCIAL STATEMENTS

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

CITY OF CARENCRO, LOUISIANA

Statement of Net Position
November 30, 2020

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and interest-bearing deposits	\$ 12,345,875	\$ 267,535	\$ 12,613,410
Investments	198,190	522,246	720,436
Receivables, net	1,106,078	633,803	1,739,881
Internal balances	(21,621)	21,621	-
Due from other governmental agencies	1,307,371	-	1,307,371
Prepaid items	33,693	13,788	47,481
Total current assets	<u>14,969,586</u>	<u>1,458,993</u>	<u>16,428,579</u>
Noncurrent assets:			
Restricted assets -			
Cash and interest-bearing deposits	-	1,058,038	1,058,038
Investments	-	47,035	47,035
Capital assets -			
Land and construction in progress	5,327,949	11,877,213	17,205,162
Other capital assets, net	20,423,304	15,338,069	35,761,373
Total noncurrent assets	<u>25,751,253</u>	<u>28,320,355</u>	<u>54,071,608</u>
Total assets	<u>40,720,839</u>	<u>29,779,348</u>	<u>70,500,187</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	<u>2,090,481</u>	<u>202,158</u>	<u>2,292,639</u>
LIABILITIES			
Current liabilities:			
Accounts and other payables	1,440,865	430,605	1,871,470
Due to other governmental agencies	154,845	-	154,845
Customers deposits payable	-	511,980	511,980
Capital lease payable	186,094	51,427	237,521
DHH water loan payable	-	174,076	174,076
Bonds and certificates of indebtedness payable	1,280,000	271,000	1,551,000
Accrued interest	99,946	43,337	143,283
Total current liabilities	<u>3,161,750</u>	<u>1,482,425</u>	<u>4,644,175</u>
Noncurrent liabilities:			
Compensated absences payable	188,190	76,674	264,864
Net pension liability	4,920,043	779,350	5,699,393
Capital lease payable	223,718	155,994	379,712
DHH water loan payable	-	3,974,534	3,974,534
Bonds and certificates of indebtedness payable	9,805,000	1,778,000	11,583,000
Total noncurrent liabilities	<u>15,136,951</u>	<u>6,764,552</u>	<u>21,901,503</u>
Total liabilities	<u>18,298,701</u>	<u>8,246,977</u>	<u>26,545,678</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	<u>324,632</u>	<u>16,385</u>	<u>341,017</u>
NET POSITION			
Net investment in capital assets	14,256,441	20,505,869	34,762,310
Restricted for sales tax dedications	8,445,098	-	8,445,098
Restricted for debt service	1,423,635	549,756	1,973,391
Restricted for capital projects	2,668,318	-	2,668,318
Unrestricted (deficit)	(2,605,505)	662,519	(1,942,986)
Total net position	<u>\$ 24,187,987</u>	<u>\$ 21,718,144</u>	<u>\$ 45,906,131</u>

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

CITY OF CARENCRO, LOUISIANA

Statement of Activities
For the Year Ended November 30, 2020

Activities	Expenses	Program Revenues			Net (Expense) Revenues and Changes in Net Position		Total
		Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	
Governmental activities:							
General government	\$ 1,927,933	\$ 1,383,766	\$ -	\$ -	\$ (544,167)	\$ -	\$ (544,167)
Public safety -							
Police	3,619,769	371,201	398,698	842,078	(2,007,792)	-	(2,007,792)
Fire	1,101,158	-	123,936	-	(977,222)	-	(977,222)
City Court	163,163	-	-	-	(163,163)	-	(163,163)
Streets	1,702,795	-	20,715	1,397,004	(285,076)	-	(285,076)
Culture and recreation	1,135,589	12,080	372,000	3,600	(747,909)	-	(747,909)
Interest on long-term debt	291,632	-	-	-	(291,632)	-	(291,632)
Total governmental activities	9,942,039	1,767,047	915,349	2,242,682	(5,016,961)	-	(5,016,961)
Business-type activities:							
Gas	690,901	602,877	-	-	-	(88,024)	(88,024)
Water	1,794,168	1,723,385	-	-	-	(70,783)	(70,783)
Sewer	1,365,361	1,475,317	-	-	-	109,956	109,956
Sanitation	680,665	709,724	-	-	-	29,059	29,059
Total business-type activities	4,531,095	4,511,303	-	-	-	(19,792)	(19,792)
Total	\$ 14,473,134	\$ 6,278,350	\$ 915,349	\$ 2,242,682	(5,016,961)	(19,792)	(5,036,753)
General revenues:							
Taxes -							
Property taxes, levied for general purposes					329,633	-	329,633
Sales and use taxes, levied for general purposes					11,092,798	-	11,092,798
Franchise taxes					483,763	-	483,763
Grants and contributions not restricted to specific programs -							
State sources					18,133	-	18,133
Non-employer contributions					130,825	23,915	154,740
Interest and investment earnings					84,591	18,053	102,644
Miscellaneous					11,176	-	11,176
Net transfers					(2,265,449)	2,265,449	-
Total general revenues and transfers					9,885,470	2,307,417	12,192,887
Change in net position					4,868,509	2,287,625	7,156,134
Net position - December 1, 2019					19,319,478	19,430,519	38,749,997
Net position - November 30, 2020					\$ 24,187,987	\$ 21,718,144	\$ 45,906,131

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

FUND FINANCIAL STATEMENTS (FFS)

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.

1967 Sales Tax Fund -

To account for the receipt and use of proceeds of the City's 1% sales and use tax. These taxes are dedicated to and used for the purpose of paying principal and interest on any bonded debt or funded indebtedness of the City and for purposes of constructing and acquiring the City's sewer system, waterworks and natural gas utilities, paving and improving streets, sidewalks and bridges, constructing street lighting, drainage facilities, fire and police department stations and equipment, public buildings, public parks, public works or for any one or more of said purposes.

1993 Sales Tax Fund -

To account for the receipt and use of proceeds of the City's 1% sales and use tax. These taxes are dedicated to and used for the purpose of paying principal and interest of any bonded debt of the City issued for any lawful capital purpose. The remaining proceeds are dedicated and divided as follows: one-third (1/3) for the purpose of paying the cost of fire and police protection for the City; one-third (1/3) for operating and maintaining recreational facilities and programs for the City; and one-third (1/3) for paying the cost of capital improvements for the City, including acquiring the necessary sites, furnishings, and equipment.

Taxing Increment Financing (TIF) District Sales Tax Fund -

To account for the receipt and use of the proceeds of a 1% sales and use tax levied on the businesses located in the I-49 Corridor Economic Development District, State of Louisiana (the "District"). These taxes are dedicated and used for the purpose of financing economic development projects in the District.

2016 Sales Tax Fund

To account for the receipt and use of proceeds of the City's 1% sales and use tax. These taxes are dedicated to and used for the purpose of constructing, operating, and improving and maintaining the City's sewerage system and providing facilities for and operational support of police and fire protection in the City.

Capital Projects Fund

Capital Projects Fund -

The Capital Projects Fund is used to account for the acquisition and construction of major capital assets other than those financed by proprietary funds.

Enterprise Fund

Utility Fund -

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

CITY OF CARENCRO, LOUISIANA

Balance Sheet
Governmental Funds
November 30, 2020

	General	1967	1993	TIF	2016	Capital	Other	Total
		Sales Tax Special Revenue	Sales Tax Special Revenue	District Sales Tax Special Revenue	Sales Tax Special Revenue	Projects Fund	Governmental Funds	
ASSETS								
Cash	\$ 354,970	\$ 27,886	\$ -	\$ -	\$ -	\$ 248,991	\$ 3,794	\$ 635,641
Interest-bearing deposits	317,857	21,015	163,934	1,774,154	5,387,347	2,506,006	1,539,921	11,710,234
Investments	-	198,163	-	-	-	-	27	198,190
Receivables:								
Taxes	12,261	304,277	304,277	186,789	295,596	-	1,472	1,104,672
Due from other funds	28,755	-	-	3,169	-	5,870	-	37,794
Due from government agencies	554,337	-	-	3,000	-	750,034	-	1,307,371
Accrued interest	-	1,406	-	-	-	-	-	1,406
Prepaid items	33,693	-	-	-	-	-	-	33,693
Total assets	<u>\$ 1,301,873</u>	<u>\$ 552,747</u>	<u>\$ 468,211</u>	<u>\$ 1,967,112</u>	<u>\$ 5,682,943</u>	<u>\$ 3,510,901</u>	<u>\$ 1,545,214</u>	<u>\$ 15,029,001</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 532,423	\$ 730	\$ 730	\$ 11,469	\$ 730	\$ -	\$ -	\$ 546,082
Contracts payable	-	-	-	44,354	-	658,098	-	702,452
Retainage payable	-	-	-	34,639	-	155,757	-	190,396
Customer rental deposits	1,935	-	-	-	-	-	-	1,935
Due to other governmental agencies	-	22,616	22,616	109,613	-	-	-	154,845
Due to other funds	30,636	-	-	-	-	28,755	24	59,415
Total liabilities	<u>564,994</u>	<u>23,346</u>	<u>23,346</u>	<u>200,075</u>	<u>730</u>	<u>842,610</u>	<u>24</u>	<u>1,655,125</u>
Fund balances:								
Nonspendable - prepaid items	33,693	-	-	-	-	-	-	33,693
Restricted - sales tax dedications	-	529,401	444,865	1,767,037	5,682,213	-	21,582	8,445,098
Restricted - debt service	-	-	-	-	-	-	1,523,581	1,523,581
Restricted - capital projects	-	-	-	-	-	2,668,291	27	2,668,318
Unassigned	703,186	-	-	-	-	-	-	703,186
Total fund balances	<u>736,879</u>	<u>529,401</u>	<u>444,865</u>	<u>1,767,037</u>	<u>5,682,213</u>	<u>2,668,291</u>	<u>1,545,190</u>	<u>13,373,876</u>
Total liabilities and fund balances	<u>\$ 1,301,873</u>	<u>\$ 552,747</u>	<u>\$ 468,211</u>	<u>\$ 1,967,112</u>	<u>\$ 5,682,943</u>	<u>\$ 3,510,901</u>	<u>\$ 1,545,214</u>	<u>\$ 15,029,001</u>

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

CITY OF CARENCRO, LOUISIANA

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

Total fund balances for governmental funds at November 30, 2020		\$13,373,876
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	\$ 1,256,247	
Construction in progress	4,071,702	
Land improvements, net of \$38,775 accumulated depreciation	104,666	
Buildings, net of \$2,612,165 accumulated depreciation	3,430,312	
Infrastructure, net of \$4,469,764 accumulated depreciation	15,745,018	
Equipment, furniture, and fixtures net of \$1,241,359 accumulated depreciation	860,451	
Vehicles, net of \$2,126,320 accumulated depreciation	<u>282,857</u>	25,751,253
The deferred outflows of expenditures for the various pensions are not a use of current resources, and therefore, are not reported in the funds		2,090,481
Long-term liabilities, including bonds and certificates of indebtedness payable, are not due and payable in the current period and, therefore, not reported in the governmental funds.		
Long-term liabilities at November 30, 2020:		
Bonds and certificates of indebtedness payable	(11,085,000)	
Capital lease payable	(409,812)	
Net pension liability	(4,920,043)	
Compensated absences payable	(188,190)	
Accrued interest payable	<u>(99,946)</u>	(16,702,991)
The deferred inflows of contributions for the various pensions are not available resources, and therefore, are not reported in in the funds		<u>(324,632)</u>
Total net position of governmental activities at November 30, 2020		<u>\$24,187,987</u>

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

CITY OF CARENCRO, LOUISIANA

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

	General	1967 Sales Tax Special Revenue	1993 Sales Tax Special Revenue	TIF District Sales Tax Special Revenue	2016 Sales Tax Special Revenue	Capital Projects Fund	Other Governmental Funds	Total
Revenues:								
Taxes	\$ 813,396	\$ 3,016,476	\$ 3,016,476	\$ 2,035,659	\$ 3,015,136	\$ -	\$ 9,051	\$ 11,906,194
Licenses and permits	1,383,766	-	-	-	-	-	-	1,383,766
Intergovernmental	1,403,560	-	-	12,000	-	1,329,836	427,168	3,172,564
Fines and forfeits	371,201	-	-	-	-	-	-	371,201
Miscellaneous	18,642	7,199	2,358	10,773	24,684	31,054	16,737	111,447
Total revenues	<u>3,990,565</u>	<u>3,023,675</u>	<u>3,018,834</u>	<u>2,058,432</u>	<u>3,039,820</u>	<u>1,360,890</u>	<u>452,956</u>	<u>16,945,172</u>
Expenditures:								
Current -								
General government:								
Administrative	803,373	35,062	35,113	36,821	35,093	500	23	945,985
Code department	835,055	-	-	-	-	-	-	835,055
Public safety:								
Police	3,043,900	-	-	-	-	-	-	3,043,900
Fire	890,175	-	-	-	-	500	-	890,675
City Court	163,163	-	-	-	-	-	-	163,163
Highways and streets	1,118,816	-	-	-	-	-	-	1,118,816
Culture and tourism	84,879	-	972,766	-	-	-	11,335	1,068,980
Capital outlay	879,490	-	-	185,886	-	4,505,077	-	5,570,453
Debt service -								
Principal retirement	130,565	-	-	-	-	-	1,275,000	1,405,565
Interest and fiscal charges	7,280	-	-	-	-	-	286,093	293,373
Total expenditures	<u>7,956,696</u>	<u>35,062</u>	<u>1,007,879</u>	<u>222,707</u>	<u>35,093</u>	<u>4,506,077</u>	<u>1,572,451</u>	<u>15,335,965</u>
Excess (deficiency) of revenues over expenditures	<u>(3,966,131)</u>	<u>2,988,613</u>	<u>2,010,955</u>	<u>1,835,725</u>	<u>3,004,727</u>	<u>(3,145,187)</u>	<u>(1,119,495)</u>	<u>1,609,207</u>
Other financing sources (uses):								
Proceeds from capital lease	369,514	-	-	-	-	-	-	369,514
Transfers in	3,530,000	-	-	-	-	915,000	1,506,945	5,951,945
Transfers out	-	(2,814,986)	(1,840,000)	(1,460,803)	(1,590,000)	(426,362)	(85,243)	(8,217,394)
Total other financing sources (uses)	<u>3,899,514</u>	<u>(2,814,986)</u>	<u>(1,840,000)</u>	<u>(1,460,803)</u>	<u>(1,590,000)</u>	<u>488,638</u>	<u>1,421,702</u>	<u>(1,895,935)</u>
Net changes in fund balances	(66,617)	173,627	170,955	374,922	1,414,727	(2,656,549)	302,207	(286,728)
Fund balances, beginning	803,496	355,774	273,910	1,392,115	4,267,486	5,324,840	1,242,983	13,660,604
Fund balances, ending	<u>\$ 736,879</u>	<u>\$ 529,401</u>	<u>\$ 444,865</u>	<u>\$ 1,767,037</u>	<u>\$ 5,682,213</u>	<u>\$ 2,668,291</u>	<u>\$ 1,545,190</u>	<u>\$ 13,373,876</u>

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

CITY OF CARENCRO, 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 November 30, 2020

Total changes in fund balances at November 30, 2020 per
 Statement of Revenues, Expenditures and Changes in Fund Balances \$ (286,728)

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

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

Capital outlay which is considered expenditures on Statement of Revenues, Expenditures and Changes in Fund Balances	\$ 5,570,453	
Depreciation expense for the year ended November 30, 2020	(965,310)	
Loss on disposal of asset	<u>(1,990)</u>	4,603,153

Because some revenues are not considered measurable at year end,
 they are not considered "available" revenues in the governmental funds.

Non-employer pension contributions		130,825
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Proceeds from bonds and capital leases are financing sources in the
 governmental funds and thus contribute to the change in fund balance.
 In the statement of net position, issuing debt increases long-term liabilities
 and does not affect the statement of activities. Similarly, principal is
 recorded as expenditures in the repayment of governmental funds
 but reduce the liability in the statement of net position.

Proceeds from issuance of capital lease	(369,514)	
Principal payments	<u>1,405,565</u>	1,036,051

Some expenses reported in the statement of activities do not require the
 use of current financial resources and, therefore, are not reported as
 expenditures in the governmental funds.

Compensated absences	(10,491)	
Pension expense	(606,042)	
Interest expense	<u>1,741</u>	<u>(614,792)</u>

Total changes in net position at November 30, 2020 per Statement of Activities \$ 4,868,509

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

CITY OF CARENCRO, LOUISIANA

Statement of Net Position
 Proprietary Fund
 November 30, 2020

ASSETS

Current assets:	
Cash	\$ 202,373
Interest-bearing deposits	65,162
Investments	522,246
Receivables:	
Accounts	446,045
Unbilled utility receivables	184,002
Due from other funds	21,621
Accrued interest	3,756
Prepaid items	<u>13,788</u>
Total current assets	<u>1,458,993</u>
Noncurrent assets:	
Restricted assets -	
Interest-bearing deposits	1,058,038
Investments	47,035
Capital assets -	
Land and construction in progress	11,877,213
Other capital assets, net of accumulated depreciation	<u>15,338,069</u>
Total noncurrent assets	<u>28,320,355</u>
Total assets	<u>29,779,348</u>

DEFERRED OUTFLOWS OF RESOURCES

Deferred outflows related to pensions	<u>202,158</u>
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LIABILITIES

Current liabilities:	
Accounts payable	116,283
Contracts payable	53,795
Retainage payable	250,587
Accrued liabilities	9,940
Customers deposits payable	511,980
Capital lease payable	51,427
DHH water loan payable	174,076
Certificates of indebtedness payable	271,000
Accrued interest	<u>43,337</u>
Total current liabilities	<u>1,482,425</u>
Noncurrent liabilities:	
Compensated absences payable	76,674
Net pension liability	779,350
Capital lease payable	155,994
DHH water loan payable	3,974,534
Certificates of indebtedness payable	<u>1,778,000</u>
Total noncurrent liabilities	<u>6,764,552</u>
Total liabilities	<u>8,246,977</u>

DEFERRED INFLOWS OF RESOURCES

Deferred inflows related to pensions	<u>16,385</u>
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NET POSITION

Net investment in capital assets	20,505,869
Restricted for debt service	549,756
Unrestricted	<u>662,519</u>
Total net position	<u>\$21,718,144</u>

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

CITY OF CARENCRO, LOUISIANA

Statement of Revenues, Expenses, and Change in Fund Net Position -
 Proprietary Fund
 For the Year Ended November 30, 2020

Operating revenues:	
Charges for services -	
Gas charges	\$ 593,665
Water service charges	1,484,925
Sewer service charges	1,428,687
Garbage collection	709,724
Penalties, permits and connection fees	282,842
Miscellaneous	11,460
Total operating revenues	<u>4,511,303</u>
Operating expenses:	
Salaries	806,789
Payroll taxes	56,315
Group insurance	101,970
Retirement contribution	87,894
Gas purchased	115,848
Maintenance and supplies	742,306
Chemicals	329,807
Cathodic protection survey	1,255
Garbage collection fees	644,361
Depreciation expense	919,471
Utilities	157,386
Telephone	17,936
Truck operation	46,161
Lease expense	4,495
Office supplies and postage	45,547
Bad debts	8,937
Insurance	120,163
Miscellaneous	1,605
Professional fees	31,520
Uniforms	22,024
Engineering fees	58,568
Travel	12,458
Contractual services	19,397
Meter reader expense	10,854
Total operating expenses	<u>4,363,067</u>
Operating income	<u>148,236</u>

(continued)

CITY OF CARENCRO, LOUISIANA

Statement of Revenues, Expenses, and Change in Fund Net Position
 Proprietary Fund (Continued)
 For the Year Ended November 30, 2020

Nonoperating revenues (expenses):	
Interest income	18,053
Interest expense and fiscal charges	(168,028)
Non-employer contributions	<u>23,915</u>
Total nonoperating revenues (expenses)	<u>(126,060)</u>
Income before transfers	<u>22,176</u>
Transfers in (out):	
Transfers in	2,995,500
Transfers out	<u>(730,051)</u>
Total transfers in (out)	<u>2,265,449</u>
Change in net position	2,287,625
Net position, beginning	<u>19,430,519</u>
Net position, ending	<u>\$21,718,144</u>

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

CITY OF CARENCRO, LOUISIANA

Statement of Cash Flows
 Proprietary Fund
 For the Year Ended November 30, 2020

Cash flows from operating activities:	
Receipts from customers	\$ 4,534,049
Payments to suppliers	(2,451,113)
Payments to employees	<u>(1,052,968)</u>
Net cash provided by operating activities	<u>1,029,968</u>
Cash flows from noncapital financing activities:	
Transfers in	2,995,500
Transfers out	(730,051)
Cash paid to other funds	(19,849)
Net proceeds from meter deposits applied to bills or refunded	<u>48,455</u>
Net cash provided by noncapital financing activities	<u>2,294,055</u>
Cash flows from capital and related financing activities:	
Proceeds from loan payable	506,405
Principal paid on certificates of indebtedness	(259,000)
Principal paid on DHH water loan payable	(170,000)
Principal paid on capital lease	(49,694)
Interest paid	(165,333)
Acquisition of property, plant and equipment	<u>(3,112,280)</u>
Net cash used by capital and related financing activities	<u>(3,249,902)</u>
Cash flows from investing activities:	
Proceeds of investments and interest-bearing deposits with maturity in excess of ninety days	558,201
Purchase of investments and interest-bearing deposits with maturity in excess of ninety days	(569,281)
Interest on investments	<u>17,881</u>
Net cash provided by investing activities	<u>6,801</u>
Net increase in cash and cash equivalents	80,922
Cash and cash equivalents, beginning of period	<u>1,244,651</u>
Cash and cash equivalents, end of period	<u>\$ 1,325,573</u>

(continued)

CITY OF CARENCRO, LOUISIANA

Statement of Cash Flows
 Proprietary Fund (Continued)
 For the Year Ended November 30, 2020

Reconciliation of operating income to net cash provided by operating activities:	
Operating income	\$ 148,236
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Depreciation	919,471
Pension expense (benefit)	(15,442)
Changes in current assets and liabilities:	
Decrease in accounts receivable	22,746
Increase in unbilled utility receivables	(8,942)
Decrease in prepaid items	3,553
Decrease in accounts payable	(46,441)
Decrease in accrued liabilities	(7,002)
Increase in compensated absences payable	13,789
Net cash provided by operating activities	<u>\$ 1,029,968</u>
Reconciliation of cash and cash equivalents per statement of cash flows to the balance sheet:	
Cash and cash equivalents, beginning of period -	
Cash - unrestricted	\$ 223,664
Interest-bearing deposits - unrestricted	105,910
Interest-bearing deposits - restricted	<u>915,077</u>
Total cash and cash equivalents	<u>1,244,651</u>
Cash and cash equivalents, end of period -	
Cash - unrestricted	\$ 202,373
Interest-bearing deposits - unrestricted	65,162
Interest-bearing deposits - restricted	<u>1,058,038</u>
Total cash and cash equivalents	<u>1,325,573</u>
Net increase	<u>\$ 80,922</u>

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

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements

(1) Summary of Significant Accounting Policies

The accompanying financial statements of the City of Carencro (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 Carencro was incorporated under the provisions of the Lawrason Act. The City operates under the Mayor-City Council form of government.

As the municipal governing authority, for reporting purposes, the City of Carencro is considered a separate financial reporting entity. The financial reporting entity consists of (a) the primary government (municipality), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which 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 Carencro) 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 CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Based on these criteria, the City includes the component unit detailed below in the financial reporting entity.

Parks and Recreation Commission of Carencro, Inc.

The Parks and Recreation Commission of Carencro, Inc. was determined to be a component unit but is not presented in the accompanying financial statements. The Parks and Recreation Commission of Carencro, Inc., (Commission) is a non-profit corporation established in 1993 for the purpose of maintaining and operating recreational facilities for the general purpose of the City. The members of the governing board of the Commission consist of seven (7) trustees. Of the seven (7) trustees, four (4) must be appointed by the City Council, one (1) must be appointed by the Mayor of the City and two (2) may be appointed by the Commission with the authority reverting to the City Council in the event the Commission appoints no one. The Commission's operational and capital budgets are subject to the approval of the City. Bonded debt issued by the Parks and Recreation Commission must be approved by the City Council.

Complete financial statements for the component unit may be obtained at the entity's administrative office (Parks and Recreation Commission of Carencro, Inc., P.O. Drawer 10, Carencro, LA 70520).

These primary government financial statements of the City of Carencro do not include the financial data of the component unit 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.

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.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

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 enterprise funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

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

The major funds of the City are described below:

Governmental Funds:

General Fund

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

Special Revenue Funds -

1967 Sales Tax Fund

The 1967 Sales Tax Fund is used to account for the proceeds of a one percent sales and use tax that is legally restricted to expenditures for specific purposes.

1993 Sales Tax Fund

The 1993 Sales Tax Fund is used to account for the proceeds of a one percent sales and use tax that is legally restricted to expenditures for specific purposes.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Taxing Increment Financing (TIF) District Sales Tax Fund

The TIF Sales Tax Fund is used to account for the proceeds of a one percent sales and use tax levied on the businesses located in the I-49 Corridor Economic Development District and is legally restricted to expenditures for economic development projects in the District.

2016 Sales Tax Fund

The 2016 Sales Tax Fund is used to account for the proceeds of a one percent sales and use tax that is legally restricted to expenditures for specific purposes.

Capital Projects Fund

The Capital Projects Fund is used to account for the acquisition and construction of major capital assets other than those financed by proprietary funds.

Proprietary Fund:

Enterprise Fund

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

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:

1. 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.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

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

Basis of Accounting

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

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

Cash and interest-bearing deposits

For purposes of the statement of net position, cash and interest-bearing deposits include all demand, savings, and money market deposits, as well as cash on hand. For purposes of the proprietary fund statement of cash flows, “cash and cash equivalents” include all demand and savings accounts, and certificates of deposit or short-term investments with an original maturity of three months or less.

Investments

Under state law, the City may deposit funds with a fiscal agent organized under the laws of the State of Louisiana, the laws of any other state in the union, or the laws of the United States. The City may invest in United States bonds, treasury notes and bills, government backed agency securities, or certificates and time deposits of state banks organized under Louisiana Law and national banks having principal offices in Louisiana.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool (LAMP), a nonprofit corporation formed by the State Treasurer and organized under the laws of the State of Louisiana, which operates a local government investment pool. In accordance with GASB Codification Section 150, investments meeting the criteria specified in the Statement are stated at fair value, which is quoted market prices.

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.

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 and federal and state grants. The major receivable balance for business-type activities is accounts receivable for customer utility services, which is reported net of an allowance for bad debts. The allowance amount at November 30, 2020 was \$190,591. 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.

Prepaid items

Prepaid items consist of various payments that the City has made in advance for goods or services to be received in the future. Prepaid expenditures at November 30, 2020 consist of insurance premiums requiring up-front payments.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide or financial statements. Capital assets are capitalized at historical cost or estimated cost if historical is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The City maintains a threshold level of \$1,500 or more for capitalizing capital assets.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

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 July 1, 2001, governmental funds' infrastructure assets were not capitalized. These assets have been valued at estimated historical cost.

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

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

Restricted Assets

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

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 general obligation bonds payable, capital leases payable, utility meter deposits payable, and compensated absences 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.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Compensated Absences

Sick leave is earned at the rate of one day for each month worked, with a limit of ten days per year. Vacation leave is accumulated as follows:

1-5 years	5 days
6-10 years	10 days
10-20 years	15 days
Over 20 years	20 days

Thirty days of sick leave and one week of vacation may be carried over to a subsequent year. Upon termination of employment, employees are to be paid for accumulated or unused sick and vacation leave.

At November 30, 2020, employees of the City have accumulated and vested \$264,864 of compensated absence benefits. The estimated liabilities include required salary-related payments. Compensated absences have typically been liquidated by the General Fund and Utility Fund.

Deferred Outflows of Resources and Deferred Inflows of Resources

In some instances, the GASB requires an entity to delay recognition of decreases in net position as expenditures until a future period. In other instances, entities 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 November 30, 2020, the City's deferred outflows of resources and deferred inflows of resources are attributable to pension plans.

Equity Classifications

Net position represents the difference between assets and deferred outflows of revenues less liabilities and deferred inflows of resources. In the government-wide statements, the City reports three components as follows:

1. Net investment in capital assets – This component consists of net capital assets reduced by the 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.
2. Restricted net position – This component is considered restricted if its 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 restricted assets reduced by liabilities and deferred inflows of resources related to the restricted assets.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

3. Unrestricted net position – This component consists of all other net position that does not meet the definition of the above 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.

1. 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.
2. 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.
3. Committed – amounts that can be used only for specific purposes determined by a formal decision of the City’s Mayor and City Council, which is the highest level of decision-making authority for the City.
4. Assigned – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the City’s adopted policy, only the City Council may assign amounts for specific purposes.
5. Unassigned – all other spendable amounts.

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 his commitment or assignment actions.

Proprietary (Utility) 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.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Expenditures/Expenses

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

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

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

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

Interfund Transfers

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

F. Revenue Restrictions

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

<u>Revenue Source</u>	<u>Legal Restrictions of Use</u>
Sales tax	See Note 11
Gas, water and sewer revenue	Debt service and utility operations

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

G. Capitalization of Interest Expense

It is the policy of the City of Carencro to capitalize material amounts of interest resulting from borrowings in the course of the construction of capital assets in the Proprietary Fund. As of November 30, 2020, there were no projects paid with borrowings for which interest was capitalized

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.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(2) Cash, Interest-Bearing Deposits and Investments

A. Cash and Interest-bearing Deposits

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

Demand deposits	\$ 838,013
Money market accounts	<u>12,833,435</u>
Total	<u>\$ 13,671,448</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 November 30, 2020, are secured as follows:

Bank balances	<u>\$ 14,150,961</u>
Federal deposit insurance	\$ 341,860
Pledged securities	<u>13,809,101</u>
Total	<u>\$ 14,150,961</u>

Deposits in the amount of \$13,809,101 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. The City does not have a policy for custodial credit risk.

B. Investments

At November 30, 2020, the City had the following investments and maturities:

<u>Investment Type</u>	<u>% of Portfolio</u>	<u>Fair Value</u>	<u>Investment Maturities</u>		
			<u>Less Than 1 Year</u>	<u>1 - 5 Years</u>	<u>6 - 10 Years</u>
U.S. treasury securities	38%	\$ 290,634	\$ 135,567	\$ 155,067	\$ -
U.S. agency securities	49%	372,476	85,280	71,930	215,266
LAMP	13%	104,361	104,361	-	-
Total	100%	<u>\$ 767,471</u>	<u>\$ 325,208</u>	<u>\$ 226,997</u>	<u>\$ 215,266</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Custodial Credit Risk – In the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's requires all investments to be kept in the City's name and all ownership to be evidenced by an acceptable safekeeping receipt issued by a third-party financial institution which is acceptable to the City. Accordingly, the City had no custodial credit risk related to its investments at November 30, 2020.

Credit Rate Risk – The risks are managed by restricting investments to those authorized by R.S. 33:5162. The City's investment policy limits investments to fully insured and/or fully collateralized certificates of deposits and direct and indirect obligations of U.S. government agencies. At November 30, 2020, the Government's investment in U.S. treasury notes and U.S. agency securities were rated AA+ by Standards & Poor's.

Concentration of Credit Risk – The risk relates to the amount of investments in any one entity. At November 30, 2020, no more than 5 percent of the City's total investments were invested in any single issue.

Interest Rate Risk – The City does not have a formal policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

The City participates in Louisiana Asset Management Pool (LAMP). LAMP is an investment pool that, to the extent practical, invest in a manner consistent with GASB Statement No.79. The following facts are relevant for investment pools:

- **Credit risk** – LAMP has a fund rating of AAAM issued by Standard & Poor's.
- **Custodial credit risk** – LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.
- **Concentration of credit risk** – LAMP's pooled investments are excluded from the 5 percent disclosure requirements.
- **Interest rate risk** – LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days or 762 days for U.S. Government floating/variable rate investments. The WAM for LAMP's total investments is 96 days as of November 30, 2020.

The investments in LAMP are stated at fair value. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the net asset value of the pool shares. LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(3) Receivables

Receivables at November 30, 2020 consist of the following:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Accounts (net)	\$ -	\$ 446,045	\$ 446,045
Unbilled utility	-	184,002	184,002
Franchise tax	12,261	-	12,261
Sales tax	1,092,411	-	1,092,411
Interest	1,406	3,756	5,162
Total	<u>\$ 1,106,078</u>	<u>\$ 633,803</u>	<u>\$ 1,739,881</u>

(4) Due From Other Governmental Agencies

Amounts due from other governmental agencies at November 30, 2020 consist of the following:

Federal grants	\$ 1,032,321
State grants	190,716
Local sources	<u>84,334</u>
Total	<u>\$ 1,307,371</u>

(5) Ad Valorem Taxes

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. During the fiscal year ended November 30, 2020, taxes were levied by the City in September 2019 and were billed to the taxpayers by the Assessor in November 2019. Billed taxes are due by December 31, becoming delinquent on January 1 of the following year. The taxes are based on assessed values and determined by the Tax Assessor of Lafayette Parish and are collected by the Sheriff. City property tax revenues are budgeted in the year billed.

For the year ended November 30, 2020, taxes of 4.60 mills were levied on property with assessed valuations totaling \$74,603,524 and were dedicated to general corporate purposes. Total taxes levied were \$343,177. There were no ad valorem taxes receivable at November 30, 2020.

(6) Restricted Assets - Proprietary Fund Type

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

Customers' deposits	\$ 511,980
2012 Revenue bond sinking fund	227,072
2016 Revenue bond sinking fund	<u>366,021</u>
Total	<u>\$ 1,105,073</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(7) Capital Assets

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

	Balance 12/01/19	Additions	Deletions	Balance 11/30/20
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 1,233,553	\$ 22,694	\$ -	\$ 1,256,247
Construction in progress	5,092,464	5,081,653	6,102,415	4,071,702
Other capital assets:				
Land improvements	143,441	-	-	143,441
Buildings	5,855,637	186,840	-	6,042,477
Infrastructure	14,321,900	5,892,882	-	20,214,782
Equipment, furniture and fixtures	1,791,109	460,142	149,441	2,101,810
Vehicles	2,682,469	28,657	301,949	2,409,177
Totals	<u>31,120,573</u>	<u>11,672,868</u>	<u>6,553,805</u>	<u>36,239,636</u>
Less accumulated depreciation				
Land improvements	30,753	8,022	-	38,775
Buildings	2,440,926	171,239	-	2,612,165
Infrastructure	3,983,801	485,963	-	4,469,764
Equipment, furniture and fixtures	1,223,086	165,724	147,451	1,241,359
Vehicles	2,293,907	134,362	301,949	2,126,320
Total accumulated depreciation	<u>9,972,473</u>	<u>965,310</u>	<u>449,400</u>	<u>10,488,383</u>
Governmental activities, capital assets, net	<u>\$ 21,148,100</u>	<u>\$ 10,707,558</u>	<u>\$ 6,104,405</u>	<u>\$ 25,751,253</u>
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 2,135,593	\$ 130,680	\$ -	\$ 2,266,273
Construction in progress	9,098,122	2,286,868	1,774,050	9,610,940
Other capital assets:				
Gas system	1,221,495	-	-	1,221,495
Water system	11,989,607	20,338	-	12,009,945
Sewer system	15,696,826	2,266,266	-	17,963,092
Machinery and equipment	2,209,381	114,283	82,273	2,241,391
Totals	<u>42,351,024</u>	<u>4,818,435</u>	<u>1,856,323</u>	<u>45,313,136</u>
Less accumulated depreciation				
Gas system	1,117,295	7,232	-	1,124,527
Water system	6,765,955	306,858	-	7,072,813
Sewer system	7,998,634	454,004	-	8,452,638
Machinery and equipment	1,378,772	151,377	82,273	1,447,876
Total accumulated depreciation	<u>17,260,656</u>	<u>919,471</u>	<u>82,273</u>	<u>18,097,854</u>
Business-type activities, capital assets, net	<u>\$ 25,090,368</u>	<u>\$ 3,898,964</u>	<u>\$ 1,774,050</u>	<u>\$ 27,215,282</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Depreciation expense was charged to governmental activities as follows:

General government	\$ 93,818
Police	183,823
Fire	102,522
Highways and streets	518,538
Culture and recreation	66,609
Total depreciation expense	<u>\$ 965,310</u>

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

Gas	\$ 37,507
Water	352,271
Sewer	522,124
Sanitation	7,569
Total depreciation expense	<u>\$ 919,471</u>

(8) Accounts and Other Payables

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

	Governmental Activities	Business-type Activities	Total
Accounts	\$ 546,082	\$ 116,283	\$ 662,365
Contracts	702,452	53,795	756,247
Retainage	190,396	250,587	440,983
Customer rental deposits	1,935	-	1,935
Accrued liabilities	-	9,940	9,940
Totals	<u>\$ 1,440,865</u>	<u>\$ 430,605</u>	<u>\$ 1,871,470</u>

(9) Due to Other Governmental Agencies

Due to other governmental agencies in the amount of \$154,845 for governmental activities consists of the amount due to Lafayette Parish School System for sales tax revenues overpaid to the City as of November 30, 2020.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(10) Long-Term Liabilities

The following is a summary of the changes for the year ended November 30, 2020:

	Balance 12/1/2019	Additions	Reductions	Balance 11/30/2020
Governmental Activities:				
Sales tax revenue bonds	\$ 12,360,000	\$ -	\$ 1,275,000	\$ 11,085,000
Capital lease	170,863	369,514	130,565	409,812
Compensated absences	177,699	32,142	21,651	188,190
Total governmental activities	<u>\$ 12,708,562</u>	<u>\$ 401,656</u>	<u>\$ 1,427,216</u>	<u>\$ 11,683,002</u>
Business-type Activities:				
Series 2012 refunding bond	\$ 2,308,000	\$ -	\$ 259,000	\$ 2,049,000
DHH loan payable	3,812,205	506,405	170,000	4,148,610
Capital lease	257,115	-	49,694	207,421
Compensated absences	62,885	14,177	388	76,674
Total business-type activities	<u>\$ 6,440,205</u>	<u>\$ 520,582</u>	<u>\$ 479,082</u>	<u>\$ 6,481,705</u>

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

Governmental activities:

		Current Portion
General obligation bonds –		
\$1,000,000 Public Improvement Sales Tax Bonds, Series 2011, due in annual installments of \$65,000 to \$100,000 through December 1, 2023; interest at 2.68%; payable from TIF sales tax revenues	\$ 385,000	\$ 90,000
\$1,500,000 Sales Tax Bonds, Series 2013, due in annual installments of \$70,000 to \$1,800,000 through December 1, 2022; interest at 1.99%; payable from TIF sales tax revenues	515,000	165,000
\$5,800,000 Sales Tax Bonds, Series 2014, due in annual installments of \$480,000 to \$640,000 through July 1, 2024; interest at 2.15%; payable from 1967 sales tax revenues	2,490,000	605,000
\$3,750,000 Sales Tax Bonds, Series 2014A, due in annual installments of \$70,000 to \$500,000 through April 1, 2029; interest at 2.79%; payable from 1993 sales tax revenues	2,850,000	285,000
\$5,000,000 Sales Tax Bonds, Series 2019, due in annual installments of \$155,000 to \$900,000 through July 1, 2029; interest at 2.68%; payable from 1967 sales tax revenues	4,845,000	135,000
Total bonds and certificates of indebtedness payable	<u>\$ 11,085,000</u>	<u>\$ 1,280,000</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

		<u>Current Portion</u>
Capital leases -		
\$341,131 lease-purchase agreement dated December 6, 2017, due in four annual installments of \$90,707 including interest of 4.27% through December 6, 2020; secured by vehicles with a book value of \$136,453 (net of \$204,678 of accumulated depreciation), which is included in the vehicles capital asset class	\$ 87,437	\$ 87,437
\$275,235 lease-purchase agreement dated March 24, 2020, due in five annual installments of \$60,639 including interest of 3.314% through March 24, 2025; secured by fire equipment with a book value of \$253,013 (net of \$22,222 of accumulated depreciation), which is included in the equipment capital asset class	275,235	51,517
\$94,280 lease-purchase agreement dated September 15, 2020, due in two annual installments of \$47,140 bearing no interest through September 21, 2021; secured by equipment with a book value of \$89,565 (net of \$4,715 of accumulated depreciation), which is included in the equipment capital asset class	<u>47,140</u>	<u>47,140</u>
Total capital leases payable	<u>\$ 409,812</u>	<u>\$ 186,094</u>
Business-Type activities:		
Certificates of indebtedness --		
\$4,225,000 Refunding Certificates of Indebtedness, Series 2012, due in annual installments of \$94,000 to \$386,000 through April 1, 2029; interest at 2.80%; payable from City's excess annual revenues	<u>\$2,049,000</u>	<u>\$271,000</u>
DHH water loan payable -		
\$3,812,205 loan from the Louisiana Department of Health and Hospitals; interest at 1.95%; payable from utility system revenues. The balance through November 30, 2019 is net of a 20% debt forgiveness.	<u>\$4,148,610</u>	<u>\$ 174,076</u>
Capital lease -		
\$265,240 lease-purchase agreement dated October 10, 2019, due in monthly installments of \$4,819 including interest at 3.45% percent through October 10, 2024; secured by equipment with a book value of \$234,295 (net of \$30,945 of accumulated depreciation), which is included in the equipment capital asset class.	<u>\$ 207,421</u>	<u>\$ 51,427</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

During the fiscal year ended November 30, 2020, the City borrowed \$506,404 from the Louisiana Department of Health and Hospitals, resulting in a loan balance of \$4,318,609 at November 30, 2020. The loan is an interim loan to finance the costs of drinking water infrastructure improvements. Upon completion of the project, the City will issue taxable water revenue bonds for permanent financing of the project.

The debt as of November 30, 2020 is due as follows:

Governmental Activities:

November 30,	Bonds		Capital Leases	
	Principal	Interest	Principal	Interest
2021	\$ 1,280,000	\$ 276,641	\$ 186,094	\$ 12,837
2022	1,315,000	246,181	53,225	7,414
2023	1,355,000	214,746	54,989	5,650
2024	1,195,000	184,404	56,811	3,828
2025	1,125,000	156,635	58,693	1,945
2026-2029	4,815,000	311,698	-	-
Totals	<u>\$11,085,000</u>	<u>\$1,390,305</u>	<u>\$ 409,812</u>	<u>\$31,674</u>

Business-Type Activities:

November 30,	Bonds		DHH Loan Payable		Capital Lease	
	Principal	Interest	Principal	Interest	Principal	Interest
2021	\$ 271,000	\$ 53,578	\$ 174,076	\$ 103,038	\$ 51,427	\$ 6,493
2022	278,000	45,892	178,337	98,709	53,229	4,693
2023	289,000	37,954	182,711	94,283	55,094	2,831
2024	299,000	29,722	187,179	89,739	47,671	903
2025	310,000	21,196	191,770	85,098	-	-
2026-2029	602,000	24,416	3,234,537	634,160	-	-
Totals	<u>\$2,049,000</u>	<u>\$212,758</u>	<u>\$4,148,610</u>	<u>\$1,105,027</u>	<u>\$ 207,421</u>	<u>\$14,920</u>

(11) Sales and Use Tax

Proceeds of the 1967 1% sales and use tax levied by the City of Carencro were \$3,016,476 during the year ended November 30, 2020 and are dedicated to the following purposes:

Paying principal and interest on any bonded debt or funded indebtedness of the City; constructing, acquiring, extending, improving and/or maintaining sewers, waterworks and natural gas utilities, streets, sidewalks and bridges, street lighting facilities, drainage facilities, fire and police department stations and equipment, garbage disposal and sanitation equipment and facilities, public buildings, public parks and recreational facilities, public works equipment and furnishings or for any one or more of said purposes.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Proceeds of the 1993 1% sales and use tax were \$3,016,476 during the year ended November 30, 2020 and are dedicated to the following purposes:

Paying principal and interest on any bonded debt or fund indebtedness of the City of Carencro issued for capital purposes; remaining proceeds are divided as follows: one-third (1/3) for fire and police protection; one-third (1/3) for operating and maintaining recreational facilities and programs; and one third (1/3) for capital improvements for the City.

Proceeds of the TIF District 1% sales and use tax were \$2,035,659 during the year ended November 30, 2018 and are dedicated for financing economic development projects in the I-49 Corridor Economic Development District and paying principal and interest on any bonded debt or funded indebtedness of the City of Carencro issued for projects in the District.

Proceeds of the 2016 1% sales and use tax were \$3,015,136 during the year ended November 30, 2020 and are dedicated to and used for the purpose of constructing, operating, and improving and maintaining the City's sewerage system and providing facilities for and operational support of police and fire protection in the City.

Proceeds of the hotel/motel 4% sales and use tax were \$9,051 during the year ended November 30, 2020 and are dedicated and used to fund the construction and maintenance of water and sewer infrastructure, economic development and tourism within the City.

The City complied with all sinking funds requirements of the sales tax bond ordinances as of November 30, 2020.

(12) Flow of Funds; Restrictions on Use - Utilities Revenues

Under the terms of the covenants included in the contract for the issuance of \$4,225,000 Certificates of Indebtedness Series 2012, the City is required to budget the funds each fiscal year sufficient to pay the principal of and interest on the Certificates. Any excess annual revenues remaining in that fiscal year shall be free for expenditure for any other lawful corporate purpose.

There will also be established and maintained a fund called the "Certificates of Indebtedness (2012) Sinking Fund." The City is required to deposit into the Sinking Fund at least one day in advance of the date on which each payment of principal and/or interest on the certificates funds sufficient to promptly pay the maturing principal and/or interest so falling due on such date.

The City was in compliance with all covenants of the contract at November 30, 2020.

(13) Employee Retirement Systems

The City participates in three cost-sharing defined benefit plans, each administered by separate public employee retirement systems. 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 these public employee retirement systems to the State Legislature. These plans are not closed to new entrants. Substantially all City employees participate in one of the following retirement systems:

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Plan Descriptions:

Municipal Employees' Retirement Systems (MERS) provides retirement, disability, and survivor benefits to eligible employees and their beneficiaries as defined in LRS 11:1731 and 11:1781. The Government participates in Plan B.

State of Louisiana - Municipal Police Employees' Retirement System (MPERS) provides retirement, disability, and survivor benefits to eligible employees and their beneficiaries as defined in LRS 11:2211 and 11:2220.

State of Louisiana - Firefighters' Retirement System (FRS) provides retirement, disability, and survivor benefits to eligible employees and their beneficiaries as defined in LRS 11:2251-2254 and 11:2256.

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

A brief summary of eligibility and benefits of the plans are provided in the following table:

	<u>MERS</u>	<u>MPERS</u>	<u>FRS</u>
Final average salary	Final average compensation	Highest 36 months or 60 months ²	Highest 36 months
Years of service required and/or age eligible for benefits	30 years of any age 10 years age 60 20 years any age ²	25 years of any age ^{1,4} 20 years age 55 ^{1,2,3} 12 years age 55 ^{1,4} 20 years any age ^{1,5} 30 years any age ^{2,5} 25 years age 55 ^{2,5} 10 years age 60 ^{2,5}	25 years of any age 20 years age 50 12 years age 55
Benefit percent per years of service	2.00%	2.50 - 3.33% ⁶	3.33%

¹ Membership commencing prior to January 1, 2013

² Membership commencing January 1, 2013

³ With actuarially reduced benefits

⁴ Under hazardous duty sub plan commencing January 1, 2013

⁵ Under non hazardous duty sub plan commencing January 1, 2013

⁶ Membership commencing January 1, 2013 non hazardous duty plan 2.5%, hazardous duty plan 3.0%, membership prior to January 1, 2013 3.33%.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Contributions

Article X, Section 29(E)(2)(a) of the Louisiana Constitution of 1974 assigns the Legislature the authority to determine employee contributions. Employer contributions are actuarially determined using statutorily established methods on an annual basis and are constitutionally required to cover the employer's portion of the normal cost and provide for the amortization of the unfunded accrued liability. Employer contributions are adopted by the Legislature annually upon recommendation of the Public Retirement Systems' Actuarial Committee. Contributions of employees, employers, and non-employer contributing entities effective for the year ended November 30, 2020 for the defined benefit pension plans in which the City is a participating employer were as follows:

<u>Plan</u>	<u>Active Member Contribution Percentage</u>	<u>Employer Contribution Percentage</u>	<u>Amount from Nonemployer Contributing Entities</u>	<u>Amount of City Contributions</u>
MERS	5.00%	15.50%	\$ 39,859	\$ 173,217
MPERS	10.00%	33.75%	88,233	438,911
FRS	10.00%	32.25%	26,648	71,198

Net Pension Liability

The City's net pension liability at November 30, 2020 is comprised of its proportionate share of the net pension liability relating to each of the cost-sharing plans in which the City is a participating employer. The City's net pension liability for each plan was measured as of the plan's measurement date (June 30, 2020 for all plans) 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 for each of the plans in which it participates was based on the City's required contributions in proportion to total required contributions for all employers.

As of the most recent measurement date, the City's proportion for each plan and the change in proportion from the prior measurement date were as follows:

<u>Plan</u>	<u>Proportionate Share of Net Pension Liability</u>	<u>Proportionate Share (%) of Net Pension Liability</u>	<u>Increase/(Decrease) from Prior Measurement Date</u>
MERS	\$ 1,298,916	1.433324%	0.149261%
MPERS	3,741,203	0.404790%	0.088622%
FRS	659,274	0.095112%	-0.006490%
Total	<u>\$ 5,699,393</u>		

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Since the measurement date of the net pension liability was June 30, 2020, the net pension liability is based upon fiduciary net position for each of the plans as of those dates. Detailed information about each 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 reports for those fiscal years. The financial report for each plan may be accessed on their website as follows:

- MERS - <http://www.mersla.com/>
- MPERS - <http://lampers.org/>
- FRS - <http://www.ffret.com/>

Actuarial Assumptions

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

	MERS	MPERS	FRS
Date of experience study on which significant assumptions are based	7/1/2013 - 6/30/2018	7/1/2014 - 6/30/2019	7/1/2014 - 6/30/2019
Actuarial cost method	Entry Age Normal	Entry Age Normal	Entry Age Normal
Expected remaining service lives	3	4	7
Investment rate of return (net of investment expense)	6.95%	6.95%	7.00%
Inflation Rate	2.50%	2.50%	2.50%
Projected salary increases	4.5% - 6.4%	4.7% - 12.3%	4.5% - 14.75%
Projected benefit changes including COLAs	None	None	None
Source of mortality assumptions	(1), (2), (3)	(4), (5), (6)	(6), (7), (8)

- (1) PubG-2010(B) Healthy Retiree Table set equal to 120% for males and females, each adjusted using their respective male and female MP2018 scales.
- (2) PubG-2010(B) Employee Table set equal to 120% for males and females, each adjusted using their respective male and female MP2018 scales.
- (3) PubNS-2010(B) Disabled Retiree Table set equal to 120% for males and females with the full generational MP 2018 scale.
- (4) Pub-2010 Healthy Retiree Table multiplied by 115% for males and 125% for females, each with full generational projection using the MP2019 scale.
- (5) Pub-2010 Employee Table multiplied by 115% for males and 125% for females, each with full generational projection using the MP2019 scale.
- (6) Pub-2010 Disabled Retiree Table multiplied by 105% for males and 115% for females, each with full generational projection using the MP2019 scales.
- (7) Pub-2010 Healthy Retiree Table multiplied by 105% for males and 115% for females, each with full generational projection using the MP2019 scale.
- (8) Pub-2010 Employee Table multiplied by 105% for males and 115% for females, each with full generational projection using the MP2019 scale.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Cost of Living Adjustments

The pension plans in which the City participates have 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 systems (MERS, MPERS, FRS) 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 is 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 MERS, MPERS, and FRS the long-term expected rate of return for each plan 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 tables:

Asset Class	MERS*		MPERS*	
	Target Allocation	Long-term Expected Real Rate of Return	Target Allocation	Long-term Expected Real Rate of Return
Fixed Income	38%	1.67%	33.5%	0.54%
Equities	53%	2.33%	48.5%	3.08%
Alternative Investments	9%	0.40%	18%	1.02%
Total	100%	4.40%	100%	4.64%
Inflation		2.60%		2.55%
Expected Return		7.00%		7.19%

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Asset Class	FRS*	
	Target Allocation	Long-term Expected Real Rate of Return
Domestic Fixed Income	26%	1.00%
International Fixed Income	5%	3.40%
Domestic Equity	26%	5.72%
International Equity	18%	6.24%
Global Equity	10%	6.23%
Global Tactical Asset Allocation	0%	4.22%
Risk Parity	0%	4.22%
Private Equity	9%	10.29%
Real Estate	6%	4.20%
Total	100%	

*Arithmetic real rates of return

Discount Rate

The projection of cash flows used to determine the discount rate assumed that 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, each of the pension plan's fiduciary net positions 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 the total pension liability for MERS, MPERS, and FRS was 6.95%, 6.95%, and 7.0% respectively, for the year ended June 30, 2020.

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 November 30, 2020, the City recognized \$271,585, \$818,605, and \$183,735 in pension expense for MERS, MPERS, and FRS, respectively.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

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

	Deferred Outflows of Resources			
	MERS	MPERS	FRS	Total
Differences between expected and actual experience	\$ -	\$ -	\$ -	\$ -
Changes in assumptions	40,255	88,900	63,731	192,886
Net difference between projected and actual earnings on pension plan investments	141,016	448,832	72,603	662,451
Changes in proportion and differences between actual contributions and proportionate share of contributions	76,437	790,689	263,423	1,130,549
Employer contributions to the pension plans subsequent to the measurement date of the net pension liability	<u>79,222</u>	<u>194,244</u>	<u>33,287</u>	<u>306,753</u>
Total	<u>\$336,930</u>	<u>\$1,522,665</u>	<u>\$433,044</u>	<u>\$2,292,639</u>

	Deferred Inflows of Resources			
	MERS	MPERS	FRS	Total
Differences between expected and actual experience	\$ 21,856	\$ 147,363	\$ 42,180	\$ 211,399
Changes in assumptions	-	92,327	-	92,327
Changes in proportion and differences between actual contributions and proportionate share of contributions	<u>5,453</u>	<u>-</u>	<u>31,838</u>	<u>37,291</u>
Total	<u>\$ 27,309</u>	<u>\$ 239,690</u>	<u>\$ 74,018</u>	<u>\$ 341,017</u>

Deferred outflows of resources of \$306,753 resulting from the employer contributions subsequent to the measurement date will be recognized as pension expense during the year ending November 30, 2020.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions to be recognized in pension expense are as follows:

Year Ended November 30	MERS	MPERS	FRS	TOTAL
2021	\$ 98,320	\$ 320,487	\$ 83,188	\$ 501,995
2022	79,298	416,425	91,411	587,134
2023	32,127	266,581	78,442	377,150
2024	20,654	85,238	60,573	166,465
2025	-	-	15,792	15,792
Thereafter	-	-	(3,667)	(3,667)
	<u>\$ 230,399</u>	<u>\$ 1,088,731</u>	<u>\$ 325,739</u>	<u>\$ 1,644,869</u>

Sensitivity of the Government’s Proportional Share of the Net Pension Liabilities to Changes in the Discount Rate:

The following presents the Government’s proportionate shares of the net pension liabilities of the plans, calculated using their respective discount rates, as well as what the Government’s proportionate shares of the net pension liabilities would be if they were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

Plan	Current Discount Rate	Net Pension Liability		
		1% Decrease	Current Discount Rate	1% Increase
MERS	6.95%	\$ 1,729,099	\$ 1,298,916	\$ 934,921
MPERS	6.95%	5,255,991	3,741,203	2,474,903
FRS	7.00%	952,314	659,274	414,671
Total		<u>\$ 7,937,404</u>	<u>\$ 5,699,393</u>	<u>\$ 3,824,495</u>

Payables to the Pension Plans

At November 30, 2020, the City had no outstanding payables to MERS, MPERS, or FRS.

(14) Federal Social Security System

All employees of the City of Carencro are members of the Federal Social Security System. The City and its employees contribute a percentage of each employee’s salary to the System (7.65% contributed by the City; 7.65% by the employee). The City’s contribution during the year ended November 30, 2020 amounted to \$197,575.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(15) On-behalf Payments for Salaries

GASB Statement No. 24, *Accounting and Reporting for Certain Grants and Other Financial Assistance* requires the City to report and disclose in the financial statements on-behalf salary and fringe benefits made by the State of Louisiana to certain groups of City employees.

Supplemental salary payments are made by the State of Louisiana directly to certain groups of employees. The City is not legally responsible for these salaries. Therefore, the basis for recognizing the revenue and expenditure payments is the actual contribution made by the State. For the fiscal year ended November 30, 2020, the State paid supplemental salaries in the amount of \$197,757 to fire and law enforcement employees. The payments are recorded as intergovernmental revenue and public safety expenses/expenditures in the GAAP basis government-wide and General Fund financial statements.

(16) Compensation of City Officials

A detail of compensation paid to the City Council for the year ended November 30, 2020 follows:

Alfred Sinegal	\$ 14,000
Antoine Babineaux, Jr.	14,000
Kim Guidry	14,000
Jordan Arceneaux	14,000
Danielle Capritto	<u>14,000</u>
	<u>\$ 70,000</u>

(17) Compensation, Benefits, and Payments to Agency Head

The schedule of compensation, benefits, and other payments to Glenn Brasseaux, Mayor, for the year ended November 30, 2020 follows:

Salary	\$ 79,512
Benefits - retirement	11,636
Vehicle allowance	10,790
Registration fees	225
Housing	<u>218</u>
	<u>\$ 102,381</u>

(18) Natural Gas Contract

Under contract dated May 1, 1989, the City of Carencro is required to purchase its natural gas from Louisiana Municipal Natural Gas Purchasing and Distribution Authority for an initial term of three (3) years and shall continue thereafter from year to year unless written notice to the contrary is given by either party to the other at least six (6) months prior to the expiration of the initial term or any renewal thereof. During the fiscal year ended November 30, 2020, the City's natural gas purchases amounted to \$115,848, of which \$19,543 was owed for purchases for the month of November 2020.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(19) Operating Leases

During the fiscal year ended November 30, 2020, the City entered into various operating leases for five vehicles. The leases are to be paid in 48 monthly installments ranging from \$514 to \$955 and will expire in July and September of 2024. Future minimum lease payments are as follows:

<u>Year Ending November 30,</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>
2021	\$ 23,796	\$13,166
2022	23,796	13,166
2023	23,796	13,166
2024	<u>18,729</u>	<u>8,778</u>
Total	<u>\$ 90,117</u>	<u>\$48,276</u>

Lease payments for the operating leases were \$9,561 for the year ended November 30, 2020.

(20) Litigation and Claims

At November 30, 2020, the City is 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 to the City in excess of insurance coverage.

(21) Risk Management

The City is exposed to risks of loss in the areas of health care, general and auto liability, property hazards and workers' compensation. All of these risks are handled by purchasing commercial insurance coverage. There have been no significant reductions in the insurance coverage during the year, nor have settlements exceeded coverage for the past three years.

(22) Departmental Information for the Enterprise Fund

The City of Carencro maintains one enterprise fund with four departments, which provide gas, water, sewerage, and sanitation services. Departmental information for the income statement for the year ended November 30, 2020, was as follows:

	<u>Gas Department</u>	<u>Water Department</u>	<u>Sewerage Department</u>	<u>Sanitation Department</u>	<u>Total Enterprise Fund</u>
Operating revenues	<u>\$ 602,877</u>	<u>\$ 1,723,385</u>	<u>\$ 1,475,317</u>	<u>\$ 709,724</u>	<u>\$ 4,511,303</u>
Operating expenses:					
Depreciation	37,507	352,271	522,124	7,569	919,471
Other	<u>653,394</u>	<u>1,273,869</u>	<u>843,237</u>	<u>673,096</u>	<u>3,443,596</u>
Total operating expenses	<u>690,901</u>	<u>1,626,140</u>	<u>1,365,361</u>	<u>680,665</u>	<u>4,363,067</u>
Operating income (loss)	<u>\$ (88,024)</u>	<u>\$ 97,245</u>	<u>\$ 109,956</u>	<u>\$ 29,059</u>	<u>\$ 148,236</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(23) Fair Value Measurements

Professional standards require the disclosure for fair value measurements of financial assets and liabilities and for fair value measurements of nonfinancial items that are recognized or disclosed at fair value in the financial statements on a recurring basis. The standards establish a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements). The three levels of inputs used to measure fair value are as follows:

- a. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.
- b. Level 2 inputs are observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities, quoted prices in markets that are not active, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.
- c. Level 3 inputs are unobservable inputs for the asset or liability.

The following methods and assumptions were used by the Government in estimating fair values of financial instruments:

- a. The carrying amount reported in the statement of net position for the following approximates fair value due to the short maturities of these instruments: cash, accounts receivable, and accounts payable.
- b. The fair value for investment securities are based on quoted market prices at the reporting date multiplied by the quantity held. The carrying value equals fair value.

The following table presents assets that are measured at fair value on a recurring basis at November 30, 2020:

Governmental Funds:

<u>Description</u>	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
U.S. Treasuries	\$ 109,358	\$ 109,358	\$ -	\$ -
U.S. Agency Securities	88,805	88,805	-	-
	<u>\$ 198,163</u>	<u>\$ 198,163</u>	<u>\$ -</u>	<u>\$ -</u>

Proprietary Fund:

<u>Description</u>	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
U.S. Treasuries	\$ 181,276	\$ 181,276	\$ -	\$ -
U.S. Agency Securities	283,671	283,671	-	-
	<u>\$ 464,947</u>	<u>\$ 464,947</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(24) Interfund Transactions

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

	<u>Receivable</u>	<u>Payable</u>
Governmental funds:		
Major governmental funds -		
General Fund	\$ 28,755	\$ 30,636
1967 Sales Tax Special Revenue Fund	-	-
TIF District Sales Tax Special Revenue Fund	3,169	-
Capital Projects Fund	5,870	28,755
LCDBG 2009 Sewer Improvements	-	24
Total governmental funds	<u>37,794</u>	<u>59,415</u>
Proprietary fund:		
Utility Fund	<u>21,621</u>	-
Total	<u>\$ 59,415</u>	<u>\$ 59,415</u>

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

Transfers consisted of the following for the year ended November 30, 2020:

	<u>Transfers In</u>	<u>Transfers Out</u>
Governmental funds:		
Major governmental funds -		
General Fund	\$ 3,530,000	\$ -
1967 Sales Tax Special Revenue Fund	-	2,814,986
1993 Sales Tax Special Revenue Fund	-	1,840,000
TIF District Sales Tax Special Revenue Fund	-	1,460,803
2016 Sales Tax Special Revenue Fund	-	1,590,000
Capital Projects Fund	915,000	426,362
Non-major governmental funds -		
Hotel/Motel Sales Tax Fund	5,000	-
2011 Sales Tax Bond Fund	100,318	-
2013 Sales Tax Bond Fund	416,590	-
2014 Sales Tax Bond Fund	954,986	-
Sidewalk Construction Fund	-	-
LCDBG 2009 Sewer Improvements Fund	30,051	85,243
Proprietary fund:		
Utility Fund	<u>2,995,500</u>	<u>730,051</u>
Total	<u>\$ 8,947,445</u>	<u>\$ 8,947,445</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

B. External transactions consisted of the following for the year ended November 30, 2020:

1993 Sales Tax Special Revenue Fund	
Payments to PARC, Inc. to fund culture and recreation activities	\$ (972,766)
2014 Sales Tax Bond Fund	
Revenues from PARC, Inc. to fund a portion of debt service requirements	<u>372,000</u>
	<u>\$ (600,766)</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, (b) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations, and (c) to account for external transactions between the primary government and its discretely presented component unit which are classified as external transactions in the government-wide statement of activities.

(25) Tax Abatement

The City is subject to tax abatements granted by the Department of Economic Development. This program has the stated purpose of increasing business activity and employment in the Parish and the State. Under the program, companies commit to expand or maintain facilities or employment in the Parish, establish a new business in the Parish, or relocate existing business to the Parish. Agreements include an abatement of ad valorem taxes for a period of 10 years from the initial assessment due. The City's ad valorem taxes were reduced by \$989.

(26) Uncertainties Arising During and After Financial Statement Date

As a result of the spread of the COVID-19 corona virus, 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 CARENCRO, LOUISIANA
General Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2020

	Budget		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Taxes	\$ 738,500	\$ 791,785	\$ 813,396	\$ 21,611
Licenses and permits	572,000	1,381,863	1,383,766	1,903
Intergovernmental	681,974	1,398,360	1,403,560	5,200
Fines and forfeits	427,000	400,476	371,201	(29,275)
Miscellaneous	43,700	21,250	18,642	(2,608)
Total revenues	<u>2,463,174</u>	<u>3,993,734</u>	<u>3,990,565</u>	<u>(3,169)</u>
Expenditures:				
Current -				
General government:				
Administrative	966,730	846,499	803,373	43,126
Code department	207,586	836,933	835,055	1,878
Public safety:				
Police	3,064,543	2,975,700	3,043,900	(68,200)
Fire	878,610	901,405	890,175	11,230
City court	194,182	177,597	163,163	14,434
Highways and streets	792,114	1,115,972	1,118,816	(2,844)
Culture and tourism	95,136	57,049	84,879	(27,830)
Capital outlay	498,788	892,258	879,490	12,768
Debt service-				
Principal retirement	138,426	130,565	130,565	-
Interest and fiscal charges	13,101	7,280	7,280	-
Total expenditures	<u>6,849,216</u>	<u>7,941,258</u>	<u>7,956,696</u>	<u>(15,438)</u>
Deficiency of revenues over expenditures	<u>(4,386,042)</u>	<u>(3,947,524)</u>	<u>(3,966,131)</u>	<u>(18,607)</u>
Other financing sources:				
Proceeds from capital lease	250,000	369,514	369,514	-
Transfers in	4,150,000	3,603,500	3,530,000	(73,500)
Total other financing sources	<u>4,400,000</u>	<u>3,973,014</u>	<u>3,899,514</u>	<u>(73,500)</u>
Net change in fund balance	13,958	25,490	(66,617)	(92,107)
Fund balance, beginning	<u>803,496</u>	<u>803,496</u>	<u>803,496</u>	<u>-</u>
Fund balance, ending	<u>\$ 817,454</u>	<u>\$ 828,986</u>	<u>\$ 736,879</u>	<u>\$ (92,107)</u>

CITY OF CARENCRO, LOUISIANA
1967 Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2020

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 2,800,000	\$ 2,890,000	\$ 3,016,476	\$ 126,476
Miscellaneous	8,600	3,347	7,199	3,852
Total revenues	<u>2,808,600</u>	<u>2,893,347</u>	<u>3,023,675</u>	<u>130,328</u>
Expenditures:				
Current -				
General government	<u>41,500</u>	<u>35,166</u>	<u>35,062</u>	<u>104</u>
Excess of revenues over expenditures	2,767,100	2,858,181	2,988,613	130,432
Other financing uses:				
Transfers out	<u>(2,754,986)</u>	<u>(2,854,986)</u>	<u>(2,814,986)</u>	<u>40,000</u>
Net change in fund balance	12,114	3,195	173,627	170,432
Fund balance, beginning	<u>355,774</u>	<u>355,774</u>	<u>355,774</u>	<u>-</u>
Fund balance, ending	<u>\$ 367,888</u>	<u>\$ 358,969</u>	<u>\$ 529,401</u>	<u>\$ 170,432</u>

CITY OF CARENCRO, LOUISIANA
1993 Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2020

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 2,800,000	\$ 2,890,000	\$ 3,016,476	\$ 126,476
Miscellaneous	8,250	8,500	2,358	(6,142)
Total revenues	<u>2,808,250</u>	<u>2,898,500</u>	<u>3,018,834</u>	<u>120,334</u>
Expenditures:				
Current:				
General government	41,500	35,216	35,113	103
Culture and recreation	920,000	951,750	972,766	(21,016)
Total expenditures	<u>961,500</u>	<u>986,966</u>	<u>1,007,879</u>	<u>(20,913)</u>
Excess of revenues over expenditures	1,846,750	1,911,534	2,010,955	99,421
Other financing uses:				
Transfers out	<u>(1,840,000)</u>	<u>(1,903,500)</u>	<u>(1,840,000)</u>	<u>63,500</u>
Net change in fund balance	6,750	8,034	170,955	162,921
Fund balance, beginning	<u>273,910</u>	<u>273,910</u>	<u>273,910</u>	<u>-</u>
Fund balance, ending	<u>\$ 280,660</u>	<u>\$ 281,944</u>	<u>\$ 444,865</u>	<u>\$ 162,921</u>

CITY OF CARENCRO, LOUISIANA
TIF District Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2020

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 1,900,000	\$ 1,966,945	\$ 2,035,659	\$ 68,714
Intergovernmental - local	-	-	12,000	12,000
Miscellaneous	<u>31,500</u>	<u>10,785</u>	<u>10,773</u>	<u>(12)</u>
Total revenues	<u>1,931,500</u>	<u>1,977,730</u>	<u>2,058,432</u>	<u>80,702</u>
Expenditures:				
Current:				
General government	28,500	24,472	36,821	(12,349)
Capital outlay	<u>260,000</u>	<u>186,869</u>	<u>185,886</u>	<u>983</u>
Total expenditures	<u>288,500</u>	<u>211,341</u>	<u>222,707</u>	<u>(11,366)</u>
Excess of revenues over expenditures	1,643,000	1,766,389	1,835,725	69,336
Other financing uses:				
Transfers out	<u>(1,234,776)</u>	<u>(1,320,803)</u>	<u>(1,460,803)</u>	<u>(140,000)</u>
Net change in fund balance	408,224	445,586	374,922	(70,664)
Fund balance, beginning	<u>1,392,115</u>	<u>1,392,115</u>	<u>1,392,115</u>	<u>-</u>
Fund balance, ending	<u>\$ 1,800,339</u>	<u>\$ 1,837,701</u>	<u>\$ 1,767,037</u>	<u>\$ (70,664)</u>

CITY OF CARENCRO, LOUISIANA
2016 Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2020

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 2,800,000	\$ 2,890,000	\$ 3,015,136	\$ 125,136
Miscellaneous	50,000	34,976	24,684	(10,292)
Total revenues	<u>2,850,000</u>	<u>2,924,976</u>	<u>3,039,820</u>	<u>114,844</u>
Expenditures:				
Current:				
General government	<u>41,500</u>	<u>35,166</u>	<u>35,093</u>	<u>73</u>
Excess of revenues over expenditures	2,808,500	2,889,810	3,004,727	114,917
Other financing uses:				
Transfers out	<u>(1,310,000)</u>	<u>(1,590,000)</u>	<u>(1,590,000)</u>	<u>-</u>
Net change in fund balance	1,498,500	1,299,810	1,414,727	114,917
Fund balance, beginning	<u>4,267,486</u>	<u>4,267,486</u>	<u>4,267,486</u>	<u>-</u>
Fund balance, ending	<u>\$ 5,765,986</u>	<u>\$ 5,567,296</u>	<u>\$ 5,682,213</u>	<u>\$ 114,917</u>

CITY OF CARENCRO, LOUISIANA

Schedule of Employer's Share of Net Pension Liability
For the Year Ended November 30, 2020

Plan/ Fiscal Year	Employer Proportion of the Net Pension Liability (Asset)	Employer Proportionate Share of the Net Pension Liability (Asset)	Employer's Covered Employee Payroll	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Employee Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
Municipal Employees' Retirement System					
6/30/2020	1.433324%	\$ 1,298,916	\$ 1,110,786	116.9%	66.26%
6/30/2019	1.284063%	1,123,315	981,621	114.4%	66.14%
6/30/2018	1.307021%	1,105,520	968,604	114.1%	65.60%
6/30/2017	1.279821%	1,107,343	949,500	116.6%	63.49%
6/30/2016	1.286743%	1,066,591	927,589	115.0%	63.34%
6/30/2015	1.280409%	870,226	845,432	102.9%	68.71%
Municipal Police Employees' Retirement System					
6/30/2020	0.404790%	3,741,203	1,250,286	299.2%	70.94%
6/30/2019	0.316168%	2,871,335	987,333	290.8%	71.89%
6/30/2018	0.255428%	2,159,404	753,802	286.5%	71.89%
6/30/2017	0.253787%	2,215,668	757,792	292.4%	70.08%
6/30/2016	0.299971%	2,811,573	757,451	371.2%	66.04%
6/30/2015	0.265326%	2,078,552	709,359	293.0%	70.73%
Firefighters' Retirement System					
6/30/2020	0.095112%	659,274	236,793	278.4%	72.61%
6/30/2019	0.101602%	636,223	245,558	259.1%	73.96%
6/30/2018	0.079075%	454,846	187,438	242.7%	74.76%
6/30/2017	0.038542%	220,917	89,172	247.7%	73.55%
6/30/2016	0.289980%	189,763	40,455	469.1%	68.16%
6/30/2015	0.013216%	71,328	37,689	189.3%	72.45%

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

CITY OF CARENCRO, LOUISIANA

Schedule of Employer Contributions
For the Year Ended November 30, 2020

<u>Year Ended November 30,</u>	<u>Contractually Required Contribution</u>	<u>Contributions in Relation to Contractually Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Employer's Covered Employee Payroll</u>	<u>Contributions as a % of Covered Employee Payroll</u>
Municipal Employees' Retirement System					
2020	\$173,217	\$173,217	\$ -	\$ 1,183,985	14.63%
2019	142,246	142,246	-	1,049,012	13.56%
2018	131,833	131,833	-	1,104,129	11.94%
2017	113,456	113,456	-	1,031,418	11.00%
2016	96,328	96,328	-	950,918	10.13%
2015	82,951	82,951	-	873,168	9.50%
Municipal Police Employees' Retirement System					
2020	438,911	438,911	-	1,329,228	33.02%
2019	356,702	356,702	-	1,102,634	32.35%
2018	257,272	257,272	-	819,860	31.38%
2017	238,705	238,705	-	761,906	31.33%
2016	247,445	247,445	-	812,894	30.44%
2015	239,594	239,594	-	781,200	30.67%
Firefighters Retirement System					
2020	71,198	71,198	-	240,290	29.63%
2019	65,783	65,783	-	243,460	27.02%
2018	59,993	59,993	-	226,389	26.50%
2017	31,665	31,665	-	122,875	25.77%
2016	18,708	18,708	-	70,810	26.42%
2015	20,223	20,223	-	71,158	28.42%

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

CITY OF CARENCRO, 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:

- a. Prior to November 15, the City Clerk submits to the Mayor and City Council a proposed operating budget for the fiscal year commencing the following December 1.
- b. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
- c. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
- d. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance prior to the commencement of the fiscal year for which the budget is being adopted.
- e. Budgetary amendments involving the transfer of funds from one department, program or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Board of Aldermen.
- f. All budgetary appropriations lapse at the end of each fiscal year.
- g. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or as amended by the Board of Aldermen. Such amendments were not material in relation to the original appropriations.

(2) Pension Plans

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 pensions through the pension plans. These assumptions include the rate of investment return, mortality of plan members, rate of salary increase, rates of retirement, rates of termination, rates of disability, and various other factors that have an impact on the cost of the plans.

(3) Excess of Expenditures Over Appropriations

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

<u>Fund/Function</u>	<u>Budget</u>	<u>Actual</u>	<u>Excess</u>
General Fund:			
Public safety - police	\$2,975,700	\$ 3,043,900	\$ (68,200)
Highways and streets	1,115,972	1,118,816	(2,844)
Culture and tourism	57,049	84,879	(27,830)
TIF District Sales Tax Special Revenue Fund:			
General government	24,472	36,821	(12,349)

OTHER SUPPLEMENTARY INFORMATION

CITY OF CARENCRO, LOUISIANA

Statement of Net Position
November 30, 2020
With Comparative Totals as of November 30, 2019

	2020			2019 Totals
	Governmental Activities	Business-Type Activities	Total	
ASSETS				
Current assets:				
Cash and interest-bearing deposits	\$ 12,345,875	\$ 267,535	\$12,613,410	\$13,079,728
Investments	198,190	522,246	720,436	705,254
Receivables, net	1,106,078	633,803	1,739,881	1,514,144
Internal balances	(21,621)	21,621	-	-
Due from other governmental agencies	1,307,371	-	1,307,371	1,086,678
Prepaid items	33,693	13,788	47,481	53,272
Total current assets	<u>14,969,586</u>	<u>1,458,993</u>	<u>16,428,579</u>	<u>16,439,076</u>
Noncurrent assets:				
Restricted assets -				
Cash and interest-bearing deposits	-	1,058,038	1,058,038	915,077
Investments	-	47,035	47,035	46,668
Capital assets -				
Land and construction in progress	5,327,949	11,877,213	17,205,162	17,559,732
Other capital assets, net	20,423,304	15,338,069	35,761,373	28,678,736
Total noncurrent assets	<u>25,751,253</u>	<u>28,320,355</u>	<u>54,071,608</u>	<u>47,200,213</u>
Total assets	<u>40,720,839</u>	<u>29,779,348</u>	<u>70,500,187</u>	<u>63,639,289</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows related to pensions	<u>2,090,481</u>	<u>202,158</u>	<u>2,292,639</u>	<u>1,603,022</u>
LIABILITIES				
Current liabilities:				
Accounts and other payables	1,440,865	430,605	1,871,470	1,635,879
Due to other governmental agencies	154,845	-	154,845	186,881
Customers deposits payable	-	511,980	511,980	463,525
Capital lease payable	186,094	51,427	237,521	128,957
DHH water loan payable	-	174,076	174,076	-
Bonds and certificates of indebtedness payable	1,280,000	271,000	1,551,000	1,534,000
Accrued interest	99,946	43,337	143,283	142,329
Total current liabilities	<u>3,161,750</u>	<u>1,482,425</u>	<u>4,644,175</u>	<u>4,091,571</u>
Noncurrent liabilities:				
Compensated absences payable	188,190	76,674	264,864	240,584
Net pension liability	4,920,043	779,350	5,699,393	4,630,873
Capital lease payable	223,718	155,994	379,712	299,021
DHH water loan payable	-	3,974,534	3,974,534	3,812,205
Bonds and certificates of indebtedness payable	9,805,000	1,778,000	11,583,000	13,134,000
Total noncurrent liabilities	<u>15,136,951</u>	<u>6,764,552</u>	<u>21,901,503</u>	<u>22,116,683</u>
Total liabilities	<u>18,298,701</u>	<u>8,246,977</u>	<u>26,545,678</u>	<u>26,208,254</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows related to pensions	<u>324,632</u>	<u>16,385</u>	<u>341,017</u>	<u>284,060</u>
NET POSITION				
Net investment in capital assets	14,256,441	20,505,869	34,762,310	27,330,285
Restricted for sales tax dedications	8,445,098	-	8,445,098	6,298,390
Restricted for debt service	1,423,635	549,756	1,973,391	1,589,718
Restricted for capital projects	2,668,318	-	2,668,318	5,324,840
Unrestricted (deficit)	(2,605,505)	662,519	(1,942,986)	(1,793,236)
Total net position	<u>\$ 24,187,987</u>	<u>\$21,718,144</u>	<u>\$45,906,131</u>	<u>\$38,749,997</u>

CITY OF CARENCRO, LOUISIANA

Balance Sheet
General and Special Revenue Funds
November 30, 2020

With Comparative Totals as of November 30, 2019

	General		1967 Sales Tax Special Revenue		1993 Sales Tax Special Revenue		TIF District Sales Tax Special Revenue		2016 Sales Tax Special Revenue	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
ASSETS										
Cash	\$ 354,970	\$ 116,684	\$ 27,886	\$ 135,872	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest-bearing deposits	317,857	376,752	21,015	20,978	163,934	69,989	1,774,154	1,439,045	5,387,347	4,037,239
Investments	-	-	198,163	193,694	-	-	-	-	-	-
Receivables:										
Taxes	12,261	14,275	304,277	231,856	304,277	231,856	186,789	156,020	295,596	230,887
Due from other governmental agencies	554,337	192,606	-	-	-	-	3,000	-	-	-
Due from other funds	28,755	200,000	-	-	-	-	3,169	3,169	-	-
Accrued interest	-	-	1,406	1,309	-	-	-	-	-	-
Prepaid items	33,693	35,931	-	-	-	-	-	-	-	-
Total assets	<u>\$ 1,301,873</u>	<u>\$ 936,248</u>	<u>\$ 552,747</u>	<u>\$ 583,709</u>	<u>\$ 468,211</u>	<u>\$ 301,845</u>	<u>\$ 1,967,112</u>	<u>\$ 1,598,234</u>	<u>\$ 5,682,943</u>	<u>\$ 4,268,126</u>
LIABILITIES AND FUND BALANCES										
Liabilities:										
Accounts payable	\$ 532,423	\$ 109,941	\$ 730	\$ 640	\$ 730	\$ 640	\$ 11,469	\$ 873	\$ 730	\$ 640
Contracts payable	-	-	-	-	-	-	44,354	44,354	-	-
Retainage payable	-	-	-	-	-	-	34,639	28,601	-	-
Customer rental deposits	1,935	3,400	-	-	-	-	-	-	-	-
Due to other governmental agencies	-	-	22,616	27,295	22,616	27,295	109,613	132,291	-	-
Due to other funds	30,636	19,411	-	200,000	-	-	-	-	-	-
Total liabilities	<u>564,994</u>	<u>132,752</u>	<u>23,346</u>	<u>227,935</u>	<u>23,346</u>	<u>27,935</u>	<u>200,075</u>	<u>206,119</u>	<u>730</u>	<u>640</u>
Fund balances -										
Nonspendable - prepaid items	33,693	35,931	-	-	-	-	-	-	-	-
Restricted - sales tax dedications	-	-	529,401	355,774	444,865	273,910	1,767,037	1,392,115	5,682,213	4,267,486
Unassigned	703,186	767,565	-	-	-	-	-	-	-	-
Total fund balances	<u>736,879</u>	<u>803,496</u>	<u>529,401</u>	<u>355,774</u>	<u>444,865</u>	<u>273,910</u>	<u>1,767,037</u>	<u>1,392,115</u>	<u>5,682,213</u>	<u>4,267,486</u>
Total liabilities and fund balances	<u>\$ 1,301,873</u>	<u>\$ 936,248</u>	<u>\$ 552,747</u>	<u>\$ 583,709</u>	<u>\$ 468,211</u>	<u>\$ 301,845</u>	<u>\$ 1,967,112</u>	<u>\$ 1,598,234</u>	<u>\$ 5,682,943</u>	<u>\$ 4,268,126</u>

CITY OF CARENCRO, LOUISIANA
General Fund

Budgetary Comparison Schedule - Revenues
For the Year Ended November 30, 2020
With Comparative Actual Amounts for the Year Ended November 30, 2019

	2020		Actual	Variance with Final Budget Positive (Negative)	2019 Actual
	Budget				
	Original	Final			
Taxes:					
Ad valorem	\$ 320,000	\$ 348,953	\$ 329,633	\$ (19,320)	\$ 314,135
Franchise -					
Electric	365,500	386,333	428,249	41,916	433,007
Cable TV and gas	53,000	56,499	55,514	(985)	52,331
Total taxes	<u>738,500</u>	<u>791,785</u>	<u>813,396</u>	<u>21,611</u>	<u>799,473</u>
Licenses and permits:					
Occupational licenses	385,000	392,536	377,087	(15,449)	390,499
Code department permits	187,000	989,327	1,006,679	17,352	235,927
Total licenses and permits	<u>572,000</u>	<u>1,381,863</u>	<u>1,383,766</u>	<u>1,903</u>	<u>626,426</u>
Intergovernmental:					
Federal grants	113,672	835,970	842,078	6,108	115,773
State of Louisiana -					
Department of Transportation and Development	20,715	20,715	20,715	-	20,715
Beer taxes	16,000	17,544	18,133	589	17,258
On-behalf payments	210,000	200,849	197,757	(3,092)	186,679
Lafayette Parish Government -					
Two percent fire insurance refund	84,272	81,748	81,748	-	85,153
Proceeds for fire department	37,969	42,188	42,188	-	42,188
Lafayette Parish School Board - resource officer	199,346	199,346	200,941	1,595	197,001
Total intergovernmental	<u>681,974</u>	<u>1,398,360</u>	<u>1,403,560</u>	<u>5,200</u>	<u>664,767</u>
Fines and forfeits:					
Fines and court costs	156,000	184,768	158,816	(25,952)	192,595
Police special detail and accident reports	271,000	215,708	212,385	(3,323)	248,589
Total fines, forfeits, etc.	<u>427,000</u>	<u>400,476</u>	<u>371,201</u>	<u>(29,275)</u>	<u>441,184</u>
Miscellaneous:					
Interest	7,200	2,043	1,515	(528)	6,866
Community Center rentals	34,000	14,600	12,080	(2,520)	37,220
Donations	1,000	3,150	3,600	450	2,050
Other sources	1,500	1,457	1,447	(10)	2,877
Total miscellaneous	<u>43,700</u>	<u>21,250</u>	<u>18,642</u>	<u>(2,608)</u>	<u>49,013</u>
Total revenues	<u>\$ 2,463,174</u>	<u>\$ 3,993,734</u>	<u>\$ 3,990,565</u>	<u>\$ (3,169)</u>	<u>\$ 2,580,863</u>

CITY OF CARENCRO, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures
For the Year Ended November 30, 2020
With Comparative Actual Amounts for the Year Ended November 30, 2019

	2020				2019 Actual
	Budget		Actual	Variance with Final Budget	
	Original	Final		Positive (Negative)	
Current:					
General government -					
Administrative:					
Mayor and council salaries	\$ 159,262	\$ 159,112	\$ 159,112	\$ -	\$ 143,323
Other salaries and wages	79,392	79,392	79,392	-	77,079
Retirement	22,247	23,255	23,255	-	21,598
Group insurance	14,494	14,462	14,463	(1)	11,194
Payroll taxes	17,523	14,777	14,240	537	12,590
Insurance	52,002	78,404	72,414	5,990	44,124
Office	24,750	30,793	37,876	(7,083)	27,741
Advertisements and recordings	8,500	4,850	4,807	43	7,032
Dues	9,300	8,711	6,761	1,950	9,225
Legal fees	81,000	66,979	83,398	(16,419)	84,291
Professional fees	28,000	31,715	33,000	(1,285)	28,400
Engineering	350,000	237,842	168,658	69,184	430,637
Travel and conferences	13,000	3,874	3,539	335	13,888
Gas and repairs	3,500	2,821	3,171	(350)	4,611
Auto allowance	10,800	10,800	10,800	-	7,200
Auto lease expense	-	-	2,769	(2,769)	-
Utilities and telephone	22,600	22,838	22,460	378	21,739
Rent	6,000	6,000	6,000	-	6,000
Repairs and maintenance	46,160	35,622	41,425	(5,803)	46,666
Senior citizens' compensation	10,000	9,137	9,860	(723)	10,645
Uniforms	2,000	54	212	(158)	1,604
Miscellaneous	6,200	5,061	5,761	(700)	6,543
Total administrative	<u>966,730</u>	<u>846,499</u>	<u>803,373</u>	<u>43,126</u>	<u>1,016,130</u>
Code department:					
Salaries	51,747	54,147	54,147	-	50,353
Retirement	6,699	7,374	7,188	186	6,503
Group insurance	5,809	5,809	5,809	-	4,637
Payroll taxes	3,959	4,020	4,019	1	3,734
Insurance	2,072	2,372	2,387	(15)	1,751
Inspection fees	135,000	761,793	760,067	1,726	169,034
Miscellaneous	2,300	1,418	1,438	(20)	876
Total code department	<u>207,586</u>	<u>836,933</u>	<u>835,055</u>	<u>1,878</u>	<u>236,888</u>
Total general government	<u>1,174,316</u>	<u>1,683,432</u>	<u>1,638,428</u>	<u>45,004</u>	<u>1,253,018</u>

(continued)

CITY OF CARENCRO, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures (Continued)
For the Year Ended November 30, 2020
With Comparative Actual Amounts for the Year Ended November 30, 2019

	2020		Actual	Variance with Final Budget Positive (Negative)	2019 Actual
	Budget				
	Original	Final			
Public safety:					
Police department -					
Salaries	1,952,807	1,925,537	1,958,569	(33,032)	1,762,360
Retirement	183,623	188,675	185,312	3,363	181,413
Group insurance	225,074	211,785	207,868	3,917	154,926
Payroll taxes	126,331	119,823	120,734	(911)	113,269
Insurance	242,208	244,523	229,609	14,914	204,611
Gas and repairs	120,000	101,443	99,364	2,079	111,688
Equipment expenditures	18,000	28,735	68,841	(40,106)	27,413
Maintenance	19,700	22,806	21,909	897	26,857
Utilities and telephone	50,200	48,469	45,609	2,860	25,622
Auto allowance	19,200	19,200	19,200	-	14,400
Legal fees	5,000	500	650	(150)	350
Miscellaneous	11,000	5,231	7,160	(1,929)	7,323
Supplies	3,500	5,984	11,921	(5,937)	43,208
Office supplies	16,400	10,099	14,152	(4,053)	11,371
Grant expenditures	8,000	4,931	4,931	-	3,248
Radio user fees	2,500	2,470	2,470	-	2,500
Uniforms	18,000	8,993	8,616	377	17,845
Training	37,000	22,166	32,777	(10,611)	29,507
Drug task force expenditures	4,000	2,333	2,211	122	3,682
Drug testing	2,000	1,997	1,997	-	1,844
Total police department	<u>3,064,543</u>	<u>2,975,700</u>	<u>3,043,900</u>	<u>(68,200)</u>	<u>2,743,721</u>
Fire department -					
Salaries	418,000	450,518	447,764	2,754	428,997
Retirement	70,682	73,180	71,489	1,691	65,783
Group insurance	45,059	45,041	43,354	1,687	37,465
Payroll taxes	29,489	32,811	32,596	215	29,583
Insurance	98,280	100,075	93,034	7,041	83,024
Maintenance and supplies	35,500	28,400	25,453	2,947	30,629
Auto	54,500	62,100	53,212	8,888	57,781
Utilities and telephone	21,600	21,275	21,059	216	21,738
Equipment expenditures	22,000	18,282	20,824	(2,542)	20,303
Miscellaneous	66,000	57,027	67,027	(10,000)	48,135
Training	7,000	4,326	3,281	1,045	7,157
Radio user fees	4,000	2,370	5,010	(2,640)	3,297
Uniforms	6,500	6,000	6,072	(72)	4,206
Total fire department	<u>878,610</u>	<u>901,405</u>	<u>890,175</u>	<u>11,230</u>	<u>838,098</u>

(continued)

CITY OF CARENCRO, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures (Continued)
For the Year Ended November 30, 2020
With Comparative Actual Amounts for the Year Ended November 30, 2019

	2020			Variance with Final Budget Positive (Negative)	2019 Actual
	Budget		Actual		
	Original	Final			
City Court department -					
City magistrate	11,000	12,616	14,515	(1,899)	9,929
Other salaries	6,282	5,206	5,832	(626)	6,430
Supplies	200	100	-	100	64
Legal fees	9,700	6,275	5,988	287	8,000
Fine fees	132,000	121,293	105,123	16,170	137,168
Traffic detail expenditures	<u>35,000</u>	<u>32,107</u>	<u>31,705</u>	<u>402</u>	<u>33,359</u>
Total city court department	<u>194,182</u>	<u>177,597</u>	<u>163,163</u>	<u>14,434</u>	<u>194,950</u>
Total public safety	<u>4,137,335</u>	<u>4,054,702</u>	<u>4,097,238</u>	<u>(42,536)</u>	<u>3,776,769</u>
Highways and streets:					
Salaries	284,880	283,192	276,434	6,758	131,173
Retirement	39,603	40,805	39,440	1,365	18,074
Group insurance	49,345	48,372	47,404	968	23,370
Payroll taxes	21,640	20,434	20,150	284	9,409
Insurance	32,546	47,114	43,955	3,159	27,494
Maintenance and supplies	65,000	94,268	86,644	7,624	73,148
Engineering	62,000	75,129	74,988	141	80,195
Street equipment repairs and maintenance	32,000	27,250	49,472	(22,222)	35,702
Lighting	100,000	104,298	105,189	(891)	103,081
Dumping fees	20,000	192	192	-	2,310
Inmate labor	63,000	3,116	3,116	-	60,262
Auto	16,000	18,779	19,691	(912)	18,733
Auto lease expense	-	-	2,980	(2,980)	-
Uniforms	6,100	10,223	9,209	1,014	6,276
Debris removal	-	<u>342,800</u>	<u>339,952</u>	<u>2,848</u>	-
Total highways and streets	<u>792,114</u>	<u>1,115,972</u>	<u>1,118,816</u>	<u>(2,844)</u>	<u>589,227</u>
Culture and tourism -					
Community Center:					
Salaries	24,200	1,584	1,408	176	4,424
Payroll taxes	1,851	123	111	12	347
Insurance	13,885	13,147	12,232	915	11,730
Equipment and supplies	20,700	25,708	47,087	(21,379)	19,410
Janitorial services	20,000	4,333	11,833	(7,500)	20,508
Utilities and telephone	<u>14,500</u>	<u>12,154</u>	<u>12,208</u>	<u>(54)</u>	<u>14,154</u>
Total community center	<u>95,136</u>	<u>57,049</u>	<u>84,879</u>	<u>(27,830)</u>	<u>70,573</u>
Total culture and tourism	<u>95,136</u>	<u>57,049</u>	<u>84,879</u>	<u>(27,830)</u>	<u>70,573</u>

(continued)

CITY OF CARENCRO, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures (Continued)
For the Year Ended November 30, 2020
With Comparative Actual Amounts for the Year Ended November 30, 2019

	2020			Variance with Final Budget Positive (Negative)	2019 Actual
	Budget		Actual		
	Original	Final			
Capital outlay:					
General government	15,648	9,830	2,788	7,042	1,700
Public safety	483,140	499,202	461,509	37,693	136,452
Highways and street	-	383,226	415,193	(31,967)	-
Total capital outlay	<u>498,788</u>	<u>892,258</u>	<u>879,490</u>	<u>12,768</u>	<u>138,152</u>
Debt service:					
Principal retirement	138,426	130,565	130,565	-	80,008
Interest and fiscal charges	13,101	7,280	7,280	-	10,699
Total debt service	<u>151,527</u>	<u>137,845</u>	<u>137,845</u>	<u>-</u>	<u>90,707</u>
 Total expenditures	 <u>\$6,849,216</u>	 <u>\$7,941,258</u>	 <u>\$7,956,696</u>	 <u>\$ (15,438)</u>	 <u>\$5,918,446</u>

CITY OF CARENCRO, LOUISIANA
Special Revenue Fund
1967 Sales Tax Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2020
With Comparative Actual Amounts for the Year Ended November 30, 2019

	2020			Variance with Final Budget Positive (Negative)	2019 Actual
	Budget		Actual		
	Original	Final			
Revenues:					
Taxes	\$2,800,000	\$2,890,000	\$3,016,476	\$ 126,476	\$2,734,906
Interest	8,600	3,347	7,199	3,852	17,435
Total revenues	<u>2,808,600</u>	<u>2,893,347</u>	<u>3,023,675</u>	<u>130,328</u>	<u>2,752,341</u>
Expenditures:					
Current -					
General government:					
Collection fees	28,000	22,200	22,167	33	23,652
Professional fees	13,500	12,966	12,895	71	13,328
Total expenditures	<u>41,500</u>	<u>35,166</u>	<u>35,062</u>	<u>104</u>	<u>36,980</u>
Excess of revenues over expenditures	2,767,100	2,858,181	2,988,613	130,432	2,715,361
Other financing uses:					
Transfers out	<u>(2,754,986)</u>	<u>(2,854,986)</u>	<u>(2,814,986)</u>	<u>40,000</u>	<u>(2,830,996)</u>
Net change in fund balance	12,114	3,195	173,627	170,432	(115,635)
Fund balance, beginning	<u>355,774</u>	<u>355,774</u>	<u>355,774</u>	-	<u>471,409</u>
Fund balance, ending	<u>\$ 367,888</u>	<u>\$ 358,969</u>	<u>\$ 529,401</u>	<u>\$ 170,432</u>	<u>\$ 355,774</u>

CITY OF CARENCRO, LOUISIANA
Special Revenue Fund
1993 Sales Tax Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2020
With Comparative Actual Amounts for the Year Ended November 30, 2019

	2020			Variance with Final Budget Positive (Negative)	2019 Actual
	Budget		Actual		
	Original	Final			
Revenues:					
Taxes	\$ 2,800,000	\$ 2,890,000	\$ 3,016,476	\$ 126,476	\$ 2,734,906
Miscellaneous - interest	8,250	8,500	2,358	(6,142)	8,376
Total revenues	<u>2,808,250</u>	<u>2,898,500</u>	<u>3,018,834</u>	<u>120,334</u>	<u>2,743,282</u>
Expenditures:					
Current -					
General government:					
Collection fees	28,000	22,200	22,167	33	23,652
Office expense	-	-	51	(51)	-
Professional fees	13,500	13,016	12,895	121	13,330
Total general government	<u>41,500</u>	<u>35,216</u>	<u>35,113</u>	<u>103</u>	<u>36,982</u>
Culture and recreation	<u>920,000</u>	<u>951,750</u>	<u>972,766</u>	<u>(21,016)</u>	<u>890,044</u>
Total expenditures	<u>961,500</u>	<u>986,966</u>	<u>1,007,879</u>	<u>(20,913)</u>	<u>927,026</u>
Excess of revenues over expenditures	1,846,750	1,911,534	2,010,955	99,421	1,816,256
Other financing uses:					
Transfers out	<u>(1,840,000)</u>	<u>(1,903,500)</u>	<u>(1,840,000)</u>	<u>63,500</u>	<u>(1,798,000)</u>
Net change in fund balance	6,750	8,034	170,955	162,921	18,256
Fund balance, beginning	<u>273,910</u>	<u>273,910</u>	<u>273,910</u>	<u>-</u>	<u>255,654</u>
Fund balance, ending	<u>\$ 280,660</u>	<u>\$ 281,944</u>	<u>\$ 444,865</u>	<u>\$ 162,921</u>	<u>\$ 273,910</u>

CITY OF CARENCRO, LOUISIANA
Special Revenue Fund
TIF District Sales Tax Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2020
With Comparative Actual Amounts for the Year Ended November 30, 2019

	2020			Variance with Final Budget Positive (Negative)	2019 Actual
	Budget		Actual		
	Original	Final			
Revenues:					
Taxes	\$1,900,000	\$ 1,966,945	\$ 2,035,659	\$ 68,714	\$ 1,857,621
Intergovernmental - local	-	-	12,000	12,000	-
Miscellaneous	31,500	10,785	10,773	(12)	29,665
Total revenues	<u>1,931,500</u>	<u>1,977,730</u>	<u>2,058,432</u>	<u>80,702</u>	<u>1,887,286</u>
Expenditures:					
Current -					
General government:					
Collection fees	19,000	14,972	14,814	158	14,555
Engineering	-	-	3,593	(3,593)	-
Repairs and maintenance	-	-	8,986	(8,986)	-
Professional fees	9,500	9,500	9,428	72	9,160
Total general government	28,500	24,472	36,821	(12,349)	23,715
Capital outlay	260,000	186,869	185,886	983	177,354
Total expenditures	<u>288,500</u>	<u>211,341</u>	<u>222,707</u>	<u>(11,366)</u>	<u>201,069</u>
Excess of revenues over expenditures	1,643,000	1,766,389	1,835,725	69,336	1,686,217
Other financing uses:					
Transfers out	(1,234,776)	(1,320,803)	(1,460,803)	(140,000)	(1,090,271)
Net change in fund balance	408,224	445,586	374,922	(70,664)	595,946
Fund balance, beginning	<u>1,392,115</u>	<u>1,392,115</u>	<u>1,392,115</u>	<u>-</u>	<u>796,169</u>
Fund balance, ending	<u>\$1,800,339</u>	<u>\$1,837,701</u>	<u>\$1,767,037</u>	<u>\$ (70,664)</u>	<u>\$1,392,115</u>

CITY OF CARENCRO, LOUISIANA
2016 Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
For the Year Ended November 30, 2020
With Comparative Actual Amounts for the Year Ended November 30, 2019

	2020			Variance with Final Budget Positive (Negative)	2019 Actual
	Budget		Actual		
	Original	Final			
Revenues:					
Taxes	\$ 2,800,000	\$ 2,890,000	\$3,015,136	\$ 125,136	\$2,727,721
Miscellaneous	50,000	34,976	24,684	(10,292)	88,687
Total revenues	<u>2,850,000</u>	<u>2,924,976</u>	<u>3,039,820</u>	<u>114,844</u>	<u>2,816,408</u>
Expenditures:					
Current:					
General government:					
Collection fees	28,000	22,200	22,167	33	20,131
Professional fees	13,500	12,966	12,926	40	13,330
Total general government	<u>41,500</u>	<u>35,166</u>	<u>35,093</u>	<u>73</u>	<u>33,461</u>
Excess of revenues over expenditures	2,808,500	2,889,810	3,004,727	114,917	2,782,947
Other financing uses:					
Transfers out	<u>(1,310,000)</u>	<u>(1,590,000)</u>	<u>(1,590,000)</u>	-	<u>(1,855,000)</u>
Net change in fund balance	1,498,500	1,299,810	1,414,727	114,917	927,947
Fund balance, beginning	<u>4,267,486</u>	<u>4,267,486</u>	<u>4,267,486</u>	-	<u>3,339,539</u>
Fund balance, ending	<u>\$ 5,765,986</u>	<u>\$ 5,567,296</u>	<u>\$5,682,213</u>	<u>\$ 114,917</u>	<u>\$4,267,486</u>

CITY OF CARENCRO, LOUISIANA
Capital Projects Fund

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

	2020			Variance with Budget Positive (Negative)	2019 Actual
	Budget		Actual		
	Original	Final			
Revenue:					
Intergovernmental -					
Federal grants	\$ 1,207,500	\$ 331,032	\$ 499,768	\$ 168,736	\$ 1,346,869
State grants	900,000	785,946	830,068	44,122	897,526
Miscellaneous	-	31,592	31,054	(538)	23,520
Total revenues	<u>2,107,500</u>	<u>1,148,570</u>	<u>1,360,890</u>	<u>212,320</u>	<u>2,267,915</u>
Expenditures:					
Current -					
General government:					
Professional fees	-	-	500	(500)	-
Public safety - fire:					
Professional fees	-	-	500	(500)	-
Capital outlay -	6,909,346	4,970,318	4,505,077	465,241	3,228,642
Debt service					
Bond issue costs	-	-	-	-	65,738
Total expenditures	<u>6,909,346</u>	<u>4,970,318</u>	<u>4,506,077</u>	<u>464,241</u>	<u>3,294,380</u>
Deficiency of revenues over expenditures	<u>(4,801,846)</u>	<u>(3,821,748)</u>	<u>(3,145,187)</u>	<u>676,561</u>	<u>(1,026,465)</u>
Other financing sources (uses):					
Proceeds from issuance of bonds	-	-	-	-	5,000,000
Transfers in	559,000	555,000	915,000	360,000	2,030,480
Transfers out	(900,000)	(841,161)	(426,362)	414,799	(908,384)
Total other financing sources (uses)	<u>(341,000)</u>	<u>(286,161)</u>	<u>488,638</u>	<u>774,799</u>	<u>6,122,096</u>
Net change in fund balance	(5,142,846)	(4,107,909)	(2,656,549)	1,451,360	5,095,631
Fund balance, beginning	<u>5,324,840</u>	<u>5,324,840</u>	<u>5,324,840</u>	-	<u>229,209</u>
Fund balance, ending	<u>\$ 181,994</u>	<u>\$ 1,216,931</u>	<u>\$ 2,668,291</u>	<u>\$ 1,451,360</u>	<u>\$ 5,324,840</u>

CITY OF CARENCRO, LOUISIANA
Nonmajor Governmental Funds

Combining Balance Sheet
November 30, 2020

With Comparative Totals as of November 30, 2019

	Hotel/Motel Sales Tax Fund	2011 Sales Tax Bond Fund	2013 Sales Tax Bond Fund	2014 Sales Tax Bond Fund	Sidewalk Construction Fund	LCDBG 2009 Sewer Improvements Fund	Totals	
							2020	2019
							ASSETS	
Cash	\$ 3,770	\$ -	\$ -	\$ -	\$ -	\$ 24	\$ 3,794	\$ 23,976
Interest-bearing deposits	16,340	98,212	520,165	905,204	-	-	1,539,921	1,243,615
Investments	-	-	-	-	27	-	27	27
Receivables:								
Taxes	1,472	-	-	-	-	-	1,472	506
Due from other funds	-	-	-	-	-	-	-	8,600
Due from other governmental agencies	-	-	-	-	-	-	-	347,361
TOTAL ASSETS	\$ 21,582	\$ 98,212	\$ 520,165	\$ 905,204	\$ 27	\$ 24	\$1,545,214	\$ 1,624,085
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,223
Contracts payable	-	-	-	-	-	-	-	346,174
Due to other funds	-	-	-	-	-	24	24	-
Retainage payable	-	-	-	-	-	-	-	33,705
Total liabilities	-	-	-	-	-	24	24	381,102
Fund balances:								
Restricted - sales tax dedications	21,582	-	-	-	-	-	21,582	9,105
Restricted - debt service	-	98,212	520,165	905,204	-	-	1,523,581	1,233,827
Assigned - capital projects	-	-	-	-	27	-	27	51
Total fund balances	21,582	98,212	520,165	905,204	27	-	1,545,190	1,242,983
TOTAL LIABILITIES AND FUND BALANCES	\$ 21,582	\$ 98,212	\$ 520,165	\$ 905,204	\$ 27	\$ 24	\$1,545,214	\$ 1,624,085

CITY OF CARENCRO, LOUISIANA
Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Change in Fund Balances
For the Year Ended November 30, 2020
With Comparative Actual Amounts for the Year Ended November 30, 2019

	Hotel/Motel Sales Tax Fund	2011 Sales Tax Bond Fund	2013 Sales Tax Bond Fund	2014 Sales Tax Bond Fund	Sidewalk Construction Fund	LCDBG	Totals	
						2009 Sewer Improvements Fund	2020	2019
Revenues:								
Taxes	\$ 9,051	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,051	\$ 6,556
Intergovernmental	-	-	-	372,000	-	55,168	427,168	701,885
Miscellaneous	9,784	165	893	5,895	-	-	16,737	28,799
Total revenues	<u>18,835</u>	<u>165</u>	<u>893</u>	<u>377,895</u>	<u>-</u>	<u>55,168</u>	<u>452,956</u>	<u>737,240</u>
Expenditures:								
Current -								
General government	23	-	-	-	-	-	23	-
Culture and tourism	11,335	-	-	-	-	-	11,335	18,967
Debt service -								
Principal retirement	-	90,000	165,000	1,020,000	-	-	1,275,000	1,090,000
Interest and fiscal charges	-	11,524	12,215	262,354	-	-	286,093	198,891
Total expenditures	<u>11,358</u>	<u>101,524</u>	<u>177,215</u>	<u>1,282,354</u>	<u>-</u>	<u>-</u>	<u>1,572,451</u>	<u>1,307,858</u>
Excess (deficiency) of revenues over expenditures	<u>7,477</u>	<u>(101,359)</u>	<u>(176,322)</u>	<u>(904,459)</u>	<u>-</u>	<u>55,168</u>	<u>(1,119,495)</u>	<u>(570,618)</u>
Other financing sources (uses) :								
Transfers in	5,000	100,318	416,590	954,986	-	30,051	1,506,945	1,137,040
Transfers out	-	-	-	-	-	(85,243)	(85,243)	(510,523)
Total other financing sources (uses)	<u>5,000</u>	<u>100,318</u>	<u>416,590</u>	<u>954,986</u>	<u>-</u>	<u>(55,192)</u>	<u>1,421,702</u>	<u>626,517</u>
Net change in fund balances	12,477	(1,041)	240,268	50,527	-	(24)	302,207	55,899
Fund balances, beginning	<u>9,105</u>	<u>99,253</u>	<u>279,897</u>	<u>854,677</u>	<u>27</u>	<u>24</u>	<u>1,242,983</u>	<u>1,187,084</u>
Fund balances, ending	<u>\$ 21,582</u>	<u>\$ 98,212</u>	<u>\$ 520,165</u>	<u>\$ 905,204</u>	<u>\$ 27</u>	<u>\$ -</u>	<u>\$ 1,545,190</u>	<u>\$ 1,242,983</u>

NONMAJOR SPECIAL REVENUE FUND

Hotel/Motel Sales Tax Fund

To account for the receipt and use of proceeds of a 4% tax upon the rent or fee charged for the occupancy of hotel rooms within the City. These taxes are dedicated and used to fund the construction and maintenance of water and sewer infrastructure, economic development and tourism within the City.

CITY OF CARENCRO, LOUISIANA
 Nonmajor Special Revenue Fund
 Hotel/Motel Sales Tax Fund

Budgetary Comparison Schedule
 For the Year Ended November 30, 2020
 With Comparative Actual Amounts for the Year Ended November 30, 2019

	2020		Variance with Final Budget Positive (Negative)	2019 Actual
	Budget	Actual		
Revenues:				
Taxes	\$ 6,877	\$ 9,051	\$ 2,174	\$ 6,556
Miscellaneous -				
Donations	3,351	9,351	6,000	6,000
Farmers market	399	378	(21)	27
Interest	68	55	(13)	242
Total revenues	<u>10,695</u>	<u>18,835</u>	<u>8,140</u>	<u>12,825</u>
Expenditures:				
Current -				
General government:				
Collection fees	-	23	(23)	-
Culture and tourism:				
Culture district	4,060	3,960	100	4,950
Culture and tourism	7,375	7,375	-	14,017
Total culture and tourism	<u>11,435</u>	<u>11,335</u>	<u>100</u>	<u>18,967</u>
Total expenditures	<u>11,435</u>	<u>11,358</u>	<u>77</u>	<u>18,967</u>
Excess (deficiency) of revenues over expenditures	(740)	7,477	8,217	(6,142)
Other financing sources:				
Transfers in	5,000	5,000	-	-
Net change in fund balance	4,260	12,477	8,217	(6,142)
Fund balance, beginning	9,105	9,105	-	15,247
Fund balance, ending	<u>\$ 13,365</u>	<u>\$ 21,582</u>	<u>\$ 8,217</u>	<u>\$ 9,105</u>

NONMAJOR DEBT SERVICE FUNDS

2011 Sales Tax Bond Fund -

To accumulate monies for payment of the \$1,000,000 Public Improvement Sales Tax Bonds, Series 2011, which are due in annual installments, plus interest, through maturity in 2023. Debt service is financed by transfers from proceeds of the City's TIF District 1% sales and use tax.

2013 Sales Tax Bond Fund -

To accumulate monies for payment of the \$1,500,000 Certificates of Indebtedness, Series 2013, due in annual installments, plus interest, through maturity in 2023. Debt service is financed by transfers from proceeds of the City's TIF District 1% sales and use tax.

2014 Sales Tax Bond Fund -

To accumulate monies for payment of the \$5,800,000 Sales Tax Bonds, Series 2014, due in annual installments, plus interest, through maturity in 2024 and the \$5,000,000 Sales Tax Bonds, Series 2019, due in annual installments, plus interest, through maturity in 2029. Debt service is financed by transfers from proceeds of the City's 1967 1% sales and use tax. Additionally, accumulates monies for payment of the \$3,750,000 Sales Tax Bonds, Series 2014A, due in annual installments, plus interest, through maturity in 2029. Debt service is financed by transfers from the Park and Recreation Commission of Carencro, Inc.'s share of the 1993 1% sales and use tax.

CITY OF CARENCRO, LOUISIANA
 Nonmajor Debt Service Fund
 2011 Sales Tax Bond Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 For the Year Ended November 30, 2020
 With Comparative Actual Amounts for the Year Ended November 30, 2019

	2020		Variance with Budget Positive (Negative)	2019 Actual
	Budget	Actual		
Revenues:				
Miscellaneous - interest	\$ 165	\$ 165	\$ -	\$ 1,036
Expenditures:				
Debt service -				
Principal retirement	90,000	90,000	-	85,000
Interest and fiscal charges	11,524	11,524	-	13,869
Total expenditures	<u>101,524</u>	<u>101,524</u>	<u>-</u>	<u>98,869</u>
Deficiency of revenues over expenditures	(101,359)	(101,359)	-	(97,833)
Other financing sources:				
Transfers in	<u>100,318</u>	<u>100,318</u>	<u>-</u>	<u>102,730</u>
Net change in fund balance	(1,041)	(1,041)	-	4,897
Fund balance, beginning	<u>99,253</u>	<u>99,253</u>	<u>-</u>	<u>94,356</u>
Fund balance, ending	<u>\$ 98,212</u>	<u>\$ 98,212</u>	<u>\$ -</u>	<u>\$ 99,253</u>

CITY OF CARENCRO, LOUISIANA
 Nonmajor Debt Service Fund
 2013 Sales Tax Bond Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 For the Year Ended November 30, 2020
 With Comparative Actual Amounts for the Year Ended November 30, 2019

	2020		Variance with Budget Positive (Negative)	2019 Actual
	Budget	Actual		
Revenues:				
Miscellaneous - interest	\$ 900	\$ 893	\$ (7)	\$ 4,054
Expenditures:				
Debt service -				
Principal retirement	165,000	165,000	-	160,000
Interest and fiscal charges	11,890	12,215	(325)	15,448
Total expenditures	<u>176,890</u>	<u>177,215</u>	<u>(325)</u>	<u>175,448</u>
Deficiency of revenues over expenditures	(175,990)	(176,322)	(332)	(171,394)
Other financing sources:				
Transfers in	<u>416,590</u>	<u>416,590</u>	<u>-</u>	<u>178,532</u>
Net change in fund balance	240,600	240,268	(332)	7,138
Fund balance, beginning	<u>279,897</u>	<u>279,897</u>	<u>-</u>	<u>272,759</u>
Fund balance, ending	<u>\$ 520,497</u>	<u>\$ 520,165</u>	<u>\$ (332)</u>	<u>\$ 279,897</u>

CITY OF CARENCRO, LOUISIANA
 Nonmajor Debt Service Fund
 2014 Sales Tax Bond Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance -
 For the Year Ended November 30, 2020
 With Comparative Actual Amounts for the Year Ended November 30, 2019

	2020		Variance with Budget Positive (Negative)	2019 Actual
	Budget	Actual		
Revenues:				
Intergovernmental - local sources	\$ 372,000	\$ 372,000	\$ -	\$ 345,100
Miscellaneous - interest	<u>5,972</u>	<u>5,895</u>	<u>(77)</u>	<u>17,141</u>
Total revenues	<u>377,972</u>	<u>377,895</u>	<u>(77)</u>	<u>362,241</u>
Expenditures:				
Debt service				
Principal retirement	1,020,000	1,020,000	-	845,000
Interest and fiscal charges	<u>262,354</u>	<u>262,354</u>	<u>-</u>	<u>169,574</u>
Total expenditures	<u>1,282,354</u>	<u>1,282,354</u>	<u>-</u>	<u>1,014,574</u>
Deficiency of revenues over expenditures	(904,382)	(904,459)	(77)	(652,333)
Other financing sources:				
Transfers in	<u>954,986</u>	<u>954,986</u>	<u>-</u>	<u>737,996</u>
Net change in fund balance	50,604	50,527	(77)	85,663
Fund balance, beginning	<u>854,677</u>	<u>854,677</u>	<u>-</u>	<u>769,014</u>
Fund balance, ending	<u>\$ 905,281</u>	<u>\$ 905,204</u>	<u>\$ (77)</u>	<u>\$ 854,677</u>

NONMAJOR CAPITAL PROJECTS FUND

Sidewalk Construction Fund -

To accumulate funds for the construction of sidewalks provided by General Fund revenues (transfers).

LCDBG 2009 Sewer Improvements -

To accumulate funds for the construction of the 2009 Sewer Improvements project provided by the Louisiana Community Development Block Grant and Utility Fund revenues (transfers).

CITY OF CARENCRO, LOUISIANA
 Nonmajor Capital Projects Fund
 Sidewalk Construction Fund

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

	2020		Variance with Budget Positive Negative	2019 Actual
	Budget	Actual		
Revenue:				
Miscellaneous - interest	\$ -	\$ -	\$ -	\$ 299
Expenditures:	-	-	-	-
Excess of revenues over expenditures	-	-	-	299
Other financing uses:				
Transfers out	-	-	-	(19,300)
Net change in fund balance	-	-	-	(19,001)
Fund balance, beginning	27	27	-	19,028
Fund balance, ending	<u>\$ 27</u>	<u>\$ 27</u>	<u>\$ -</u>	<u>\$ 27</u>

CITY OF CARENCRO, LOUISIANA
 Nonmajor Capital Projects Fund
 LCDBG Sewer Improvements Fund

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

	2020		Variance with Budget Positive (Negative)	2019 Actual
	Budget	Actual		
Revenues:				
Intergovernmental - LCDBG federal grant	\$ 55,168	\$ 55,168	\$ -	\$ 356,785
Expenditures:	-	-	-	-
Excess of revenues over expenditures	<u>55,168</u>	<u>55,168</u>	-	<u>356,785</u>
Other financing sources (uses):				
Transfers in	30,075	30,051	(24)	117,782
Transfers out	<u>(85,243)</u>	<u>(85,243)</u>	-	<u>(491,223)</u>
Total other financing sources (uses)	<u>(55,168)</u>	<u>(55,192)</u>	<u>(24)</u>	<u>(373,441)</u>
Net change in fund balance	-	(24)	(24)	(16,656)
Fund balance, beginning	<u>24</u>	<u>24</u>	-	<u>16,680</u>
Fund balance, ending	<u>\$ 24</u>	<u>\$ -</u>	<u>\$ (24)</u>	<u>\$ 24</u>

CITY OF CARENCRO, LOUISIANA

Comparative Statement of Net Position
Proprietary Fund
November 30, 2020 and 2019

	Enterprise Fund	
	2020	2019
ASSETS		
Current assets:		
Cash	\$ 202,373	\$ 223,664
Interest-bearing deposits	65,162	105,910
Investments	522,246	511,533
Receivables -		
Accounts	446,045	468,791
Unbilled utility receivables	184,002	175,060
Due from other funds	21,621	10,372
Accrued interest	3,756	3,584
Prepaid items	13,788	17,341
Total current assets	<u>1,458,993</u>	<u>1,516,255</u>
Noncurrent assets:		
Restricted assets -		
Interest-bearing deposits	1,058,038	915,077
Investments	47,035	46,668
Capital assets -		
Land and construction in progress	11,877,213	11,233,715
Other capital assets, net of accumulated depreciation	<u>15,338,069</u>	<u>13,856,653</u>
Total noncurrent assets	<u>28,320,355</u>	<u>26,052,113</u>
Total assets	<u>29,779,348</u>	<u>27,568,368</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pensions	<u>202,158</u>	<u>172,910</u>
LIABILITIES		
Current liabilities:		
Accounts payable	116,283	162,724
Contracts payable	53,795	148,343
Retainage payable	250,587	223,934
Accrued liabilities	9,940	16,942
Due to other funds	-	8,600
Customers' deposits	511,980	463,525
Accrued interest	43,337	40,642
Capital lease payable	51,427	45,531
DHH water loan payable	174,076	-
Certificates of indebtedness payable	<u>271,000</u>	<u>259,000</u>
Total current liabilities	<u>1,482,425</u>	<u>1,369,241</u>
Noncurrent liabilities:		
Compensated absences payable	76,674	62,885
Net pension liability	779,350	763,854
Capital lease payable	155,994	211,584
DHH water loan payable	3,974,534	3,812,205
Certificates of indebtedness payable	<u>1,778,000</u>	<u>2,049,000</u>
Total noncurrent liabilities	<u>6,764,552</u>	<u>6,899,528</u>
Total liabilities	<u>8,246,977</u>	<u>8,268,769</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pensions	<u>16,385</u>	<u>41,990</u>
NET POSITION		
Net investment in capital assets	20,505,869	18,340,771
Restricted for debt service	549,756	457,578
Unrestricted	<u>662,519</u>	<u>632,170</u>
Total net position	<u>\$ 21,718,144</u>	<u>\$ 19,430,519</u>

CITY OF CARENCRO, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Departmental Analysis of Revenues and Expenses
Years Ended November 30, 2020 and 2019

	Totals		Gas	
	2020	2019	2020	2019
Operating revenues:				
Customers service charges	\$ 4,217,001	\$ 4,006,759	\$ 593,665	\$ 669,041
Permits, reconnections and penalties	282,842	182,119	9,212	5,104
Miscellaneous	11,460	19,467	-	-
Total operating revenues	<u>4,511,303</u>	<u>4,208,345</u>	<u>602,877</u>	<u>674,145</u>
Operating expenses:				
Salaries	806,789	753,499	197,707	184,942
Payroll taxes	56,315	53,368	14,294	13,533
Group insurance	101,970	84,797	12,949	10,606
Retirement	87,894	155,988	20,604	35,825
Gas purchased	115,848	168,081	115,848	168,081
Maintenance and supplies	742,306	393,440	92,545	54,476
Chemicals	329,807	280,034	-	-
Cathodic protection survey	1,255	4,197	1,255	4,197
Garbage collection fees	644,361	632,305	-	-
Depreciation expense	919,471	939,187	7,232	8,190
Utilities	157,386	159,772	-	-
Telephone	17,936	16,926	-	-
Truck operation	46,161	39,679	19,356	12,541
Lease expense	4,495	-	2,105	-
Office supplies and postage	45,547	37,435	-	-
Bad debts	8,937	8,588	-	-
Insurance	120,163	92,351	32,161	24,208
Miscellaneous	1,605	1,372	-	19
Professional fees	31,520	26,540	-	-
Uniforms	22,024	18,659	6,776	5,802
Engineering fees	58,568	43,479	-	-
Travel	12,458	4,853	12,000	1,550
Contractual services	19,397	21,817	-	-
Meter reader expense	10,854	10,858	10,854	10,858
Allocation of general and administrative expense	-	-	145,215	135,693
Total operating expenses	<u>4,363,067</u>	<u>3,947,225</u>	<u>690,901</u>	<u>670,521</u>
Net operating income	<u>\$ 148,236</u>	<u>\$ 261,120</u>	<u>\$ (88,024)</u>	<u>\$ 3,624</u>

Water		Sewerage		Sanitation		Administrative	
2020	2019	2020	2019	2020	2019	2020	2019
\$ 1,484,925	\$ 1,354,030	\$ 1,428,687	\$ 1,329,431	\$ 709,724	\$ 654,257	\$ -	\$ -
227,000	131,025	46,630	45,990	-	-	-	-
11,460	19,467	-	-	-	-	-	-
<u>1,723,385</u>	<u>1,504,522</u>	<u>1,475,317</u>	<u>1,375,421</u>	<u>709,724</u>	<u>654,257</u>	<u>-</u>	<u>-</u>
267,996	258,991	37,859	33,313	-	-	303,227	276,253
19,053	18,835	2,791	2,469	-	-	20,177	18,531
34,843	30,958	5,809	4,637	-	-	48,369	38,596
26,072	50,454	4,403	7,506	-	-	36,815	62,203
-	-	-	-	-	-	-	-
392,115	192,498	211,626	95,635	-	-	46,020	50,831
193,391	124,911	136,416	155,123	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	644,361	632,305	-	-
306,858	352,588	454,004	453,103	-	-	151,377	125,306
45,216	45,498	102,847	105,109	-	-	9,323	9,165
-	-	-	-	-	-	17,936	16,926
15,264	16,321	11,541	10,817	-	-	-	-
2,390	-	-	-	-	-	-	-
-	-	-	-	-	-	45,547	37,435
-	-	-	-	-	-	8,937	8,588
73,454	57,983	9,322	6,087	-	-	5,226	4,073
-	76	-	-	-	-	1,605	1,277
-	-	-	-	-	-	31,520	26,540
8,753	6,482	6,495	5,143	-	-	-	1,232
20,338	8,258	38,230	35,221	-	-	-	-
458	836	-	958	-	-	-	1,509
2,115	6,960	17,282	14,857	-	-	-	-
-	-	-	-	-	-	-	-
<u>217,824</u>	<u>203,540</u>	<u>326,736</u>	<u>305,309</u>	<u>36,304</u>	<u>33,923</u>	<u>(726,079)</u>	<u>(678,465)</u>
<u>1,626,140</u>	<u>1,375,189</u>	<u>1,365,361</u>	<u>1,235,287</u>	<u>680,665</u>	<u>666,228</u>	<u>-</u>	<u>-</u>
<u>\$ 97,245</u>	<u>\$ 129,333</u>	<u>\$ 109,956</u>	<u>\$ 140,134</u>	<u>\$ 29,059</u>	<u>\$ (11,971)</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF CARENCRO, LOUISIANA
LCDBG Sewer Improvements Fund

Schedule of Revenues, Expenditures, and Changes in Net Position -
For the Year Ended November 30, 2020

Revenues:	
LCDBG program	\$ 55,168
City of Carencro	<u>30,051</u>
	<u>85,219</u>
Expenditures:	
Administration	6,105
Engineering	13,105
Construction	<u>66,033</u>
Total expenses	<u>85,243</u>
Change in net position	(24)
Net position, beginning of year	<u>24</u>
Net position, end of year	<u>\$ -</u>

CITY OF CARENCRO, LOUISIANA
Enterprise Fund
Utility Fund

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

Records maintained by the City indicated the following number of customers were being serviced during the month of November, 2020 and 2019:

<u>Department</u>	<u>2020</u>	<u>2019</u>
Gas (metered)	781	763
Water (metered)	3,334	3,097
Sewerage	2,941	2,750
Garbage	3,070	2,879

CITY OF CARENCRO, LOUISIANA

Schedule of Insurance In Force
(Unaudited)
November 30, 2020

Description of Coverage	Coverage Amounts
Workmen's compensation - Employer's liability	Statutory \$ 500,000
Surety bonds -	
Fidelity bond	310,000
Notary public bond	40,000
Comprehensive general liability, bodily injury, property damage, and personal injury	500,000
Law enforcement liability	
Personal injury, liability, false arrest, etc.	500,000
Automobile bodily injury, property damage, and uninsured motorists	500,000
Public officials liability	500,000
Commercial automobile	1,500,000
Building and personal property coverage -	
Community Center building	1,540,000
City hall:	
Building	800,000
Contents	200,000
Police station:	
Building	550,000
Contents	55,000
Utility Department:	
Water plant buildings	8,626,000
Contents	140,000
Utility sheds	66,000
Contents	35,000
Special risk - fire department -	
Building and personal property coverage -	
Buildings (2 fire stations and 1 annex building)	1,655,973
Contents	148,573
Vehicle coverage	1,337,254
Automobile bodily injury, property damage, and uninsured motorists	1,000,000
General liability	1,000,000
General aggregate	2,000,000
Products	2,000,000
Personal injury	1,000,000
Fire damage	1,000,000
Umbrella (excess coverage) liability, each occurrence	5,000,000
Umbrella (excess coverage) liability, annual aggregate	10,000,000

CITY OF CARENCRO, LOUISIANA

Combined Schedule of Interest-Bearing Deposits and Investments - All Funds
November 30, 2020

		Interest Rate	Maturity Date	Amount
Major Governmental Funds:				
General Fund -				
Money Market Investment Account	(R)	Variable	N/A	\$ 293,616
Money Market Investment Account	(R)	Variable	N/A	<u>24,241</u>
				<u>317,857</u>
Special Revenue Funds -				
1967 Sales Tax Fund:				
Money Market Investment Account	(R)	Variable	N/A	21,015
U. S. Treasury Notes and Securities	(E)	1.375 - 4.875%	Various	<u>198,163</u>
				<u>219,178</u>
1993 Sales Tax Fund:				
Money Market Investment Account	(I)	Variable	N/A	73,337
Money Market Investment Account	(I)	Variable	N/A	<u>90,597</u>
				<u>163,934</u>
TIF District Sales Tax Fund:				
Money Market Investment Account	(R)	Variable	N/A	<u>1,774,154</u>
2016 Sales Tax Fund:				
Money Market Investment Account	(I)	Variable	N/A	<u>5,387,347</u>
Capital Projects Fund -				
Money Market Investment Account	(R)	Variable	N/A	<u>2,506,006</u>
Nonmajor governmental funds:				
Special Revenue Fund -				
Hotel/Motel Sales Tax Fund				
Money Market Investment Account	(I)	Variable	N/A	<u>16,340</u>
Debt Service Funds -				
2011 Sales Tax Bond Fund:				
Money Market Investment Account	(I)	Variable	N/A	<u>98,212</u>
2013 Sales Tax Bond Fund:				
Money Market Investment Account	(I)	Variable	N/A	<u>520,165</u>
2014 Sales Tax Bond Fund:				
Money Market Investment Account	(I)	Variable	N/A	455,369
Money Market Investment Account	(I)	Variable	N/A	111,184
Money Market Investment Account	(I)	Variable	N/A	<u>338,651</u>
				<u>905,204</u>
Sidewalk Construction Fund -				
Louisiana Asset Management Pool	(L)	Variable	N/A	<u>27</u>
Total governmental funds				<u>\$ 11,908,424</u>

(continued)

CITY OF CARENCRO, LOUISIANA

Combined Schedule of Interest-Bearing Deposits and Investments - All Funds (Continued)
November 30, 2020

		<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amount</u>
Proprietary Fund:				
Utility Fund -				
Unrestricted Accounts:				
Money Market Investment Account	(I)	Variable	N/A	\$ 65,162
U. S. Treasury Notes and Securities	(E)	1.375 - 4.875%	Various	464,947
Louisiana Asset Management Pool	(L)	Variable	N/A	<u>57,299</u>
Total unrestricted accounts				<u>587,408</u>
Restricted Accounts:				
Customers' Deposits -				
Money Market Investment Account	(R)	Variable	N/A	434,732
Money Market Investment Account	(R)	Variable	N/A	30,213
Louisiana Asset Management Pool	(L)	Variable	N/A	<u>47,035</u>
				<u>511,980</u>
Revenue Bond Sinking Fund -				
Money Market Investment Account	(I)	Variable	N/A	227,072
Money Market Investment Account	(I)	Variable	N/A	364,269
Money Market Investment Account	(I)	Variable	N/A	<u>1,753</u>
				<u>593,094</u>
Total restricted accounts				<u>1,105,074</u>
Total proprietary fund				<u>1,692,482</u>
Total interest-bearing deposits and investments - all funds				<u>\$13,600,906</u>

Certificates of deposit, money market
investment accounts and U.S. Treasury
notes and securities with ---

- (I) Iberia Savings Bank
- (L) Louisiana Asset Management Fund
- (E) Edward Jones
- (R) Rayne State Bank

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

KOLDER, SLAVEN & COMPANY, LLC

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Victor R. Slaven, CPA* - retired 2020

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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

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The Honorable Glenn Brasseaux, Mayor
and Members of the Board of Aldermen
City of Carencro, 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 Carencro, Louisiana (the City) as of and for the year ended November 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 May 14, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We consider the deficiency described in the accompanying summary schedule of current and prior year audit findings and management's corrective action plan as item 2020-001 to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Carencro, Louisiana'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 Auditing Standards*.

City of Carencro, Louisiana's Response to Finding

The City's response to the finding identified in our audit is described in the accompanying summary schedule of current and prior year audit findings and management's corrective action plan. The City's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

This report is intended solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. Although the intended use of this report may be limited, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
May 14, 2021

KOLDER, SLAVEN & COMPANY, LLC

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

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The Honorable Glenn Brasseaux, Mayor
and Members of the Board of Aldermen
City of Carencro, Louisiana

Report on Compliance for Each Major Federal Program

We have audited the City of Carencro, Louisiana's (the City) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on the City's major federal programs for the year ended November 30, 2020. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on the Major Programs

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

Report on Internal Control over Compliance

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

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

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

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

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
May 14, 2021

CITY OF CARENCRO, LOUISIANA

Schedule of Expenditures of Federal Awards
Year Ended November 30, 2020

Federal Grantor / Pass-Through Grantor / Program Name	Pass-through Identifying Number	CFDA Number	Expenditures
<u>U.S. Department of Justice</u>			
Edward Byrne Memorial Justice Assistance Grant	N/A	16.738	<u>\$ 8,000</u>
<u>U.S. Department of Homeland Security</u>			
Staffing for Adequate Fire and Emergency Response	N/A	97.083	<u>52,591</u>
Passed through Louisiana Governor's Office of Homeland Security and Emergency Preparedness:			
Disaster Grants - Public Assistance	EM-3538-LA	97.036	70,168
Disaster Grants - Public Assistance	EM-3547-LA	97.036	<u>341,690</u>
Total Disaster Grants - Public Assistance			<u>411,858</u>
Passed through Lafayette City-Parish Consolidated Government:			
Hazard Mitigation Grant	1786-055-0002	97.039	<u>39,140</u>
<u>U.S. Department of Housing and Urban Development</u>			
Passed through Louisiana Division of Administration Community Development Block Grant*	2000288303	14.228	<u>55,168</u>
<u>U.S. Department of Transportation</u>			
Passed through Louisiana Department of Transportation and Development			
Highway Planning and Construction Cluster - Highway Planning and Construction*	H.012861	20.205	<u>308,586</u>
Total Highway Planning and Construction Cluster			<u>308,586</u>
TOTAL FEDERAL EXPENDITURES			<u>\$ 875,343</u>

* Indicates major program

CITY OF CARENCRO, LOUISIANA

Notes to the Schedule of Expenditures of Federal Awards
Year Ended November 30, 2020

(1) Basis of Presentation

The accompanying schedule of expenditures of federal awards (schedule) includes the federal award activity of the City of Carencro (City) under programs of the federal government for the year ended November 30, 2020. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the City.

(2) Summary of Significant Accounting Policies

Expenditures reported on the schedule are reported in accordance with accounting principles generally accepted in the United States of America as applied to governmental units, which is described in Note 1 to the City's basic financial statements for the year ended November 30, 2020. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

(3) Indirect Cost Rate

The City has elected not to use the 10 percent de minimis indirect cost rate allowed under Uniform Guidance.

(4) Criminal Activity Patrol Grant (CFDA 16.738)

The City received \$8,000 of federal revenue from the U. S. Department of Justice for the Edward Byrne Memorial Justice assistance grant. The eligible expenditures were recognized in the prior year; therefore, those expenditures are not included in the current year schedule.

(5) Disaster Grants (CFDA 97.036)

The City received \$52,489 of federal revenue related to the Hurricane Barry natural disaster. The eligible expenditures were recognized in a previous fiscal year; therefore, those expenditures are not included in the current year schedule.

(6) Hazard Mitigation Grant (CFDA 97.039)

The City received a federal grant from the U.S. Department of Homeland Security during fiscal year 2014 through the Lafayette City-Parish Consolidated Government. The grant was for a drainage improvements project on Andre Street. The eligible expenditures for the project for the fiscal years from 2014 through 2019 amounting to \$461,182 were not reimbursed due to the line items being overbudget in those years. Subsequently, the budget was increased; therefore, these prior year expenditures were approved, and funding was received during the fiscal year ended November 30, 2020. These expenditures are not included in the current year schedule.

CITY OF CARENCRO, LOUISIANA

Schedule of Findings and Questioned Costs
Year Ended November 30, 2020

Part I. Summary of Auditor's Results:

1. The auditor's report expresses an unmodified opinion on whether the financial statements of the City were prepared in accordance with GAAP.
2. One deficiency in internal control was disclosed during the audit of the financial statements. This deficiency was determined to be a material weakness.
3. No instances of noncompliance that were required to be reported in accordance with *Government Auditing Standards* were disclosed during the audit.
4. No material weaknesses in internal control over the major federal programs were disclosed during the audit.
5. The auditor's report on compliance for the major federal award programs for the City expresses an unmodified opinion on the major federal programs.
6. There are no audit findings that are required to be reported in accordance with 2 CFR section 200.516(a).
7. The following programs are considered to be major programs: Highway Planning and Construction (20.205) and Community Development Block Grant (14.228).
8. The dollar threshold used to distinguish between Type A and Type B programs was \$750,000.
9. The City did not qualify as a low-risk auditee.

Part II. Findings which are required to be reported in accordance with Generally Accepted Governmental Auditing Standards:

A. Internal Control Findings -

2020-001 Inadequate Segregation of Accounting Functions

Fiscal year finding initially occurred: Unknown

Condition: The City did not have adequate segregation of functions within the accounting system.

Criteria: The City should have a control policy according to which no person should be given responsibility for more than one related function.

Cause: Due to the size of the City, they do not have a sufficient number of employees to provide adequate segregation of segregation of accounting and financial duties.

Effect: Failure to adequately segregate accounting and financial functions increases the risk that errors and/or irregularities including fraud and/or defalcations may occur and not be prevented and/or detected.

CITY OF CARENCRO, LOUISIANA

Schedule of Findings and Questioned Costs
Year Ended November 30, 2020

Recommendation: The City should monitor mitigating controls over functions that are not completely segregated.

Management's Corrective Action Plan: Due to the size of the operations and the cost-benefit of additional personnel, it may not be feasible to achieve complete segregation of duties.

B. Compliance Findings –

There are no findings to report under this section.

Part III. Findings and questioned costs for Federal awards which include audit findings as defined in 2 CFR section 200 of the Uniform Guidance:

Compliance Findings –

There are no compliance findings for the year ended November 30, 2020.

Internal Control Findings –

There are no internal control findings for the year ended November 30, 2020.



MAYOR GLENN L. BRASSEAUX

**COUNCILMAN JORDAN ARCENEUX | COUNCILMAN ANTOINE BABINEAUX | COUNCILWOMAN DANIELLE CAPRITTO
COUNCILWOMAN KIM GUIDRY | COUNCILMAN ALFRED SINEGAL**

**City of Carencro
Corrective Action Plan
November 30, 2020**

The City of Carencro (City) respectfully submits the following corrective action plan for the year ended November 30, 2020.

Audit conducted by:

Kolder, Slaven & Company, LLC
183 S. Beadle Road
Lafayette LA 70508

Audit Period: December 31, 2019 – November 30, 2020

The findings from the November 30, 2020 schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the numbers assigned in the schedule.

FINDINGS – FINANCIAL STATEMENT AUDIT

Material Weakness:

2020-001 Recommendation: Due to the small number of employees, the City did not have adequate segregation of functions within the accounting system.

Corrective Action Plan: It was determined that it is not cost effective to achieve complete segregation of duties within the accounting department. No plan is considered necessary.

Findings – Federal Award Program Audit:

There were no findings related to the federal award programs audit.

Should any federal or state pass-through grant agencies have questions regarding this plan, please contact Gwen Martin, City Clerk, at 337-896-8481.

Sincerely,

Gwen Martin, City Clerk
City of Carencro, Louisiana



MAYOR GLENN L. BRASSEAUX

**COUNCILMAN JORDAN ARCENEUX | COUNCILMAN ANTOINE BABINEAUX | COUNCILWOMAN DANIELLE CAPRITTO
COUNCILWOMAN KIM GUIDRY | COUNCILMAN ALFRED SINEGAL**

City of Carencro
Summary Schedule of Prior Year Audit Findings
For the Year Ended November 30, 2020

FINDINGS – FINANCIAL STATEMENT AUDIT:

Internal Control Finding –

2019-001 Inadequate Segregation of Accounting Functions

Fiscal year finding initially occurred: Unknown.

Condition: The City did not have adequate segregation of functions within the accounting system.

Management's Corrective Action Plan: The finding was not resolved and is repeated in current year. The City is monitoring mitigating controls over functions that are not completely segregated. Due to the size of operations and the cost-benefit of additional personnel, it may not be feasible to achieve complete segregation of duties.

Current Status: Not resolved. See Internal Control Finding 2020-001.

Sincerely,

Gwen Martin, City Clerk
City of Carencro, Louisiana