

CITY OF KENNER, LOUISIANA
ANNUAL COMPREHENSIVE
FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2023



Submitted by:

Department of Finance

ELIZABETH HERRING
Chief Financial Officer

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INTRODUCTORY SECTION



CITY OF KENNER

DEPARTMENT OF FINANCE

MICHAEL J. GLASER
MAYOR

ELIZABETH HERRING
CFO

December 21, 2023

Honorable Mayor and City Councilpersons

City of Kenner, Louisiana

1801 Williams Boulevard
Kenner, Louisiana 70062

The Annual Comprehensive Financial Report of the City of Kenner, Louisiana, for the fiscal year ended June 30, 2023, is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and operating activities of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The City is required to undergo an annual single audit in conformity with the provisions of the Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Information related to this single audit, including the Schedule of Expenditures of Federal Awards, findings and questioned costs, and auditor's reports on compliance and on internal controls are included in the single audit section of this report.

CITY OF KENNER

The City is the largest incorporated area in Jefferson Parish, a suburban parish (county) in the New Orleans Standard Metropolitan Statistical Area. It is bounded on the north by Lake Pontchartrain, on the south by the Mississippi River, on the east by unincorporated Jefferson Parish, and on the west by St. Charles Parish. The map of the City which is enclosed in this Introductory Section reflects a total area of approximately 15 square miles. Since 1946, the City has contained the site for the New Orleans International Airport.

Major industries located within the City's boundaries or in close proximity include retail, air carriers, gaming, telephone, energy and telecommunications providers, and manufacturing.

REPORTING ENTITY AND ITS SERVICES

The City is a unit of general local government under the Census Bureau's criteria. It is a home rule charter city incorporated under the constitution and laws of the State of Louisiana on July 1, 1974. A seven person council and an elected mayor govern the City, as reflected in the organizational chart of the City's administrative departments included in this introductory section. The City's department directors with the exception of the Police Department, which is governed by an elected chief, report to the Chief Administrative Officer who in turn reports directly to the Mayor.

This report includes government-wide financial statements and fund financial statements of the City. The City provides a full range of services. These services include police and fire protection; sanitation services; the construction and maintenance of highways, streets, and infrastructure; recreational activities; and cultural events. As required by generally accepted accounting principles, the financial statements of the reporting entity present the primary government (the City) and any component units. Component units are defined as legally separate organizations for which the City is financially accountable. The criteria used in determining whether financial accountability exists include the appointment of a voting majority of an organization's governing board, the ability of the primary government to impose its will on that organization or whether there is a potential for the organization to provide specific financial benefits or burdens to the primary government. Fiscal dependency may also play a part in determining financial accountability. In addition, a component unit can be another organization for which the nature and significance of its relationship with the primary government (the City) such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The City has no component units currently.

THE REPORT FORM

The authoritative promulgations by the Governmental Accounting Standards Board (GASB) were applied in the preparation of this report.

Users of the Annual Comprehensive Financial Report should also refer to the narrative introduction, overview, and analysis found in the Management's Discussion and Analysis (MD&A) in the financial section of the Annual Comprehensive Financial Report.

FINANCIAL INFORMATION

Internal Accounting Control

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Single Audit

As a recipient of federal, state, and parish financial assistance, the City also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management. I believe that the City's internal control structure adequately safeguards assets and provides reasonable assurance of proper recording of financial transactions.

As a part of the City's single audit, described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the City has complied with applicable laws and regulations. The results of the City's single audit for the fiscal year-ended June 30, 2023 are included in the Single Audit Section of this report.

Budgetary Control

In addition, the government maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City's governing body. Activities of the General Fund, Special Revenue Funds, Debt Service Funds and Enterprise Funds are included in the annual appropriated budget. Project-length financial plans are adopted for the Capital Projects Funds. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is at the fund level, except for the General Fund which is at the departmental level. Any amendments to the total budgeted expenditures of a department require Council approval. The Mayor can approve changes to the budget within a department, as long as the total is not changed. The government also maintains an encumbrance accounting system as one technique of accomplishing budgetary control.

Besides comparing current year expenditures to the prior year, comparison to budget is of paramount importance in a government's financial reporting. The City Council annually adopts a budget for each governmental fund type (except capital projects are budgeted on a project basis) and proprietary type funds (except for the Internal Service Funds). Budgetary accounting is not used for the Self Insurance and Health Insurance Internal Service Funds because management considers effective budgetary control achieved since their amounts, which are charged back to other funds, are included as expenditures in each Fund's budget. Budgets are adopted by June 15 for the fiscal year which begins the following July 1. Revenues and expenditures are budgeted on the modified accrual or accrual basis as appropriate for the fund type. Encumbrances of the current year are recorded as obligations against budgeted appropriations and are included in the columns titled "budgetary" in the statements in the financial section of this report.

LOCAL ECONOMY

The City's economy has been improving after initial setbacks due to the COVID-19 pandemic and Hurricane Ida in 2021. As discussed later in Management's Discussion and Analysis, the City's largest revenue source, Sales Taxes, increased 1% in the current year. The construction of a new terminal at the Louis Armstrong New Orleans International Airport located in Kenner is a major project which was completed toward the end of calendar 2019, and has had a very favorable impact in sales tax collections. In addition, the new airport flyover ramp was opened in late 2023, making access to the airport from I-10

much easier. The roadway in front of the airport underwent a major overhaul in late 2023, with the construction of the Loyola Avenue diverging diamond interchange, which will facilitate traffic flow going into and coming out of the airport from West Esplanade and Loyola avenues. Major roadway improvements are being made along Williams Boulevard, between I-10 and Airline highway. These improvements will have a beneficial effect on traffic in that area of Kenner, which should have a positive impact on commerce.

A local, well established hamburger restaurant opened in Rivertown after leaving their location in Metairie. Also in Rivertown, a thriving boutique has expanded into a building formerly occupied by the Kenner Rivertown Children's Theatre. At Laketown, at the north end of Williams Boulevard, is a recently constructed development for retail shops and restaurants. When the new casino opens, the additional traffic to the area is expected to attract new business to rent in the development, thus improving sales tax collections for the City. A 5 Guys hamburger restaurant has opened in a shopping center located to the southwest corner of Chateau Boulevard and West Esplanade. A Wingstop restaurant will open in the same shopping center in 2024.

LONG TERM FINANCIAL PLANNING

As mentioned in this report, the City's economy remains strong and is expected to continue to improve. The City's principal source of revenues are from sales and property taxes. Major enterprises, such as the airport and a casino will continue to contribute to the City's economy. Other significant retail outlets have recently opened near Laketown and along West Esplanade. Also, present and planned capital development projects will improve the City's outlook. Boyd Gaming is constructing a larger land-based facility with many new amenities and entertainment options slated to open in 2024 near the site of its current riverboat. Issuance of debt has been, and will continue to be a source of financing.

LEGAL COMPLIANCE

The Uniform Guidance, previously Single Audit Act of 1984 (P. L. 98-502) and related 1996 Amendments, requires reports by the Auditors on compliance and on the internal control over financial reporting in accordance with *Government Auditing Standards*, the City's compliance with requirements applicable to each major program and internal control over compliance in accordance with the Uniform Guidance and the Schedule of Expenditures of Federal Awards. These reports, along with the City management's responses to the non-compliance findings, are presented in the Single Audit Section of this report.

INDEPENDENT AUDIT

Louisiana municipalities not audited by the Legislative Auditor are required by La. R.S. 24:517 to have conducted annually an audit of their accounts by a certified public accountant. Moreover, the City Charter (Section 2:28) requires that the Council shall execute a contract each year with a certified public accountant or a firm of certified public accountants for an examination of the accounts of the City to include all funds appropriated by the Council. These requirements have been complied with and the opinion of the firm of Duplantier, Hrapmann, Hogan & Maher, L.L.P., Certified Public Accountants has been included in this report.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its annual comprehensive financial report for the fiscal year ended June 30, 2022. This was the twenty-sixth consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized annual comprehensive report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

ACKNOWLEDGMENTS

The preparation of the Annual Comprehensive Financial Report on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department. Each member of the department has my sincere appreciation for the contributions made in the preparation of this report.

I would also like to thank the staff at Duplantier, Hrapmann, Hogan & Maher, L.L.P., Certified Public Accountants, for their invaluable assistance in completing this Annual Comprehensive Financial Report of the City of Kenner.

In closing, without the leadership and support of the Mayor, the Chief Administrative Officer and the City Council, preparation of this report would not have been possible.

Sincerely,

ELIZABETH HERRING
Chief Financial Officer



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Kenner
Louisiana**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Monell

Executive Director/CEO

SELECTED OFFICIALS OF THE CITY OF KENNER

CITY COUNCIL

Councilwoman at Large Division A	Kristi McKinney
Councilman at Large Division B	Thomas Willmott
District No. 1	Dee Dunn
District No. 2	Ronald Scharwath
District No. 3	Joseph LaHatte, III
District No. 4	George Branigan
District No. 5	Brian Brennan

EXECUTIVE STAFF

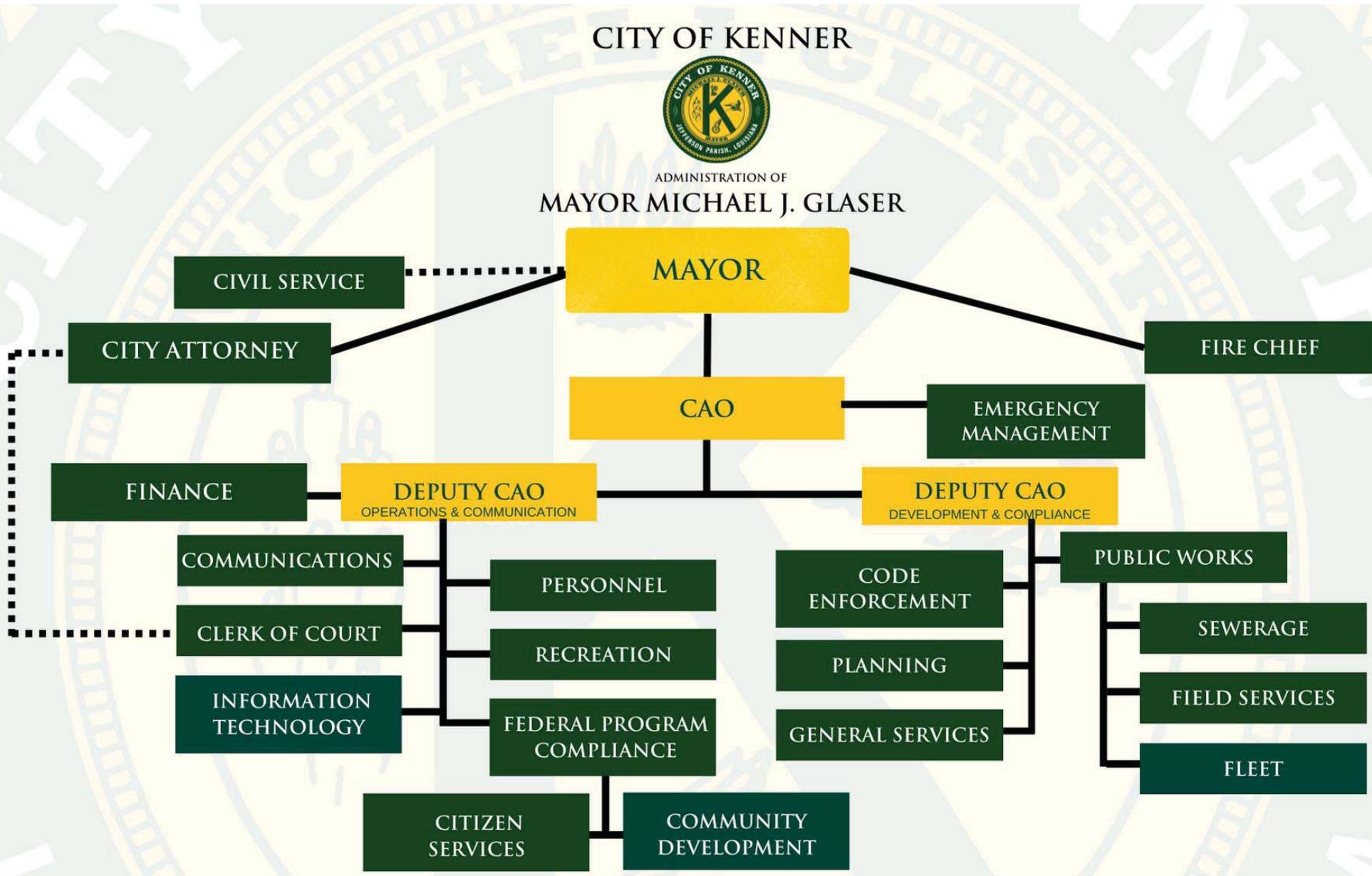
Mayor	Honorable Michael J. Glaser
Chief Administrative Officer	Jose Gonzalez
Chief of Police	Keith Conley
City Attorney	Michelle Dufrene
Deputy CAO	Natalie Newton
Deputy CAO	Aimee Vallot
Chief Financial Officer	Elizabeth Herring
Director of Communications	Paris Vinnett

DEPARTMENT HEADS

Inspection and Code Enforcement	Catherine Toppel
Community Development	Dwan Jones
Parks and Recreation	Charles Illane
Personnel	Wendi Folse
Planning	Wendel Dufour
Fire Chief	Terence Morris
Clerk of Court Director	Luis Rodriguez
Information Technology	Kenneth George
Council Clerk	Natalie Hall
Civil Service	Todd McDowell
Fleet Management	Sue Ranatza
Public Works & Field Services	Eric Romain
General Services	Mark Glorioso
Office of Emergency Management	Doug Dodt
Pontchartrain Center	ASM Global
Citizen Services	Shantell Miller
Federal Program Compliance	Tamithia Shaw
Wastewater	Joanne Massony

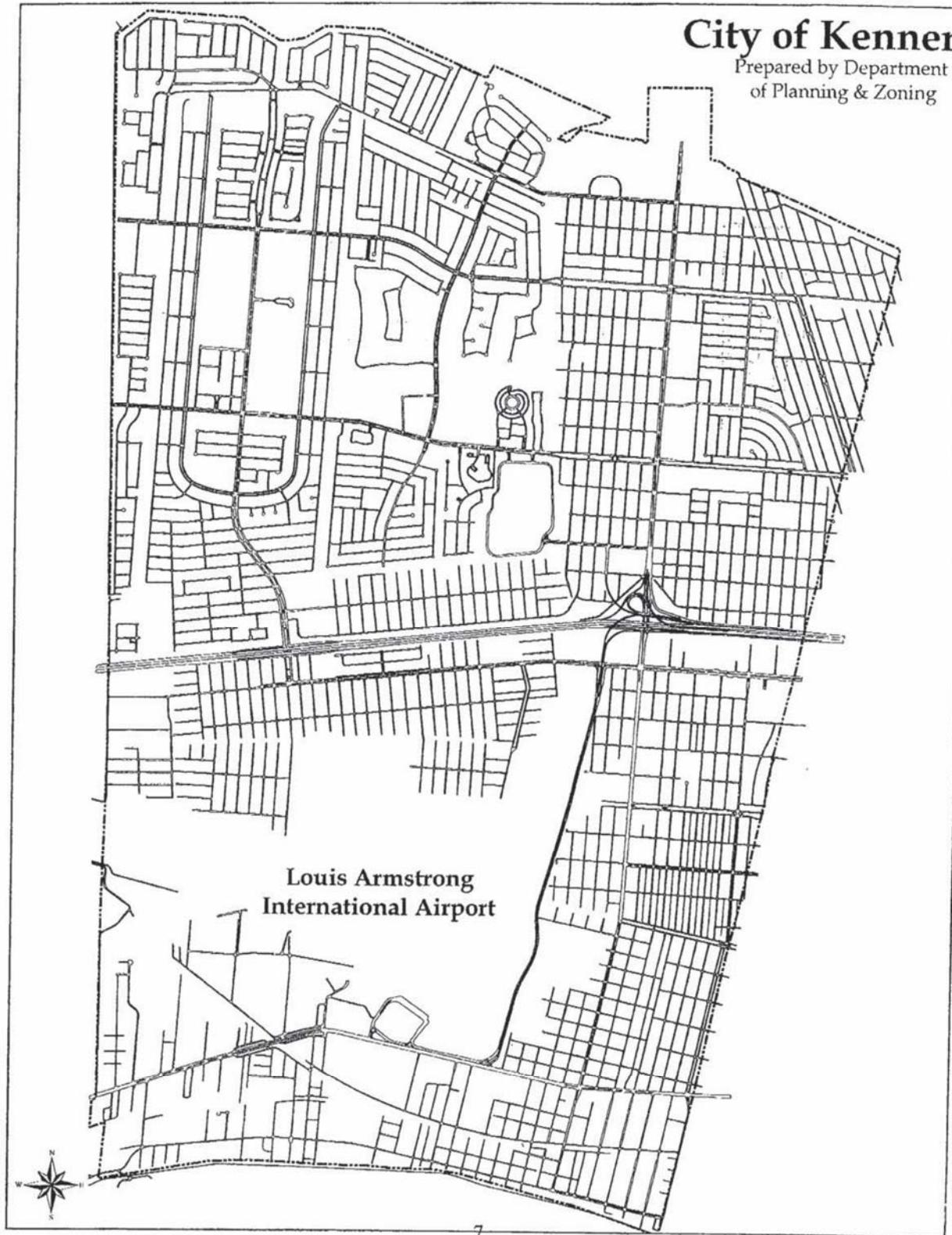
City of Kenner
Administrative Organization Chart Revisions

August 2022



City of Kenner

Prepared by Department
of Planning & Zoning



FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

Lindsay J. Calub, CPA, LLC
Michelle H. Cunningham, CPA
Dennis W. Dillon, CPA
Grady C. Lloyd, III CPA

December 21, 2023

Honorable Mayor and Members of the Council
City of Kenner, Louisiana

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Kenner, Louisiana, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Kenner, Louisiana, as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Kenner, Louisiana's basic financial statements. The other supplementary information as listed in the table of contents 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 purposes of additional analysis as required by *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, the budget to actual schedules for the General, nonmajor Special Revenue Funds, and the Proprietary Funds, the combining Internal Service Fund schedules, the Fiduciary Funds statement of changes in assets and liabilities, the schedule of councilperson's compensation, the schedule of compensation, benefits, and other payments to the Mayor, the justice system funding schedule, 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 basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 21, 2023, on our consideration of the City of Kenner, Louisiana's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Kenner, Louisiana's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Kenner, Louisiana's internal control over financial reporting and compliance.

A handwritten signature in blue ink that reads "Dugplantier, Hargrave, Hogan & Trotter LLP". The signature is fluid and cursive, with the company name written in a slightly larger, more formal script.

New Orleans, Louisiana

REQUIRED SUPPLEMENTARY INFORMATION - PART I

**CITY OF KENNER, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023**

This management discussion and analysis is intended to provide the readers of the City's financial statements with an overview and analysis of the financial activities of the City for the year ended June 30, 2023. It should be read in conjunction with the transmittal letter and financial statements including footnotes.

FINANCIAL HIGHLIGHTS

The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources by approximately \$169.6 million at June 30, 2023, which is an increase of approximately \$225 thousand, primarily due to increases in sales tax collections as the City continued to recover from COVID-19.

The City's net investment in capital assets is approximately \$175.6 million. The City's restricted net position is approximately \$48.9 million which is primarily restricted for capital projects and debt service. The City's unrestricted net position (deficit) is approximately \$(54.9) million.

The City's unrestricted net position (deficit) in governmental activities is approximately \$(48.7) million, which is an increase of \$9.2 million, primarily due to an increase in net pension liability related to the City's participation in three pension plans.

Business-type activities' unrestricted net position is approximately \$(6.3) million, which is no change from last year.

The City's general fund reported an unassigned fund balance of approximately \$41.6 million, which is an increase of \$5.5 million primarily due to an increase in transfers in of approximately \$8 million.

There was no change in the fund balance of the One Percent Sales Tax of 1984 fund or the Fire Protection fund. The General Capital Projects fund had a decrease in fund balance of \$279 thousand due to continued recovery from Hurricane Ida, while the Capital Projects funded with Bond Proceeds fund had a decrease in fund balance of \$299 thousand due to expenses incurred in various public works projects. The General Debt fund had an increase in fund balance of \$1 million due to an increase in tax revenue and interest income.

During the year, the City continued to drawdown funds from low interest loans from LDEQ for additional projects as part of the City's Sewerage Capital Improvement Program. The Sewerage Capital Improvement Program is intended to overhaul the City's sewerage system to address compliance orders from the LDEQ, which the City has been under for a number of years.

The City's long-term liabilities include \$74.8 million of net pension liability, OPEB liability of \$15.1 million, finance lease liability of \$2.1 million, subscription-based IT arrangement liability of \$510 thousand, and compensated absences of \$5.7 million.

The City's other debt consists of bonds and notes payable of \$75.6 million. During the year, the City made principal payments of \$6.0 million and received \$1.4 million of drawdowns.

OVERVIEW OF THE FINANCIAL STATEMENTS

The management discussion and analysis serves as an introduction to the City's basic financial statements, which are the government-wide financial statements, fund financial statements, and notes to the financial statements. Also included in the report is required supplementary information.

Government-wide financial statements. The government-wide financial statements report information about the overall finances of the City similar to a business enterprise. The statements combine and consolidate short-term, spendable resources with capital assets and long-term obligations.

The Statement of Net Position presents information on all of the City's assets and deferred outflows of resources, less liabilities and deferred inflows of resources, which results in net position. The statement is designed to display the financial position of the City. Over time, increases or decreases in net assets help determine whether the City's financial position is improving or deteriorating.

**CITY OF KENNER, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023**

The statement of activities provides information which shows how the City's net position changed as a result of the year's activities. The statement uses the accrual basis of accounting, which is similar to the accounting used by private-sector businesses. All of the revenues and expenses are reported regardless of the timing of when cash is received or paid.

The Statement of Net Position and the Statement of Activities distinguish functions of the City that are financed primarily by taxes, intergovernmental revenues, and charges for services (governmental activities) from functions where user fees and charges to customers help to cover all or most of the cost of services (business-type activities). The City's governmental activities include general government, public safety, public works, culture and recreation, health and welfare, and transit and urban development. The business-type activities of the City include the City's sewer system and civic center.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The city uses fund accounting to ensure and demonstrate fiscal accountability. The City uses governmental, proprietary, and fiduciary fund financial statements to provide more detailed information about the City's most significant funds rather than the City as a whole.

Governmental funds. Governmental funds are used to report most of the City's basic services. The funds focus on the inflows and outflows of current resources and the balance of spendable resources available at the end of the fiscal year. Governmental fund statements provide a near or short-term view of the City's operations. A reconciliation is prepared of the governmental funds Balance Sheet to the Statement of Net Position and the Statement of Revenues, Expenditures, and Changes in Fund Balances of governmental funds to the Statement of Activities.

Eleven governmental funds are used by the City. The City has six major governmental funds, which have separately presented information in the governmental fund Balance Sheet, and Statement of Revenues and Expenditures and Changes in Fund Balance. The major funds are the General Fund, One Percent Sales Tax of 1984 Fund, Fire Protection Fund, General Debt Fund, General Capital Projects Fund, and Capital Projects Funded with Bond Proceeds Fund. The five non-major funds are presented in the aggregate in the governmental fund financial statements. The individual fund information is presented in combining statements.

The City adopts an annual budget for its governmental funds with the exception of the Capital Projects Funded with Bond Proceeds Fund. Budgetary comparison statements have been provided for these funds except for the General Capital Projects funds.

Proprietary funds. The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its sewer and civic center operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its health care and self-insurance. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Proprietary fund financial statements provide separate information for the sewer and civic center, both of which are considered major funds of the City.

Conversely, internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds are provided in the form of combining statements and elsewhere in this report.

The City also adopts an annual budget for its enterprise funds, and budgetary comparison statements are provided for these funds.

Custodial funds. Custodial funds are used to account for assets held by the City in a trustee capacity or as an agent for others. Activities from custodial funds are not included in the government-wide financial statements because the City cannot use these assets for its operations.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

CITY OF KENNER, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023

Government-wide Financial Analysis

Net position. The following table reflects condensed information on the City's net position for the current and prior year. Net position may serve over time as a useful indication of a government's financial position.

Condensed Statements of Net Position June 30,

	(In thousands)					
	Governmental		Business-type		Governmental	
	Activities	Activities	Total	Activities	Activities	Total
	2023	2023	2023	2022	2022	2022
Assets:						
Current and other assets	\$ 106,163	\$ 6,465	\$ 112,628	\$ 103,075	\$ 6,669	\$ 109,744
Capital Assets	140,665	76,509	217,174	143,778	80,280	224,058
Total assets	<u>246,828</u>	<u>82,974</u>	<u>329,802</u>	<u>246,853</u>	<u>86,949</u>	<u>333,802</u>
Deferred Outflows of Resources:						
Related to pensions, OPEB, and bond refunding	32,785	236	33,021	21,185	254	21,439
Liabilities:						
Long-term debt	137,150	29,135	166,285	106,211	29,971	136,182
Other liabilities	15,202	3,800	19,002	16,912	4,039	20,951
Total liabilities	<u>152,352</u>	<u>32,935</u>	<u>185,287</u>	<u>123,123</u>	<u>34,010</u>	<u>157,133</u>
Deferred Inflows of Resources:						
Related to pensions, OPEB, leases, and deferred revenue	7,972	4	7,976	28,769	4	28,773
Net Position:						
Net investment in capital assets	131,103	44,474	175,577	137,320	47,440	184,760
Restricted	36,845	12,070	48,915	36,635	12,022	48,657
Unrestricted	(48,659)	(6,273)	(54,932)	(57,809)	(6,273)	(64,082)
Total net position	<u>\$ 119,289</u>	<u>\$ 50,271</u>	<u>\$ 169,560</u>	<u>\$ 116,146</u>	<u>\$ 53,189</u>	<u>\$ 169,335</u>

The following are current year transactions that have had an impact on the Statement of Net Position:

- The City's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.
- For Business-type activities, the decrease in capital assets is attributed to \$4.8 million in accumulated depreciation for buildings, improvements other than buildings, equipment, and vehicles.
- For Governmental activities, the increase in deferred outflows of resources and decrease in deferred inflows of resources is due to the difference between projected and actual earnings on plan investments related to pensions. In 2022, this difference was a deferred inflow of \$18.2 million, but in 2023 this difference is a deferred outflow of \$13.8 million.
- The City's long-term debt increased significantly due to an increase in net pension liability from \$44.3 million in 2022 to \$74.8 million in 2023 based on changes in assumptions.

CITY OF KENNER, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023

Changes in net position. The City's total revenues and expenses for governmental and business-type activities are reflected in the following chart for the current and prior year.

**Condensed Statements of Changes in Net Position June 30,
(In thousands)**

	Governmental Activities 2023	Business-type Activities 2023	Total 2023	Governmental Activities 2022	Business-type Activities 2022	Total 2022
Revenues:						
Program revenues:						
Charges for services	\$ 18,304	\$ 10,328	\$ 28,632	\$ 16,887	\$ 9,651	\$ 26,538
Operating grants & contributions	5,060	-	5,060	40,296	-	40,296
Capital grants & contributions	3,282	-	3,282	5,041	725	5,766
General revenues:						
Property taxes	9,818	659	10,477	9,173	615	9,788
Sales taxes	45,824	-	45,824	45,424	-	45,424
Other taxes	9,002	410	9,412	8,512	425	8,937
Grants and contributions not restricted to specific program	39	-	39	219	-	219
Other	6,585	552	7,137	18,816	58	18,874
Total revenues	97,914	11,949	109,863	144,368	11,474	155,842
Program expenses:						
General government	20,306	-	20,306	20,604	-	20,604
Public safety	42,693	-	42,693	61,965	-	61,965
Public works	25,454	-	25,454	25,569	-	25,569
Health and welfare	377	-	377	83	-	83
Culture and recreation	4,150	-	4,150	4,613	-	4,613
Transit & urban development	1,187	-	1,187	1,759	-	1,759
Interest on long term debt	1,287	-	1,287	1,233	-	1,233
Debt issuance costs	-	-	-	-	-	-
Sewer operations	-	12,027	12,027	-	13,099	13,099
Civic center operations	-	2,742	2,742	-	2,644	2,644
Total expenses	95,454	14,769	110,223	115,826	15,743	131,569
Change in net position before transfers and extraordinary items	2,460	(2,820)	(360)	28,542	(4,269)	24,273
Gain/(Loss) on disposal of assets	585	-	585	-	-	-
Transfers	98	(98)	-	328	(328)	-
Change in net position	3,143	(2,918)	225	28,870	(4,597)	24,273
Net Position-beginning of year	116,146	53,189	169,335	87,276	57,786	145,062
Net Position-end of year	\$ 119,289	\$ 50,271	\$ 169,560	\$ 116,146	\$ 53,189	\$ 169,335

The following are current year transactions that have had an impact on the changes in net position:

- The City's governmental activities' revenues for the fiscal year ended June 30, 2023 were \$97.9 million compared to \$144.4 million for the year ended June 30, 2022. The decrease is due to a decrease in operating grants and contributions, and other general revenues. Operating grants including FEMA funds decreased in 2023 as the City continued recovering from Hurricane Ida. Additionally, other general revenues decreased due to less insurance proceeds being received for Hurricane Ida recovery. Insurance proceeds decreased from \$15.9 million in 2022 to \$1.8 million in 2023.

CITY OF KENNER, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023

Government-wide Financial Analysis (Continued)

- The total cost of governmental activities' programs was \$95.5 million in 2023 compared to \$115.8 million in 2022. The primary reasons for this change is due to a decrease in public safety expenses. The decrease in public safety expenses from \$62 million in 2022 to \$42.7 million in 2023 is attributed to a decline in Hurricane Ida recovery expenses.
- The City's business-type activities' revenues increased from \$11.5 million in 2022 to \$11.9 million in 2023. This increase is attributed to an increase in Wastewater and Civic Center services charges from \$9.7 million in 2022 to \$10.3 million in 2023.
- The total cost of business-type activities declined from \$15.7 million in 2022 to \$14.8 million in 2023. The decrease is due to a reduction in the cost of outside services for the Department of Wastewater operations.
- The overall financial condition has increased with the total net position increasing from \$169.3 million in 2022 to \$169.6 million in 2023.

Capital Assets and Debt Administration

Capital assets. The City's investment in capital assets as of June 30, 2023, for its governmental and business-type activities was approximately \$217 million, net of depreciation as reflected in the schedule below:

Capital Assets June 30, 2023 (Net of depreciation in thousands)					
	Governmental Activities	Business-type Activities		Total	
Land	\$ 11,473	\$ 3,799		\$ 15,272	
Works of art	2,360	-		2,360	
Construction in progress	33,100	3,301		36,401	
Buildings	16,231	66,173		82,404	
Improvements other than buildings	6,972	-		6,972	
Equipment	8,309	3,236		11,545	
Infrastructure	60,727	-		60,727	
Right-of-use assets	1,493	-		1,493	
 Total	 \$ 140,665	 \$ 76,509		 \$ 217,174	

The majority of the capital additions for the year were for sewerage improvements as the City continued a major program to upgrade the City's sewerage system funded with funds loaned from the Louisiana Department of Environmental Quality and bonds issued and various street improvements. The City also purchased vehicles for several departments and additional equipment needed for General activities. For additional information on capital asset activity see note "H" in the Notes to the Financial Statements section.

Long-term debt. At year-end, the City had approximately \$174 million in long-term debt as shown in the table below.

Outstanding long-term debt June 30, 2023 (In thousands)					
	Governmental Activities	Business-type Activities		Total	
Revenue bonds	\$ 43,583	\$ 32,034		\$ 75,617	
Finance lease payable	2,149	-		2,149	
SBITA Liability	510	-		510	
OPEB Liability	15,108	-		15,108	
Net Pension Liability	74,820	-		74,820	
Compensated Absences	5,659	-		5,659	
 Total	 \$ 141,829	 \$ 32,034		 \$ 173,863	

**CITY OF KENNER, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023**

Capital Assets and Debt Administration (Continued)

Long-term debt (Continued)

The City's sales tax bonds have an underlying rating of A+ by Standard and Poor's.

The 2011 Sewer bonds have an underlying rating of A and an insured rating of AA by Standard and Poor's. The 2019 Sewer bonds have an underlying rating of A by Standard and Poor's.

State statutes limit the amount of government obligation debt a municipality may issue at a maximum of 10% of the assessed valuation for any purpose. The maximum may be exceeded if the aggregate issued for all purposes does not exceed 35% of the total assessed valuation. The City's outstanding general obligation debt is below the state limit. Approximately \$255 million of additional general obligation bonded debt is available for issuance. See note "I" in the Notes to the Financial Statements section of this report for additional information on the City's Long Term Debt.

Revenues decreased by 29.5% during the year primarily due to a decrease in operating grants and contributions and a decrease in other revenues due to insurance proceeds received as a result of Hurricane Ida damages in the prior year. Funds received from the American Rescue Plan Act (ARPA) were used to offset the loss in revenues as a result of the COVID-19 Pandemic in the prior year. The City received \$15,864,121 in insurance proceeds in 2022 and \$1,777,589 in 2023 due to significant damage to City buildings. The City received \$4.9 million in FEMA funds in 2022 and \$1.9 million in FEMA funds in 2023 for expenses incurred in the preparation and recovery from the effects of Hurricane Ida, with additional expenses submitted to FEMA for reimbursement.

Total expenses decreased by 16.2% primarily due to a decrease in expenses relating to public safety. The City incurred significant expenses relating to public safety in the prior year in the aftermath of Hurricane Ida.

BUDGETARY HIGHLIGHTS

General Fund revenues came in 0.09% under budget as a result of ongoing monitoring of budgeted revenues.

General Fund expenditures finished the year 11.3% under budget as a result of ongoing monitoring of operating expenses and multiple open positions as a result of staffing shortages.

ECONOMIC OUTLOOK

Sales taxes remained consistent from the prior year and only increased 1% compared to last year. As the City's primary source of revenue, it is important to a robust economy.

For years, the City has experienced reductions in sales tax generated at the Esplanade Mall. However, many small businesses have been opening in Kenner during the past year in conjunction with the newly implemented economic development initiatives. Plans are being made for additional shopping and dining establishments to open in the near future. Laketown will also experience much development with the addition of new recreational amenities. Boyd Gaming is constructing a larger land-based facility with many new amenities and entertainment options slated to open in 2024 near the site of its current riverboat. The commercial corridor along West Esplanade between Williams Boulevard and David Drive has expanded, with the addition of a new auto dealership. The strip mall in the same vicinity is now at near 100% capacity.

BASIC FINANCIAL STATEMENTS

CITY OF KENNER, LOUISIANA
STATEMENT OF NET POSITION
JUNE 30, 2023

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS			
Cash	\$ 5,541,722	\$ 463,290	\$ 6,005,012
Equity in pooled cash	32,808,122	-	32,808,122
Receivables (net, where applicable, of allowances for uncollectibles)			
Taxes	1,626,407	-	1,626,407
Accounts	3,937,673	-	3,937,673
Intergovernmental	29,062,880	287,820	29,350,700
Special assessments - delinquent	477	-	477
Interest	1,140,060	-	1,140,060
Service charges	-	3,393,097	3,393,097
Lease	2,281,168	-	2,281,168
Other	25,518	22,433	47,951
Internal balances	9,776,109	(9,776,109)	-
Inventory, at cost	24,350	-	24,350
Prepaid items	1,479,185	833	1,480,018
Refundable deposits	-	3,669	3,669
Restricted assets			
Cash	17,451,723	12,070,382	29,522,105
Equity in pooled cash	-	-	-
Investments	1,007,725	-	1,007,725
Right of use asset - lease, net of accumulated amortization	998,738	-	998,738
Right of use asset - SBITA, net of accumulated amortization	494,168	-	494,168
Capital assets not being depreciated	46,932,684	7,099,973	54,032,657
Capital assets being depreciated, net of accumulated depreciation	92,239,486	69,408,496	161,647,982
Total assets	<u>246,828,195</u>	<u>82,973,884</u>	<u>329,802,079</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charge on refunding	2,301,267	235,891	2,537,158
Related to pensions	28,852,568	-	28,852,568
Related to OPEB	<u>1,631,062</u>	<u>-</u>	<u>1,631,062</u>
Total deferred outflows of resources	<u>32,784,897</u>	<u>235,891</u>	<u>33,020,788</u>
LIABILITIES			
Accounts payable	1,947,094	455,376	2,402,470
Accrued liabilities	1,650,014	150,031	1,800,045
Deposits on future events	-	295,593	295,593
Due to other governments	1,122,535	-	1,122,535
Other liabilities	92,168	-	92,168
Current portion of long-term liabilities			
Due within one year	10,390,022	2,899,000	13,289,022
Non-current liabilities			
Due in more than one year	<u>137,150,139</u>	<u>29,135,014</u>	<u>166,285,153</u>
Total liabilities	<u>152,351,972</u>	<u>32,935,014</u>	<u>185,286,986</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred revenue	-	3,750	3,750
Related to leases	2,282,230	-	2,282,230
Related to pensions	4,438,059	-	4,438,059
Related to OPEB	<u>1,251,503</u>	<u>-</u>	<u>1,251,503</u>
Total deferred inflows of resources	<u>7,971,792</u>	<u>3,750</u>	<u>7,975,542</u>
NET POSITION			
Net investment in capital assets	131,102,992	44,474,455	175,577,447
Restricted for			
Capital projects	26,413,536	3,090,460	29,503,996
Debt service	10,189,407	8,979,922	19,169,329
Other	241,908	-	241,908
Unrestricted	<u>(48,658,515)</u>	<u>(6,273,826)</u>	<u>(54,932,341)</u>
Total net position	<u>\$ 119,289,328</u>	<u>\$ 50,271,011</u>	<u>\$ 169,560,339</u>

The accompanying notes are an integral part of this statement.

CITY OF KENNER, LOUISIANA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

Function/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities							
General government	\$ 20,305,624	\$ 6,437,114	\$ 207,435	\$ 32,137	\$ (13,628,938)	\$ -	\$ (13,628,938)
Public safety	42,693,086	3,945,585	1,633,560	56,408	(37,057,533)	-	(37,057,533)
Public works	25,453,817	6,350,983	2,710,958	2,347,067	(14,044,809)	-	(14,044,809)
Health and welfare	376,962	54,718	55,475	-	(266,769)	-	(266,769)
Culture and recreation	4,150,329	767,687	256,784	529,362	(2,596,496)	-	(2,596,496)
Transit and urban development	1,187,005	747,694	195,830	317,004	73,523	-	73,523
Interest on long-term debt and other charges	1,287,384	-	-	-	(1,287,384)	-	(1,287,384)
Total Governmental Activities	<u>95,454,207</u>	<u>18,303,781</u>	<u>5,060,042</u>	<u>3,281,978</u>	<u>(68,808,406)</u>	<u>-</u>	<u>(68,808,406)</u>
Business-type Activities							
Wastewater Operations	12,026,652	8,791,301	-	-	-	(3,235,351)	(3,235,351)
Civic Center Operations	2,742,083	1,537,106	-	-	-	(1,204,977)	(1,204,977)
Total Business-type Activities	<u>14,768,735</u>	<u>10,328,407</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(4,440,328)</u>	<u>(4,440,328)</u>
Total	<u>\$ 110,222,942</u>	<u>\$ 28,632,188</u>	<u>\$ 5,060,042</u>	<u>\$ 3,281,978</u>	<u>(68,808,406)</u>	<u>(4,440,328)</u>	<u>(73,248,734)</u>
General Revenues:							
Taxes:							
Ad valorem				9,817,552	658,934	10,476,486	
Hotel/motel				136,592	132,494	269,086	
Sales and use				45,824,131	-	45,824,131	
Beer tax				57,386	-	57,386	
Parking				4,207,748	-	4,207,748	
Franchise				4,524,840	277,385	4,802,225	
Consumer				76,451	-	76,451	
39,522					-	39,522	
Grants and contributions not restricted to specific programs				2,738,416	551,454	3,289,870	
Interest				1,777,589	-	1,777,589	
Insurance proceeds				1,702,884	-	1,702,884	
Lease revenue				365,768	-	365,768	
Miscellaneous				585,000	-	585,000	
Gain/(Loss) on disposal of capital assets				97,599	(97,599)	-	
Transfers				71,951,478	1,522,668	73,474,146	
Total general revenues, transfers, and other							
Change in Net Position							
Net position - beginning of year				3,143,072	(2,917,660)	225,412	
Net position - end of year				<u>\$ 119,289,328</u>	<u>\$ 50,271,011</u>	<u>\$ 169,560,339</u>	

The accompanying notes are an integral part of this statement.

CITY OF KENNER, LOUISIANA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023

	GENERAL	ONE PERCENT SALES TAX OF 1984	FIRE PROTECTION	GENERAL CAPITAL PROJECTS
ASSETS				
Cash	\$ 4,673,297	\$ -	\$ -	\$ -
Equity in pooled cash	17,429,422	177,351	2,174,472	-
Investments	-	-	-	-
Receivables (net, where applicable, of allowances for uncollectibles)				
Taxes	1,626,407	-	-	-
Accounts	2,434,890	-	22,433	-
Intergovernmental	5,549,731	2,724,776	-	19,930,045
Special assessments - delinquent	477	-	-	-
Interest	1,140,060	-	-	-
Other	19,281	-	201	5,530
Due from other funds	28,925,437	310,733	786,373	11,904,785
Inventory, at cost	24,350	-	-	-
Prepaid items	1,479,185	-	-	-
Total assets	<u>\$ 63,302,537</u>	<u>\$ 3,212,860</u>	<u>\$ 2,983,479</u>	<u>\$ 31,840,360</u>
DEFERRED OUTFLOWS OF RESOURCES				
LIABILITIES:	-	-	-	-
Accounts payable	\$ 239,647	\$ -	\$ 49,549	\$ 705,256
Accrued liabilities	1,127,753	-	379,968	-
Due to other funds	13,823,403	3,212,860	1,878,319	3,637,195
Due to other governments	1,122,535	-	-	-
Other liabilities	92,168	-	-	-
Total liabilities	<u>16,405,506</u>	<u>3,212,860</u>	<u>2,307,836</u>	<u>4,342,451</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenues	1,532,753	-	675,643	-
FUND BALANCES:				
Nonspendable				
Prepaid items	1,479,185	-	-	-
Inventory	24,350	-	-	-
Restricted				
Federal grants	-	-	-	-
Debt service	-	-	-	-
Capital projects	-	-	-	-
Law Enforcement	1,586,230	-	-	-
Committed				
Other commitments/encumbrances	656,573	-	85,399	27,497,909
Assigned				
Subsequent year's expenditures	-	-	-	-
Unassigned	41,617,940	-	(85,399)	-
Total fund balances	<u>45,364,278</u>	<u>-</u>	<u>-</u>	<u>27,497,909</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 63,302,537</u>	<u>\$ 3,212,860</u>	<u>\$ 2,983,479</u>	<u>\$ 31,840,360</u>

The accompanying notes are an integral part of this statement.

CAPITAL PROJECTS FUNDED WITH BOND PROCEEDS	GENERAL DEBT	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ 2,193,859	\$ 15,257,864	\$ 51,390	\$ 22,176,410
11,298,900	852,150	874,471	32,806,766
1,007,725	-	-	1,007,725
 - - 107,154 - - - - 2,665,724 - - - - <hr/> \$ 17,273,362	 - - 751,174 - - - - - - <hr/> \$ 16,861,188	 - 1,480,350 - - 506 622,092 - - <hr/> \$ 3,028,809	 - 3,937,673 29,062,880 477 1,140,060 25,518 45,215,144 24,350 <hr/> \$ 138,502,595
 - <hr/> \$ 471,163 - 2,824,547 - - 3,295,710 <hr/> 451,955	 - 7,311,519 - - 7,311,519 <hr/> - <hr/> \$ 7,311,519	 69,081 1,424,006 - - 1,971,093 <hr/> 1,971,093	 1,576,802 34,111,849 1,122,535 92,168 <hr/> 38,846,975 <hr/> 2,824,438
 - - - - 12,479,051 - 1,046,646 - - 13,525,697 <hr/> \$ 17,273,362	 - 241,908 639,738 - - 11,983 - - 893,629 <hr/> \$ 16,861,188	 241,908 10,189,407 - - 29,298,510 - - <hr/> \$ 3,028,809	 241,908 12,479,051 1,586,230 <hr/> 41,532,541 <hr/> 96,831,182 <hr/> \$ 138,502,595

CITY OF KENNER, LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
JUNE 30, 2023

Fund balances - total governmental funds	\$ 96,831,182
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets, net, used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.	139,172,170
Lease receivables related to the implementation of GASB 87 are not financial resources and, therefore, are not reported in the governmental funds.	2,281,168
Right of use assets associated with leases are not financial resources and, therefore, are not reported in the governmental funds.	998,738
Right of use assets associated with IT subscriptions are not financial resources and, therefore, are not reported in the governmental funds.	494,168
Deferred outflows of resources related to pensions are applicable to future reporting periods and, therefore, are not reported in the governmental funds	28,852,568
Deferred outflows of resources related to OPEB are applicable to future reporting periods and, therefore, are not reported in the governmental funds.	1,631,062
Internal service funds are used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	(5,303,401)
Certain revenues will be collected after year-end, but are not available soon enough to pay for the current period's expenditures and, therefore, are deferred in the funds.	2,824,438
Deferred inflows of resources related to pensions are applicable to future reporting periods and, therefore, are not reported in the governmental funds.	(4,438,059)
Deferred inflows of resources related to OPEB are applicable to future reporting periods and, therefore, are not reported in the governmental funds.	(1,251,503)
Deferred inflows of resources related to leases are applicable to future reporting periods and, therefore, are not reported in the governmental funds.	(2,282,230)
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds.	
Accrued interest payable	(73,212)
OPEB payable	(15,107,506)
Compensated absences	(5,658,515)
Bonds, notes, and loans payable (net of premiums, discounts, and deferred charges)	(41,281,674)
Finance lease liability	(2,149,236)
IT subscription liability	(510,490)
Accrued claim liability	(920,000)
Net pension liability	<u>(74,820,340)</u>
Net position of governmental activities	<u>\$ 119,289,328</u>

The accompanying notes are an integral part of this statement.

CITY OF KENNER, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	ONE PERCENT		FIRE PROTECTION	GENERAL CAPITAL PROJECTS
	GENERAL	SALES TAX OF 1984		
REVENUES				
Taxes	\$ 35,893,836	\$ 16,269,320	\$ 6,705,020	\$ -
Licenses and permits	5,286,680	-	-	-
Intergovernmental	1,732,820	-	-	3,810,747
Charges for services	760,631	-	1,470	-
Fines and forfeitures	1,254,117	-	-	-
Interest	1,070,482	-	20,610	249,267
Insurance proceeds	-	-	-	1,777,589
Miscellaneous	750,820	-	116	435,165
Total revenues	<u>46,749,386</u>	<u>16,269,320</u>	<u>6,727,216</u>	<u>6,272,768</u>
EXPENDITURES				
Current:				
General government	12,693,833	-	-	5,336,311
Public safety	22,850,384	-	11,933,966	3,938,203
Public works	5,954,999	-	-	565,963
Health and welfare	-	-	-	-
Culture and recreation	2,662,564	-	-	169,380
Transit and urban development	-	-	-	264,980
Debt service				
Principal	183,790	-	-	427,850
Interest and fiscal charges	67,619	-	-	51,863
Miscellaneous	-	-	-	-
Total expenditures	<u>44,413,189</u>	<u>-</u>	<u>11,933,966</u>	<u>10,754,550</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,336,197</u>	<u>16,269,320</u>	<u>(5,206,750)</u>	<u>(4,481,782)</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of property	-	-	-	705,000
Transfers in	14,936,267	-	5,206,750	3,961,714
Transfers out	(11,966,762)	(16,269,320)	-	(464,084)
Increase in obligations under finance lease	-	-	-	-
Total other financing sources and uses	<u>2,969,505</u>	<u>(16,269,320)</u>	<u>5,206,750</u>	<u>4,202,630</u>
Net change in fund balances	5,305,702	-	-	(279,152)
Fund balances - beginning of year	<u>40,058,576</u>	<u>-</u>	<u>-</u>	<u>27,777,061</u>
Fund balances - end of year	<u>\$ 45,364,278</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,497,909</u>

The accompanying notes are an integral part of this statement.

CAPITAL PROJECTS FUNDED WITH BOND PROCEEDS	GENERAL DEBT	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ -	\$ 3,043,708	\$ 4,950,127	\$ 66,862,011
-	-	-	5,286,680
1,377,188	-	153,769	7,074,524
-	-	3,920,931	4,683,032
-	-	-	1,254,117
332,885	647,958	21,035	2,342,237
-	-	-	1,777,589
-	-	-	1,186,101
<u>1,710,073</u>	<u>3,691,666</u>	<u>9,045,862</u>	<u>90,466,291</u>
-	-	-	18,030,144
-	-	-	38,722,553
5,230,150	-	7,246,163	18,997,275
-	-	229,138	229,138
-	-	-	2,831,944
-	-	726,677	991,657
44,122	3,686,000	167,000	4,508,762
7,209	842,965	37,156	1,006,812
<u>-</u>	<u>36,000</u>	<u>-</u>	<u>36,000</u>
<u>5,281,481</u>	<u>4,564,965</u>	<u>8,406,134</u>	<u>85,354,285</u>
<u>(3,571,408)</u>	<u>(873,299)</u>	<u>639,728</u>	<u>5,112,006</u>
-	-	-	705,000
3,272,657	2,379,295	2,783,738	32,540,421
-	(470,000)	(3,272,657)	(32,442,823)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>3,272,657</u>	<u>1,909,295</u>	<u>(488,919)</u>	<u>802,598</u>
(298,751)	1,035,996	150,809	5,914,604
<u>13,824,448</u>	<u>8,513,673</u>	<u>742,820</u>	<u>90,916,578</u>
<u>\$ 13,525,697</u>	<u>\$ 9,549,669</u>	<u>\$ 893,629</u>	<u>\$ 96,831,182</u>

CITY OF KENNER, LOUISIANA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

Net change in fund balances, total governmental funds	\$ 5,914,604
Amounts reported for governmental activities in the statement of activities are 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 depreciation expense:	
Capital outlays	4,989,755
Amortization expense on right to use asset - leases	(146,501)
Amortization expense on right to use asset - SBITAs	(164,723)
Depreciation expense	(9,676,041)
In the statement of activities, only the gain on the sale of capital assets is reported, while in the governmental funds, the proceeds from the sale increases financial resources. Thus, the change in net position differs from the change in the fund balance by the cost of the assets sold.	(120,000)
Certain governmental revenues will not be collected for several months after year-end and are deferred in the governmental funds.	(94,859)
The issuance of long-term debt (bonds, notes, etc.) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is issued, whereas the amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	3,604,301
Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities; however, interest expense is recognized as the interest accrues, regardless of when it is due.	4,127
Pension benefit (expense), which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the statement of activities.	(3,487,629)
The City's proportionate share of non-employer contributions to the pension plans are reported in the statement of activities.	1,815,034
Payment of compensated absences is reported as expenditures in the governmental funds when actually paid. However, on the statement of activities compensated absences are expensed as they are accrued. This is the change in the compensated absences liability.	85,378
OPEB benefit (expense), which is the change in the OPEB liability adjusted for changes in deferred outflows and inflows of resources related to OPEB, is reported in the statement of activities.	636,526
Contracts for long-term finance lease obligations provide current financial resources to governmental funds, while payments on finance lease obligations consume current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This is the change in the finance lease liability.	507,361
Contracts for subscription-based IT arrangement obligations provide current financial resources to governmental funds, while payments on subscription-based IT arrangement obligations consume current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This is the change in the IT subscription liability.	148,401
Long-term lease agreements are reported as income in the governmental funds when actually received; however, the lease agreements are recorded as a long-term receivable and income is recorded over the life of the agreement in the statement of activities. This is the change in lease receivable.	165,023
Donations of works of art are not reported in the governmental funds. However, the value of the works of art is reported in the statement of activities.	200,000
Payment of accrued claim liabilities are reported as expenditures in the governmental funds when actually paid. However, on the statement of activities settlement liabilities are expensed as they are accrued. This is the change in the accrued claim liability.	(920,000)
Internal service funds are used by management to charge the costs of insurance to individual funds. The net revenue (expense) of internal service funds are reported with governmental activities.	(317,685)
Change in net position of governmental activities	<u>\$ 3,143,072</u>

The accompanying notes are an integral part of this statement.

CITY OF KENNER, LOUISIANA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2023

<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</u>				GOVERNMENTAL	
DEPARTMENT OF	CIVIC	TOTAL	ACTIVITIES	INTERNAL	SERVICE FUNDS
WASTEWATER	CENTER				
OPERATIONS	OPERATIONS				
ASSETS					
Current assets:					
Cash	\$ -	\$ 463,290	\$ 463,290	\$ 817,035	
Equity in pooled cash	-	-	-	1,356	
Receivables (net, where applicable, of allowances for uncollectibles)					
Intergovernmental	118,776	169,044	287,820	-	
Service charges	3,280,779	112,318	3,393,097	-	
Other	-	22,433	22,433	-	
Due from other funds	114,817	-	114,817	-	
Restricted cash	12,070,382	-	12,070,382	-	
Prepaid items	-	833	833	-	
Refundable deposits	3,669	-	3,669	-	
Total current assets	<u>15,588,423</u>	<u>767,918</u>	<u>16,356,341</u>	<u>818,391</u>	
Noncurrent assets:					
Capital assets:					
Land	-	3,798,726	3,798,726	-	
Buildings and improvements	137,624,082	20,346,163	157,970,245	-	
Improvements other than buildings	-	2,490,052	2,490,052	-	
Furniture and fixtures	13,725,750	4,993,289	18,719,039	-	
Vehicles and field equipment	2,068,038	-	2,068,038	-	
Construction in progress	3,301,247	-	3,301,247	-	
Less: accumulated depreciation	<u>(91,182,591)</u>	<u>(20,656,287)</u>	<u>(111,838,878)</u>	<u>-</u>	
Total capital assets, net	<u>65,536,526</u>	<u>10,971,943</u>	<u>76,508,469</u>	<u>-</u>	
Total noncurrent assets	<u>65,536,526</u>	<u>10,971,943</u>	<u>76,508,469</u>	<u>-</u>	
Total assets	<u>\$ 81,124,949</u>	<u>\$ 11,739,861</u>	<u>\$ 92,864,810</u>	<u>\$ 818,391</u>	
DEFERRED OUTFLOWS OF RESOURCES					
	<u>235,891</u>	<u>-</u>	<u>235,891</u>	<u>-</u>	

(Continued)

CITY OF KENNER, LOUISIANA
STATEMENT OF NET POSITION (CONTINUED)
PROPRIETARY FUNDS
JUNE 30, 2023

BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS	
DEPARTMENT OF WASTEWATER OPERATIONS	CIVIC CENTER OPERATIONS	TOTAL			
LIABILITIES					
Current liabilities:					
Accounts payable	\$ 354,999	\$ 100,377	\$ 455,376	\$ 3,473	
Estimated claims payable	-	-	-	4,791,133	
Accrued liabilities	81,793	3,134	84,927	-	
Accrued bond interest	65,104	-	65,104	-	
Deposits on future events	-	295,593	295,593	-	
Due to other funds	8,348,692	1,542,234	9,890,926	1,327,186	
Bonds payable	<u>2,899,000</u>	-	<u>2,899,000</u>	-	
Total current liabilities	<u>11,749,588</u>	<u>1,941,338</u>	<u>13,690,926</u>	<u>6,121,792</u>	
NONCURRENT LIABILITIES					
Bonds payable	<u>29,135,014</u>	-	<u>29,135,014</u>	-	
Total noncurrent liabilities	<u>29,135,014</u>	-	<u>29,135,014</u>	-	
Total liabilities	<u>40,884,602</u>	<u>1,941,338</u>	<u>42,825,940</u>	<u>6,121,792</u>	
DEFERRED INFLOWS OF RESOURCES					
	-	3,750	3,750	-	
NET POSITION					
Net investment in capital assets	33,502,512	10,971,943	44,474,455	-	
Contributed capital:					
Ad valorem tax bonds	6,346,000	-	6,346,000	-	
Sales tax bonds	14,040,723	19,506,320	33,547,043	-	
Excess revenue bonds	-	2,642,162	2,642,162	-	
Federal government	32,623,517	-	32,623,517	-	
State government	3,952,285	2,805,747	6,758,032	-	
Municipal government	11,133,912	-	11,133,912	-	
Rate payers	7,863,943	-	7,863,943	-	
Restricted for capital projects	3,090,460	-	3,090,460	-	
Restricted for debt service	8,979,922	-	8,979,922	-	
Unrestricted	<u>(5,096,656)</u>	<u>(1,177,170)</u>	<u>(6,273,826)</u>	<u>(5,303,401)</u>	
Total net position	\$ 40,476,238	\$ 9,794,773	\$ 50,271,011	\$ (5,303,401)	

The accompanying notes are an integral part of this statement.

CITY OF KENNER, LOUISIANA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL
DEPARTMENT OF	CIVIC	ACTIVITIES	INTERNAL	SERVICE FUNDS
WASTEWATER	CENTER	INTERNAL	INTERNAL	SERVICE FUNDS
OPERATING REVENUES	OPERATING EXPENSES	NON-OPERATING REVENUES	(EXPENSES)	
Charges for services				
	\$ 8,791,301	\$ 1,537,106	\$ 10,328,407	\$ 5,332,863
Total operating revenues	<u>8,791,301</u>	<u>1,537,106</u>	<u>10,328,407</u>	<u>5,332,863</u>
Personnel services	2,498,912	(3,764)	-	-
Supplies and other expenses	892,041	99,525	991,566	-
Building and maintenance expenses	2,564,549	555,745	3,120,294	-
Outside services	1,348,373	1,392,546	2,740,919	154,816
Public works	-	-	-	-
Insurance claims	-	-	-	340,595
Insurance premiums	-	122,090	122,090	5,185,466
Depreciation	4,209,031	575,941	4,784,972	-
Other	19,118	-	19,118	-
Total operating expenses	<u>11,532,024</u>	<u>2,742,083</u>	<u>11,778,959</u>	<u>5,680,877</u>
Operating loss	<u>(2,740,723)</u>	<u>(1,204,977)</u>	<u>(3,945,700)</u>	<u>(348,014)</u>
Ad valorem taxes	658,934	-	658,934	-
Hotel/motel taxes	-	132,494	132,494	-
Cable television franchise fees	-	277,385	277,385	-
Intergovernmental	-	-	-	-
Amortization of bond premium	(9,796)	-	(9,796)	-
Interest income	549,452	2,002	551,454	30,329
Interest expense	<u>(484,832)</u>	<u>-</u>	<u>(484,832)</u>	<u>-</u>
Total non-operating revenues (expense)	<u>713,758</u>	<u>411,881</u>	<u>1,125,639</u>	<u>30,329</u>
Income (loss) before contributions and transfers	<u>(2,026,965)</u>	<u>(793,096)</u>	<u>(2,820,061)</u>	<u>(317,685)</u>
Capital contributions	-	-	-	-
Transfers out	<u>(752,673)</u>	<u>-</u>	<u>(752,673)</u>	<u>-</u>
Transfers in	<u>470,000</u>	<u>185,074</u>	<u>655,074</u>	<u>-</u>
Change in net position	<u>(2,309,638)</u>	<u>(608,022)</u>	<u>(2,917,660)</u>	<u>(317,685)</u>
Net position - beginning of year	<u>42,785,876</u>	<u>10,402,795</u>	<u>53,188,671</u>	<u>(4,985,716)</u>
Net position - end of year	<u>\$ 40,476,238</u>	<u>\$ 9,794,773</u>	<u>\$ 50,271,011</u>	<u>\$ (5,303,401)</u>

The accompanying notes are an integral part of this statement.

CITY OF KENNER, LOUISIANA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</u>				GOVERNMENTAL
DEPARTMENT OF	CIVIC	ACTIVITIES	INTERNAL	INTERNAL
WASTEWATER	CENTER	INTERNAL	INTERNAL	SERVICE FUNDS
OPERATIONS	OPERATIONS	TOTAL		
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from customers	\$ 8,111,659	\$ 1,539,003	\$ 9,650,662	\$ 5,332,863
Payments to suppliers	(7,537,910)	(2,233,309)	(9,771,219)	(5,725,725)
Internal activity - payments (to)/from other funds	<u>814,464</u>	<u>-</u>	<u>814,464</u>	<u>500,955</u>
Net cash provided (used) by operating activities	<u>1,388,213</u>	<u>(694,306)</u>	<u>693,907</u>	<u>108,093</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Ad valorem taxes	658,934	-	658,934	-
Hotel/motel taxes	-	132,494	132,494	-
Cable television franchise fees	-	279,702	279,702	-
Internal activity - payments (to)/from other funds	<u>(282,673)</u>	<u>185,075</u>	<u>(97,598)</u>	<u>-</u>
Net cash provided by noncapital financing activities	<u>376,261</u>	<u>597,271</u>	<u>973,532</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Intergovernmental	33,442	107,403	140,845	-
Payments on long-term debt	(2,183,000)	-	(2,183,000)	-
Proceeds from long-term debt	1,367,471	-	1,367,471	-
Interest paid on long-term debt	(469,788)	-	(469,788)	-
Purchases of capital assets	<u>(1,013,684)</u>	<u>-</u>	<u>(1,013,684)</u>	<u>-</u>
Net cash used by capital and related financing activities	<u>(2,265,559)</u>	<u>107,403</u>	<u>(2,158,156)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest and dividends received	<u>549,452</u>	<u>2,002</u>	<u>551,454</u>	<u>30,329</u>
Net cash provided (used) by investing activities	<u>549,452</u>	<u>2,002</u>	<u>551,454</u>	<u>30,329</u>
Net increase (decrease) in cash and cash equivalents	48,367	12,370	60,737	138,422
Cash and cash equivalents, beginning of year	<u>12,022,015</u>	<u>450,920</u>	<u>12,472,935</u>	<u>679,969</u>
Cash and cash equivalents, end of year	<u>\$ 12,070,382</u>	<u>\$ 463,290</u>	<u>\$ 12,533,672</u>	<u>\$ 818,391</u>

(Continued)

CITY OF KENNER, LOUISIANA
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES	
DEPARTMENT OF WASTEWATER OPERATIONS	CIVIC CENTER OPERATIONS	TOTAL	INTERNAL SERVICE FUNDS		
Reconciliation to Statement of Net Position:					
Cash	\$ -	\$ 463,290	\$ 463,290	\$ 817,035	
Restricted cash	12,070,382	-	12,070,382	-	
Equity in pooled cash	-	-	-	1,356	
 Cash and cash equivalents, end of year	 \$ 12,070,382	 \$ 463,290	 \$ 12,533,672	 \$ 818,391	
 Reconciliation of operating income to net cash provided by (used for) operating activities:					
Operating loss	\$ (2,740,723)	\$ (1,204,977)	\$ (3,945,700)	\$ (348,014)	
 Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:					
Depreciation	4,209,031	575,941	4,784,972	-	
Change in current assets and current liabilities:					
Decrease (increase) in receivables	(679,642)	(13,065)	(692,707)	-	
Decrease (increase) in due from other funds	17,869	-	17,869	-	
Decrease (increase) in prepaid expenses	-	(833)	(833)	-	
Increase (decrease) in accounts payable	(214,262)	(38,673)	(252,935)	3,473	
Increase (decrease) in accrued liabilities	(655)	(27,661)	(28,316)	-	
Increase (decrease) in estimated claims payable	-	-	-	(48,321)	
Increase (decrease) in due to other funds	796,595	-	796,595	500,955	
Increase (decrease) in deposits on future events	-	14,962	14,962	-	
 Total adjustments	 4,128,936	 510,671	 4,639,607	 456,107	
Net cash provided by (used for) operating activities	\$ 1,388,213	\$ (694,306)	\$ 693,907	\$ 108,093	
 Noncash investing, capital, and financing activities:					
Contributions of capital	\$ 814,864	\$ -	\$ 814,864	\$ -	
Acquisitions of property, plant and equipment through capital contributions	(814,864)	-	(814,864)	-	
Net effect of noncash activities	 \$ -	 \$ -	 \$ -	 \$ -	

CITY OF KENNER, LOUISIANA
STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2023

	AIRPORT SALES TAX FUND	VETERANS BLVD ECONOMIC DEVELOPMENT FUND	TOTAL
ASSETS			
Equity in pooled cash	\$ 3	\$ 460,641	\$ 460,644
Receivables (net, where applicable, of allowance for uncollectibles)			
Intergovernmental	<u>509,307</u>	-	<u>509,307</u>
Total assets	<u><u>509,310</u></u>	<u><u>460,641</u></u>	<u><u>969,951</u></u>
LIABILITIES			
Due to other governments	<u>\$ 509,310</u>	\$ -	<u>\$ 509,310</u>
Total liabilities	<u><u>509,310</u></u>	-	<u><u>509,310</u></u>
NET POSITION	<u><u>\$ -</u></u>	<u><u>\$ 460,641</u></u>	<u><u>\$ 460,641</u></u>

The accompanying notes are an integral part of this statement.

CITY OF KENNER, LOUISIANA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	AIRPORT SALES TAX FUND	VETERANS BLVD ECONOMIC DEVELOPMENT FUND	TOTAL
REVENUES			
Taxes	\$ 4,171,952	\$ 460,641	\$ 4,632,593
Total revenues	<u>4,171,952</u>	<u>460,641</u>	<u>4,632,593</u>
EXPENDITURES			
Distributions to other governments	4,171,952	-	4,171,952
Total expenditures	<u>4,171,952</u>	<u>-</u>	<u>4,171,952</u>
Change in net position	-	460,641	460,641
Net position - beginning of year	-	-	-
Net position - end of year	<u>\$ -</u>	<u>\$ 460,641</u>	<u>\$ 460,641</u>

The accompanying notes are an integral part of this statement.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

City of Kenner, Louisiana's (the "City") system of government is established by its Home Rule Charter which became effective in 1974. The City operates under a mayor-council form of government. The financial statements of City of Kenner, Louisiana have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applicable to government units. The Governmental Accounting Standards Board (GASB) promulgates accounting principles generally accepted in the United States of America and reporting standards for state and local governments. The principles are found in the Codification of Governmental Accounting and Financial Reporting Standards, published by GASB. The more significant of the City's accounting policies are described below.

1. REPORTING ENTITY

The City's basic financial statements include the accounts of all City operations. The criteria for including organizations as component units within the City's reporting entity, as set forth in Section 2100 of GASB's *Codification of Governmental Accounting and Financial Reporting Standards*, include whether:

- the organization is legally separate (can sue and be sued in their own name)
- the City holds the corporate powers of the organization
- the City appoints a voting majority of the organization's board
- the City is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the City
- there is fiscal dependency by the organization on the City

Based on the aforementioned criteria, the City of Kenner has no component units.

The Police Chief is an elected official elected by the citizenry in a general, popular election. The City Council approves the annual budget for the Police Department and dedicates portions of the City's revenues to fund this department. The Police Department is not legally separate, and, therefore, is a function of the primary government and its operations are reported as a part of the City's General Fund.

2. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the City. Interfund services provided and used are not eliminated in the process of consolidation. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely, to a significant extent, on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. Certain *indirect costs* are included as part of the program expenses reported for individual functions and activities. Interest on long-term debt is considered an indirect expense and is reported separately on the statement of activities. *Program revenues* include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds, and custodial funds, even though the latter are excluded from the government-wide financial statements. Major individual enterprise funds are reported as separate columns in the fund financial statements.

The government-wide financial statements are reported using the *economic measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements (including custodial funds). Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Federal grant revenue is considered available if collected within 150 days after fiscal year end. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, other postemployment benefits, compensated absences, claims and judgments, and pension costs are recorded only when payment is due.

Those revenues susceptible to accrual are property taxes, franchise taxes, beer taxes, parking taxes, and certain state shared revenues such as tobacco taxes, parish transportation funds, and video poker monies. Property taxes are recorded as deferred inflows of resources if measurable, but not available. Sales taxes collected and held by intermediary collecting governments at year-end on behalf of the City government also are recognized as revenue. Fines and permits are not susceptible to accrual because generally they are not measurable until received in cash. Federal and state grants are recorded as deferred inflows of resources if measurable but not available. Revenues from rentals and leases are recorded when earned. Income on deposits, cash equivalents, and investments is recorded when measurable and available. Other receipts and taxes become measurable and available when cash is received by the government and are recognized as revenue at that time.

A deferred outflow of resources represents a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expenditure/expense) until that future time.

A deferred inflow of resources represents an acquisition of net assets that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time.

The City reports the following major governmental funds:

The *General Fund* is the City's primary operating fund. It accounts for all financial resources and expenditures of the general government, except those required to be accounted for in another fund.

The *One Percent Sales Tax of 1984 Fund* accounts for the proceeds of sales taxes generated by a 1 percent sales tax increase. These funds are to be used to fund a municipal homestead exemption, police protection, and various other city services.

The *Fire Protection Fund* accounts for the proceeds of ad valorem taxes which are specifically dedicated for the functions performed by this fund.

The *General Capital Projects Fund* accounts for projects originally funded by the General Fund and the Department of Wastewater Operations Fund. Also included are projects funded by riverboat fees as well as Community Development Block Grants.

The *Capital Projects Funded with Bond Proceeds Fund* accounts for projects funded by the 2013A Series Bond proceeds. Also included are projects funded by loans from the Louisiana Department of Environmental Quality (LDEQ) and the Louisiana Local Government Environmental Facilities.

The *General Debt Fund* accounts for the tax levy needed to comply with the interest and principal redemption requirements of bond indentures for the LDEQ Taxable Sewer Revenue Bond, Series 2009, the LDEQ Taxable Sewer Sales Tax Bonds Series 2015, and the Sales Tax Refunding Bonds Series 2020.

The City reports the following major enterprise funds:

The *Department of Wastewater Operations Fund* accounts for the sewer services provided to the residents of the City of Kenner.

The *Civic Center Operations Fund* accounts for the operations of the Pontchartrain Civic Center.

The City reports one fiduciary fund, which is a custodial fund and it accounts for assets held by the City as a custodian for other governmental entities.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (CONTINUED)

The Airport Sales Tax Fund (custodial fund) is used to account for the proceeds of sales taxes generated from a special 2% sales tax assessed within the Airport Taxing District, and to distribute to the appropriate taxing bodies. This fund is custodial in nature and is reported in the financial statements using the economic resources measurement focus. Accordingly, it presents a statement of fiduciary net position and a statement of changes in fiduciary net position.

The Veterans Boulevard Economic Development Fund (custodial fund) is used to account for the proceeds of sales taxes generated from a special 2% sales tax assessed within the Economic Development Taxing District to pay the costs of economic development projects, and to distribute to the appropriate entity. This fund is custodial in nature and is reported in the financial statements using the economic resources measurement focus. Accordingly, it presents a statement of fiduciary net position and a statement of changes in fiduciary net position. The outside entity is required to submit qualified expense requests to the City in order for the City to incur the distribution. As of June 30, 2023, no requests have been submitted.

Additionally, the City reports the following fund types:

Internal service funds account for health insurance and self-insurance (automobile, property damage, worker's compensation) provided to other departments or agencies of the City on a cost reimbursement basis.

Amounts reported as *program revenues* include: 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Department of Wastewater Operations Fund, Civic Center Operations Fund, and the City's internal service funds are charges to customers for services. Operating expenses for enterprise funds and internal service funds include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

The City reports uncollected revenue on its governmental fund balance sheet as deferred inflows of resources. Uncollected revenue arises when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred inflows of resources also arise when resources are received by the City before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the City has legal claim to the resources, the deferred inflows of resources for unavailable revenues are removed from the governmental fund balance sheet and revenue is recognized.

4. BUDGETARY ACCOUNTING

Formal budgetary accounting is employed as a management control device and budgets are legally adopted at the fund level, except for the General Fund for which appropriations are adopted at the department level. Budgets are included as either required supplementary information or other supplementary information for the following funds:

General Fund

Special Revenue Funds

One Percent Sales Tax of 1984
Community Development Block Grant
Garbage Collection and Disposal
Streets and Drainage
Fire Protection

Debt Service Funds

General Debt
Ad Valorem Tax Bonds
Firemen's Pension Merger

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. BUDGETARY ACCOUNTING (CONTINUED)

Enterprise Funds

 Department of Wastewater Operations
 Civic Center Operations

Budgetary data for the Capital Project Funds is not presented since these funds are budgeted over the life of the respective project and not on an annual basis. Budgetary accounting is not used for the Internal Service Funds (Self Insurance and Health Insurance Funds) because management considers effective budgetary control achieved since their amounts, which are charged back to other funds, are included as expenditures in each Fund's budget.

Expenditures may not exceed budgeted appropriations at the fund level, except for the General Fund, which is at the departmental level. Appropriations lapse at year-end.

Budgets for the General, Special Revenue, Debt Service, and Enterprise Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP), except that encumbrances are treated as budgeted expenditures in the year of incurrence of the commitment to purchase.

5. CASH, INVESTMENTS, AND POOLED ASSETS

The City maintains three cash pools as follows:

- a. General Pool - maintains cash balances for all funds except the paving assessments and sewerage assessments funds.
- b. Paving Assessments Pool - maintains cash balances for the General Fund and Debt Service Fund.
- c. Sewerage Assessments Pool - maintains cash balances for the General Fund and Debt Service Fund.

The City follows the practice of pooling cash of all funds except for Internal Service Funds and restricted funds due to Trust Agreements and Bond Indenture Agreements. Total cash of the Pool is reported in all funds as "Equity in Pooled Cash". Funds with a negative Equity in Pooled Cash report the advance as an interfund payable and the General Fund, which has been determined to be the receivable fund by management, reports an offsetting interfund receivable. Interest earned on pooled cash is allocated to each individual fund based on its month end "Equity in Pooled Cash".

The entire cash balances in the General Pool Cash account, the Capital Projects Funded with Bond Proceeds, the General Capital Projects Fund, and the Enterprise Funds are invested in interest bearing bank accounts. Interest is allocated among funds in the General Pool Cash account on the basis of ending monthly cash balances. The balances not needed for transactions in the other accounts are deposited in individual money market funds earning interest at market rates; minimal checks can be written on these accounts.

For the purpose of the statement of net position, cash includes all demand and money market accounts of the City. For the purpose of the proprietary funds statements of cash flows, all highly liquid investments (including "equity in pooled cash") with maturity of three months or less when purchased are considered to be cash equivalents.

The City is authorized under state law to deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the United States, or laws of the United States. Under state laws, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. State Law R.S. 39:1225 provides that the amount of the security shall at all times be equal to 100% of the amount on deposit to the credit of each depositing authority, except that portion of the deposits insured by any governmental agency insuring bank deposits, which is organized under the laws of the United States.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

5. CASH, INVESTMENTS, AND POOLED ASSETS (CONTINUED)

State Law R.S. 33:2955 allows the investment in direct United States Treasury obligations; bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by federal agencies or U.S. government instrumentalities, which are federally sponsored; direct security repurchase agreements of any federal book entry only securities guaranteed by the U.S. government; time certificates of deposit of any bank domiciled or having a branch office in the state of Louisiana; savings accounts or shares of certain savings and loan associations and savings banks; certain accounts of federally or state chartered credit unions; certain mutual or trust fund institutions; certain guaranteed investment contracts; and investment grade commercial paper of domestic United States corporations.

6. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds". Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net position. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

7. INVENTORIES

The inventory of materials and supplies acquired by the governmental funds is accounted for under the purchase method. The inventory of parts for vehicle maintenance is accounted for under the consumption method. All inventories are recorded in the General Fund at cost, determined by the first-in, first-out method.

8. CAPITAL ASSETS

Capital assets, which include land and land improvements, works of art, buildings, improvements other than buildings, vehicles, furniture, fixtures and equipment, and infrastructure assets (streets, roads, bridges, canals, and sewer and drainage systems), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. Capital assets received in a service concession arrangement are reported at acquisition value rather than fair value. Major additions are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

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 in the business-type activities column in the government-wide financial statements.

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

Depreciation on all capital assets, excluding land improvements and construction in progress, is calculated on the straight-line method over the following estimated useful lives:

<u>Asset Description</u>	<u>Asset Life (Years)</u>
Buildings and building improvements	40
Street system	20 to 40
Drainage system	25
Office equipment	5 to 12
Machinery and equipment	10
Vehicles	5
Bridges	40 to 80
Sewerage system	10 to 50
Improvements other than buildings	10 to 30

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

9. INTANGIBLE ASSETS

The City has a policy to capitalize any intangible assets which exceed \$50,000 in accordance with Governmental Accounting Standards Board Statement (GASBS) No. 51, “*Accounting and Financial Reporting for Intangible Assets*”. Intangible assets also include a right-to-use asset associated with certain lease obligations.

10. COMPENSATED ABSENCES

Vacation (annual leave) and sick pay (sick leave) are accrued when earned. Accumulated annual leave and vested sick leave as of the end of the fiscal year is valued using employees’ current rates of pay and the liability for these compensated absences is recorded as long-term debt in the government-wide financial statements.

In the fund financial statements, the governmental funds report a liability for compensated absences for the amount that has matured as a result of employee resignations and retirements. The government-wide financials report the total accumulated unpaid annual and sick leave on the statement of net position and the statement of activities.

11. LONG-TERM OBLIGATIONS

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond and loan premiums and discounts are deferred and amortized over the life of the bonds or loans using the effective interest method. Bonds and loans payable are reported net of the applicable bond premium or discount.

Noncurrent liabilities include estimated amounts for accrued compensated absences, other postemployment benefits, net pension liabilities, accrued claims liabilities, finance lease obligations, and subscription-based information technology arrangement liabilities that will not be paid within the next fiscal year.

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Municipal Employees’ Retirement System (MERS), Municipal Police Employees’ Retirement System of Louisiana (MPERS), and Firefighters Retirement System (FRS) and additions to/deductions from MERS, MPERS, and FRS fiduciary net position have been determined on the same basis as they are reported by MERS, MPERS, and FRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

Information relating to the City’s other postemployment benefits obligation, deferred inflows and deferred outflows of resources, and other post-employment benefits expense, was calculated by the City’s actuary, Lewis and Ellis, Inc.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

12. FUND BALANCE/NET POSITION

In the government-wide financial statements, net position comprises the various net earnings from revenues and expenses. Net position is classified in the following components:

- a. *Net investment in capital assets* - consists of right of use assets and capital assets including restricted capital assets, net of accumulated depreciation and amortization, reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. *Restricted net position* - consists of net positions with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. *Unrestricted net position* - all other net positions that do not meet the definition of “restricted” or “net investment in capital assets”.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

12. FUND BALANCE/NET POSITION (CONTINUED)

In the fund financial statements, fund balance is classified in the following components:

- a. *Nonspendable* - amounts that are not in spendable form (such as inventory and prepaids) or are required to be maintained intact.
- b. *Restricted* - amounts constrained for specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.
- c. *Committed* - amounts constrained for specific purposes that are internally imposed by the City Council itself, using its highest level of decision-making authority through an ordinance. To be reported as committed, amounts cannot be used for any other purpose unless the City Council takes the same highest level action to remove or change the constraint.
- d. *Assigned* - amounts the City intends to use for a specific purpose that are neither considered restricted nor committed. Intent can be expressed by the City or by an official or body to which the City delegates the authority. Under the City's policy, the Mayor and City Council may assign amounts for specific purposes and the City Council can approve.
- e. *Unassigned* - the residual amount of fund balance which does not fall into one of the other components. Positive amounts are reported only in the general fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balance 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 its commitment or assigned actions. The City does not have a formal minimum fund balance policy.

13. INTERFUND SERVICES

Interfund services are accounted for as revenues, expenditures, or expenses. Interfund services that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund services are reported as transfers.

For the purposes of the statement of activities, all interfund transfers between individual governmental funds have been eliminated.

14. ACCOUNTING ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make certain estimates and assumptions. Those estimates affect the reported amounts of assets and liabilities and disclosure of assets and liabilities at the date of the financial statements. They may also affect the reported amounts of revenues and expenses of proprietary funds and the government-wide financial statements during the reporting period. Actual results could differ from these estimates.

15. LEASES

In June 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 87, *Leases*, which became effective for the fiscal year ended June 30, 2022. This Statement outlines a single model for certain leases based on the foundational principle that leases are financings of the right to use of an underlying asset. Other than short term leases, under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The City determines if an agreement is a lease or contains a lease at inception. The lease term for accounting purposes may include options to extend or terminate the lease when it is reasonably certain that the City will exercise. Right-to-use assets and the corresponding lease liabilities are recorded at the commencement date based on the present value of lease payments over the expected lease term. For further information on these leasing arrangements, see Note N on leases.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

16. ADOPTION OF NEW ACCOUNTING STANDARDS

In May 2020, the Governmental Accounting Standards Board (GASB) issued Statement No. 96, *Subscription-Based Information Technology Arrangements*, which became effective for the fiscal year ended June 30, 2023. This Statement provides guidance on the accounting and financial reporting for a subscription-based information technology arrangements (SBITAs) for governments. It establishes that a SBITA results in a right-to-use subscription asset and a corresponding subscription liability. The City has analyzed the provisions of GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, and has concluded that there is one SBITA which qualifies for adjustment and disclosure under the new statement. No cumulative effect adjustment recorded in the year of adoption was considered necessary since there was no material difference in the accounting for this SBITA under the new standard.

17. PREPAID ITEMS

Prepaid items are recorded in the year the expenditures are accrued using the consumption method.

NOTE B - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

1. BUDGETARY PROCEDURES

The procedures used by the City in establishing the budgetary data reflected in the financial statements are as follows:

- a. On or before May 1 of each year, the Mayor recommends to the City Council proposed operating and capital budgets for the ensuing fiscal year. The budget is prepared by fund, department (for the General Fund), function, and object, and includes information on the past year, current year estimates, and requested appropriations for the ensuing fiscal year.
- b. The proposed budget is summarized and advertised and, by June 15, public hearings are conducted to obtain taxpayer comments.
- c. The operating budget is then legally adopted through council ordinance by June 15.
- d. The Mayor is authorized to transfer budgeted amounts within funds, except for the General Fund which is at the departmental level; however, any revisions that alter the total expenditures of a fund or department in the case of the General Fund must be approved by the City Council.

2. BUDGETARY COMPARISON

The budget data reflected in the schedules of revenues, expenditures, and changes in fund balances - budget and actual includes the effect of such appropriation amendments approved by the City Council during the current year. These amendments may re-appropriate designated and/or reserved funds rolling forward from the previous year as well as amend the distributions of operating funds already appropriated.

Budgetary comparison information is required to be presented for the general fund and each major special revenue fund with a legally adopted budget. The City adopts annual operating budgets for the general fund and all special revenue funds. The major special revenue funds are One Percent Sales Tax of 1984 Fund and the Fire Protection Fund. Since accounting principles applied for the purposes of developing data on a budgetary basis differ from those used to present financial statements in conformity with generally accepted accounting principles (GAAP), a reconciliation of the resulting basis and timing differences in the net change in fund balances for the year ended June 30, 2023, is presented as a note in required supplementary information.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE C - DEPOSITS AND INVESTMENTS

Deposits

At June 30, 2023, the City of Kenner has cash (book balances) totaling \$68,795,883 as follows:

Governmental Funds:	
Money market funds	\$ 891,364
Demand deposits	54,087,947
Petty cash	3,865
Proprietary Funds:	
Enterprise Funds:	
Petty cash	500
Demand deposits	12,533,172
Internal Service Funds:	
Demand deposits	818,391
Custodial Funds:	
Demand deposits	460,644
	<u><u>\$ 68,795,883</u></u>

Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits might not be recovered. The City's deposit policy for custodial credit risk conforms to state law, as described in Note A. At June 30, 2023, the City's demand deposits and money market funds bank balances of \$68,447,499 were entirely secured by federal deposit insurance, pledged securities held by the City's agent, and by letters of credit.

Restricted Cash and Investments

Certain assets of the Wastewater Fund, the Debt Service Funds, and the Capital Projects Funds are classified as restricted assets on the statement of net position because their use is limited by applicable bond covenants or enabling legislation and they are maintained in separate bank accounts.

Investments

Custodial credit risk is defined as the risk that, in the event of failure of the counterparty, the City will not be able to recover the value of its investment. The City is not exposed to custodial credit risk at June 30, 2023, since the investments are held in the name of the City. The City's investment policy conforms to state law, as described in Note A, which has no provision for custodial credit risk.

Concentration of credit risk relates to the amount of investments in any one entity. At June 30, 2023, the City had no investments in any one entity which exceeded 5% of total investments, except obligations of government-sponsored entities, which are implicitly guaranteed by the federal government.

Interest rate risk is defined as the risk that changes in interest rates will adversely affect the fair value of an investment. The City's investment policy conforms to state law, which does not include a policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

As required by GASB 72, investments are reported at fair value. Fair value is described as an exit price. GASB 72 requires a government to use valuation techniques that are appropriate under the circumstances and for which sufficient data is available to measure fair value. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs. GASB 72 also establishes a hierarchy of inputs to valuation techniques used to measure fair value, which has three levels. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities. Level 2 inputs are inputs, other than quoted prices, included within Level 1 that are observable for the asset or liability, whether directly or indirectly. Finally, Level 3 inputs are unobservable inputs, such as management's assumption of the default rate among underlying mortgages of a mortgage-backed security. This statement requires disclosure to be made about fair value measurements, the level of fair value hierarchy, and valuation techniques. These disclosures are organized by type of asset or liability. All of the City's investments are classified in Level 1 of the fair value hierarchy and are valued using prices quoted in active markets for those securities.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE C - DEPOSITS AND INVESTMENTS (CONTINUED)

Investments (Continued)

As of June 30, 2023, the City had the following investment in debt securities:

<u>Investment Type</u>	<u>Fair Value</u>	Investment Maturities (in Years)			
		<u>Less Than 1</u>	<u>1-5</u>	<u>6-10</u>	<u>Greater Than 10</u>
Obligations of Government-Sponsored Entities	<u>\$ 1,007,725</u>	<u>\$ 1,007,725</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Credit risk is defined as the risk that an insurer or other counterparty to an investment will not fulfill its obligations. The City invested only in obligations of federal agencies or federally sponsored entities in the amount of \$1,007,725, which are rated AAA by Moody's. The type of investments allowed by state law ensures that the City is not exposed to credit risk.

NOTE D - EQUITY IN POOLED CASH

A reconciliation of total equity in pooled cash is presented below.

<u>Equity in Pooled Cash</u>	<u>General Pool</u>	<u>Paving Assessments Pool</u>	<u>Sewerage Assessments Pool</u>	<u>Total</u>
Cash	<u>\$ 32,958,890</u>	<u>\$ 303,629</u>	<u>\$ 6,247</u>	<u>\$ 33,268,766</u>
Total Equity in Pooled Cash	<u>\$ 32,958,890</u>	<u>\$ 303,629</u>	<u>\$ 6,247</u>	<u>\$ 33,268,766</u>

Equity in Pool

General Fund	\$ 17,138,100	\$ 285,075	\$ 6,247	\$ 17,429,422
Sales Tax Fund	177,351	-	-	177,351
Fire Protection Fund	2,174,472	-	-	2,174,472
Enterprise Funds	-	-	-	-
Custodial Funds	460,644	-	-	460,644
General Debt	833,596	18,554	-	852,150
Internal Service Funds	1,356	-	-	1,356
Consolidated General Capital Projects	-	-	-	-
Consolidated Capital Projects w/Bond Proceeds	11,298,900	-	-	11,298,900
Nonmajor Governmental Funds	874,471	-	-	874,471
Total Equity in Pool	<u>\$ 32,958,890</u>	<u>\$ 303,629</u>	<u>\$ 6,247</u>	<u>\$ 33,268,766</u>

Daily operations may occasionally result in minor deficiencies in individual allocations of pooled cash, which are resolved by temporary interfund loans.

NOTE E - ALLOWANCE FOR DOUBTFUL ACCOUNTS

An allowance for estimated uncollectible receivables is established based on historical collection experience and other relevant circumstances. The allowance for estimated uncollectibles at June 30, 2023, consists of the following amounts:

General Fund	<u>\$ 1,052,547</u>
Proprietary Funds:	
Department of Wastewater Operations	<u>\$ 56,755</u>

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE F - SALES TAX

A sales tax of 9.75% for the period of July 1, 2022 through June 30, 2023, was collected on purchases in the City of Kenner (food and drugs are taxed at a 6% rate, and hotel/motel rooms at a 9% rate). Of the 9.75% total, 5.0% is levied by the state and 4.75% by Jefferson Parish, for itself and other local government subdivisions within the Parish. The following table for parish taxes lists the effective year of each authorized tax rate, the Parish-wide tax rate (which includes $\frac{1}{6}\%$ retained by the Parish), the rate collected for the benefit of the Jefferson Parish School Board, and the rate collected for the benefit of the City of Kenner.

Effective Date	Parish-Wide Rate	School Board Rate	City Rate
1954	1%	$\frac{1}{2}\%$	$\frac{1}{2}\%$
1966	1%	$\frac{1}{2}\%$	$\frac{1}{2}\%$
1980	$\frac{1}{2}\%$	$\frac{1}{2}\%$	-
1981	$\frac{1}{2}\%$	-	$\frac{1}{3}\%$
1984	1%	-	1
1993	$\frac{1}{2}\%$	$\frac{1}{2}\%$	-
1994	$\frac{1}{4}\%$	-	$\frac{1}{4}\%$
TOTAL	$4\frac{3}{4}\%$	2%	$2\frac{7}{12}\%$

The Jefferson Parish Sheriff's Office (a separate reporting entity) collects all parish taxes, except on motor vehicle sales, and retains 9.5 to 11% as a collection commission on the share going to local governments. The state collects parish taxes on motor vehicle sales and remits them back to the parish of registration.

The Sheriff prorates this motor vehicle tax back to the municipalities in proportion to the sales tax collected within each municipality. Taxes due on sales in a month must be remitted by the merchants to the Sheriff by the 20th of the following month. The Sheriff distributes these collections to the local governments approximately 30 days later.

NOTE G - AD VALOREM TAX

The ad valorem tax on real property is levied as of November 15th of each year. The tax becomes an enforceable lien on the property on the first day of the month following the filing of the tax rolls by the Assessor with the Louisiana Tax Commission (usually December 1st). The tax bills are mailed by the City in mid-November and are due upon receipt. The taxes become delinquent on January 1st in the year after levy. The taxes are levied on property values determined by the Jefferson Parish Assessor's Office. All land and residential improvements are assessed at 10% of their fair market value and other property at 15% of its fair market value. Ad valorem taxes are levied (per \$1,000 assessed value) in varying amounts for maintenance and operation, debt service and capital improvements for the City. The number of mills levied for 2022 which are collected and reported as revenue for the fiscal year ended June 30, 2023, is as follows:

Fund	2022
	MILLS
City of Kenner Municipal Tax	1.97
Garbage Collection	1.61
Fire Protection	7.40
Sewerage, Collection and Treatment	1.14
Acquiring, Construction, Improving and Maintaining Public Streets	5.59
Total	17.71

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE H - CAPITAL ASSETS

1. Capital asset activity for the fiscal year ended June 30, 2023, was as follows:

Governmental Activities	<u>June 30, 2022</u>	<u>Additions</u>	<u>Reductions</u>	<u>Completed Construction</u>	<u>June 30, 2023</u>
Capital assets not being depreciated:					
Land	\$ 11,592,898	\$ -	\$ (120,000)	\$ -	\$ 11,472,898
Works of art	2,160,128	200,000	-	-	2,360,128
Construction-in-progress	30,753,807	2,345,851	-	-	33,099,658
Total capital assets not being depreciated	<u>44,506,833</u>	<u>2,545,851</u>	<u>(120,000)</u>	<u>-</u>	<u>46,932,684</u>
Capital assets being depreciated:					
Buildings and building improvements	59,635,944	-	-	-	59,635,944
Improvements other than buildings	15,458,011	201,349	-	-	15,659,360
Street system	287,468,296	-	-	-	287,468,296
Drainage system	378,927,269	-	-	-	378,927,269
Furniture, fixtures, and equipment	23,573,573	1,406,660	-	-	24,980,233
Vehicles	20,432,313	1,035,895	-	-	21,468,208
Bridges	4,283,102	-	-	-	4,283,102
Total capital assets being depreciated	<u>789,778,508</u>	<u>2,643,904</u>	<u>-</u>	<u>-</u>	<u>792,422,412</u>
Right-of-use assets being amortized:					
Right-of-use lease assets	404,799	794,413	-	-	1,199,212
Right-of-use SBITA assets	-	658,891	-	-	658,891
Total right-of-use assets being amortized	<u>404,799</u>	<u>1,453,304</u>	<u>-</u>	<u>-</u>	<u>1,858,103</u>
	<u>June 30, 2022</u>	<u>Additions</u>	<u>Reductions</u>	<u>Completed Construction</u>	<u>June 30, 2023</u>
Less accumulated depreciation for:					
Buildings and building improvements	42,330,994	1,073,559	-	-	43,404,553
Improvements other than buildings	7,830,364	856,836	-	-	8,687,200
Street system	235,024,449	3,901,027	-	-	238,925,476
Drainage system	366,761,669	2,190,632	-	-	368,952,301
Furniture, fixtures, and equipment	19,557,495	867,951	-	-	20,425,446
Vehicles	17,046,714	667,625	-	-	17,714,339
Bridges	1,955,200	118,411	-	-	2,073,611
Total accumulated depreciation	<u>690,506,885</u>	<u>9,676,041</u>	<u>-</u>	<u>-</u>	<u>700,182,926</u>
Total capital assets being depreciated, net	<u>99,271,623</u>	<u>(7,032,137)</u>	<u>-</u>	<u>-</u>	<u>92,239,486</u>
Less accumulated amortization for:					
Right-of-use lease assets	53,973	146,501	-	-	200,474
Right-of-use SBITA assets	-	164,723	-	-	164,723
Total accumulated amortization	<u>53,973</u>	<u>311,224</u>	<u>-</u>	<u>-</u>	<u>365,197</u>
Total right-of-use assets being amortized, net	<u>350,826</u>	<u>1,142,080</u>	<u>-</u>	<u>-</u>	<u>1,492,906</u>
Governmental activities capital assets, net	<u>\$ 144,129,282</u>	<u>\$ (3,344,206)</u>	<u>\$ (120,000)</u>	<u>\$ -</u>	<u>\$ 140,665,076</u>

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE H - CAPITAL ASSETS (CONTINUED)

	June 30, 2022	Additions	Reductions	Completed Construction	June 30, 2023
Business-Type Activities					
Capital assets not being depreciated:					
Land	\$ 3,798,726	\$ -	\$ -	\$ -	\$ 3,798,726
Construction-in-progress	2,997,113	814,864	-	(510,730)	3,301,247
Total capital assets not being depreciated	6,795,839	814,864	-	(510,730)	7,099,973
Capital assets being depreciated:					
Buildings and building improvements	135,681,471	709,550	-	-	136,391,021
Improvements other than buildings	24,069,274	-	-	-	24,069,274
Furniture, fixtures, and equipment	18,719,039	-	-	-	18,719,039
Vehicles	2,068,038	-	-	-	2,068,038
Total capital assets being depreciated	180,537,822	709,550	-	-	181,247,372
Less accumulated depreciation for:					
Buildings and building improvements	67,646,231	2,571,828	-	-	70,218,059
Improvements other than buildings	22,234,364	1,834,910	-	-	24,069,274
Furniture, fixtures, and equipment	15,532,620	293,037	-	-	15,825,657
Vehicles	1,640,689	85,197	-	-	1,725,886
Total accumulated depreciation	107,053,904	4,784,972	-	-	111,838,876
Total capital assets being depreciated, net	73,483,918	(4,075,422)	-	-	69,408,496
Business-type activities capital assets, net	<u>\$ 80,279,757</u>	<u>\$ (3,260,558)</u>	<u>\$ -</u>	<u>\$ (510,730)</u>	<u>\$ 76,508,469</u>

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE H - CAPITAL ASSETS (CONTINUED)

2. Depreciation and amortization expense was charged to functions/programs of the City as follows:

Governmental activities:

General government	\$ 589,114
Public safety	1,342,568
Public works	6,479,279
Culture and recreation	1,238,041
Health and welfare	<u>27,039</u>
	<u><u>\$ 9,676,041</u></u>

Total depreciation expense - governmental activities

Governmental activities:

General government	\$ 184,219
Public safety	46,045
Public works	<u>80,960</u>
	<u><u>\$ 311,224</u></u>

Business-type activities:

Wastewater Operations	\$ 4,209,031
Civic Center Operations	<u>575,941</u>
	<u><u>\$ 4,784,972</u></u>

3. Construction in progress for governmental activities is comprised of the following:

	Project/Contract		Required	
	Authorization	Expended to	Future	Financing
	June 30, 2023	June 30, 2023	Committed	
General government	\$ -	\$ -	\$ -	\$ -
Public safety	1,405,318	939,567	465,751	465,751
Public works	34,757,700	32,160,091	2,597,609	2,597,609
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Total	<u>\$ 36,163,018</u>	<u>\$ 33,099,658</u>	<u>\$ 3,063,360</u>	<u>\$ 3,063,360</u>

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE I - LONG-TERM DEBT

1. GENERAL OBLIGATION, SPECIAL TAX, AND EXCESS REVENUE BONDS

Long-term debt at June 30, 2023, includes the following serial bonds and loans:

	<u>Interest Rates</u>	<u>Final Maturity Date</u>	<u>Amount Authorized</u>	<u>Amount Incurred</u>	<u>Amount Outstanding</u>
Governmental Activities					
Sales Tax Bonds, Series 2020	0.76 - 2.69%	6/1/2035	34,825,000	\$ 34,825,000	\$ 32,385,000
LDEQ loan, Sewer Revenue Bonds, Series 2009 - Direct Borrowing	0.45%	11/1/2030	22,000,000	22,000,000	10,326,822
Excess Revenue Certificate of Indebtedness	2.97%	3/21/2029	1,750,000	1,750,000	1,094,000
Total Governmental Activities				<u>\$ 58,575,000</u>	<u>\$ 43,805,822</u>
Business-Type Activities					
Sewer Revenue Bonds, Series 2019	2.1 - 3.4%	11/1/2036	12,045,000	12,045,000	11,250,000
LDEQ loan, Sewer Revenue Bonds, Series 2012 - Direct Borrowing	0.45%	11/1/2034	21,000,000	21,000,000	13,446,000
LDEQ loan, Clean Water Revolving Fund	0.45%	6/1/2041	9,500,000	1,771,028	1,655,029
LDEQ loan, Sales Tax Bonds, Series 2015 - Direct Borrowing	0.45%	6/1/2037	15,000,000	7,569,328	5,810,328
Total Business-Type Activities				<u>\$ 42,385,356</u>	<u>\$ 32,161,357</u>
Total Bonds				<u>\$ 100,960,356</u>	<u>\$ 75,967,179</u>

2. EXCESS REVENUE CERTIFICATE OF INDEBTNESS:

On September 17, 2019, the City issued \$1,750,000 of Series 2019 Excess Revenue Certificates of Indebtedness to pay off two loans with the Firefighters Retirement System that were incurred from a merger into the System. This is a taxable loan and is payable semiannually at a rate of 2.97%. No interest was capitalized; interest incurred and expensed during the year was \$37,156. At June 30, 2023, the outstanding balance on the loan was \$1,094,000. In the event of default, the lender may declare all payments plus a default fee at a rate of 2% immediately due and payable.

3. SALES TAX REVENUE REFUNDING BONDS SERIES 2020

On December 22, 2020, the City issued \$34,825,000 of Series 2020 Sales Tax and Refunding Bonds to currently refund the outstanding Series 2013 Bonds. These bonds were issued with a discount of \$278,600, which reduces the balance of the debt, and is being amortized over the life of the bonds. The new issue resulted in net savings of \$896,700, which is the difference between the old debt and the new debt which was reflected as a gain in the fiscal year of issuance, and a deferred amount of \$2,991,645, which is being amortized over the life of the bonds. No interest was capitalized; interest incurred and expensed during the year was \$674,101. As of June 30, 2023, the outstanding balance of this loan, net of discount, was \$32,162,119. The City will be in default if it fails to pay principal or interest when due. In the event of default, the owners of the bonds shall be entitled to exercise all rights and powers for which provision is made under Louisiana law.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE I - LONG-TERM DEBT (CONTINUED)

4. LOUISIANA DEPARTMENT OF ENVIRONMENTAL QUALITY LOAN

In 2009, the City executed a loan agreement with the Louisiana Department of Environmental Quality (the “LDEQ”) for the purpose of providing funding for the rehabilitation of the sewer system within the City. This loan is classified as direct borrowing. The LDEQ Taxable Sewer Bonds Series 2009 authorized a loan amount of \$22,000,000 with an interest rate of 0.45%. As of June 30, 2023, \$10,326,822 was outstanding. The City has drawn a total of \$22,000,000 through June 30, 2023. Total interest and administrative fees paid during the year ended June 30, 2023, were \$49,274 and \$54,749, respectively. Any revenues available to the City for the debt service payment, excluding sales taxes, are pledged as collateral for the loan. The City will be in default if it fails to pay principal, interest or administrative fees when due. In the event of default, the LDEQ has the right to take any action permitted or required pursuant to the agreement and take whatever other action necessary to collect the amounts then due.

In 2012, the City executed another loan agreement with the Louisiana Department of Environmental Quality (the “LDEQ”) for the purpose of providing funding for the rehabilitation of the sewer system within the City. This loan is classified as direct borrowing. The LDEQ Taxable Sewer Bonds Series 2012 authorized a loan amount of \$21,000,000 with an interest rate of 0.45%. As of June 30, 2023, \$13,446,000 was outstanding. The City has drawn a total of \$21,000,000 through June 30, 2023. Total interest and administrative fees paid during the year ended June 30, 2023, were \$62,876 and \$69,863, respectively. Net revenues from the operation of the wastewater system are pledged as collateral for this loan. The City will be in default if it fails to pay principal, interest or administrative fees when due or comply with any bond covenants for 30 days after first notice of default. In the event of default, the LDEQ has the right to take any action permitted or required pursuant to the agreement and take whatever other action necessary to collect the amounts then due.

In 2015, the City executed another loan agreement with the Louisiana Department of Environmental Quality (the “LDEQ”) for the purpose of providing funding for the rehabilitation of the sewer system within the City. This loan is classified as direct borrowing. The LDEQ Taxable Sales Tax Bonds Series 2015 authorized a loan amount of \$15,000,000 with an interest rate of 0.45%. As of June 30, 2023, \$5,810,328 was outstanding. The City has drawn a total of \$7,569,328 through June 30, 2023. Total interest and administrative fees paid during the year ended June 30, 2023, were \$26,935 and \$29,928 respectively. Sales tax revenue was pledged as collateral for this loan. The City will be in default if it fails to pay principal, interest or administrative fees when due. In the event of default, the LDEQ has the right to take any action permitted or required pursuant to the agreement and take whatever other action necessary to collect the amounts then due.

In 2019, the City executed another loan agreement with the Louisiana Department of Environmental Quality (the “LDEQ”) for the purpose of providing funding for the rehabilitation of the sewer system within the City. This loan is classified as direct borrowing. The LDEQ Revolving Fund Loan authorized a loan amount of \$9,500,000 with an interest rate of 0.45%. As of June 30, 2023, \$1,655,029 was outstanding. The City has drawn a total of \$1,771,028 through June 30, 2023. Total interest and administrative fees paid during the year ended June 30, 2023, were \$4,111 and \$4,568, respectively. Sales tax revenue was pledged as collateral for this loan. The City will be in default if it fails to pay principal, interest or administrative fees when due. In the event of default, the LDEQ has the right to take any action permitted or required pursuant to the agreement and take whatever other action necessary to collect the amounts then due.

5. SEWER REFUNDING BONDS SERIES 2019

On December 26, 2019, the City issued \$12,045,000 of Series 2019 Sewer Refunding Bonds to provide for the planning, construction, improvement, maintenance, operation and funding of improvements to the City’s wastewater collection, treatment and disposal system, and partially refund the Sewer Revenue Bonds Series 2011. These bonds were issued with a discount of \$166,527, which reduces the balance of the debt, and is being amortized over the life of the bonds. The new issue resulted in net savings of \$722,680 and a deferred amount of \$308,473, which is being amortized over the life of the bonds. Interest paid during the year was \$337,048. As of June 30, 2023, the outstanding balance of this loan, net of discount, was \$11,122,657. \$12,274,447, which included \$615,565 of prior debt service funds, was placed in escrow to pay off the 2011 Sewer Bonds. Net revenues from the operation of the wastewater system were pledged as collateral for these bonds. The City will be in default if it fails to pay principal or interest when due. In the event of default, the owners of the bonds shall be entitled to exercise all rights and powers for which provision is made under Louisiana law.

6. FINANCE LEASES

The City has several finance lease obligations in effect during the year ended June 30, 2023. During the year ended June 30, 2022, the City of Kenner implemented GASB Statement No. 87, *Leases*. For more information on these leases, as well as the financial and reporting effects of GASB Statement No. 87, see Note N.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE I - LONG-TERM DEBT (CONTINUED)

7. SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

The City has one significant subscription obligation for software in effect during the year ended June 30, 2023. During the year ended June 30, 2023, the City of Kenner implemented GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. For more information on this arrangement, as well as the financial and reporting effects of GASB Statement No. 96, see Note O.

8. COMPENSATED ABSENCES

General

All employees, except police and fire employees, earn sick leave at the following rates:

Full time employees:	1 day/month not to exceed 12 days/year
Regular part time employees:	$\frac{1}{2}$ day/month not to exceed 6 days/year

Employees earn annual leave in varying amounts according to years of service as follows:

<u>Service (years)</u>	<u>Amount</u>
Full time employees:	
0 - 5	1 day/month
5 - 10	$1\frac{1}{2}$ day/month
over 10	2 days/month
Regular part time employees:	
0 - 5	$\frac{1}{2}$ day/month
5 - 10	$\frac{3}{4}$ day/month
over 10	1 day/month

Employees can take their annual leave as soon as it is accrued. Annual leave not used by December 31 of the calendar year is determined for each employee. Employees retain all annual leave up to a maximum of 45 days to be paid upon separation of service or may be used in lieu of sick leave once sick leave has been exhausted. This carry forward time is not available to be taken as annual leave in future periods. Annual leave is payable upon separation of service. Sick leave is accumulated without time limitation and is payable up to a maximum of 90 days upon retirement or death.

In accordance with Statement No. 16 of the Governmental Accounting Standards Board, "Accounting for Compensated Absences," an additional liability is recorded for salary related payments associated with the future payment of compensated absences. Such salary related payments consist of the City's portion of Medicare tax expense.

Fire Department

Firefighters receive 18 days of annual leave after one year of service. After 10 years of service, employees receive one additional day of annual leave for each additional year of service up to a maximum of 30 days per year. Vacation time not used by December 31 is lost.

Firefighters receive 720 hours of sick leave when they join the Department. No additional hours are earned. At retirement, the employee is paid for any unused sick leave up to a maximum of 90 days. In addition, firefighters can receive 365 days of sick leave with medical determination.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE I - LONG-TERM DEBT (CONTINUED)

8. COMPENSATED ABSENCES (CONTINUED)

Police Department

Police personnel earn annual leave in varying amounts according to years of service as follows:

<u>Service (years)</u>	<u>Civil Service Amount</u>
0 - 1 Year	0 Days
1 - 10 Years	15 Days
10 - 20 Years	20 Days
Over 20 Years	25 Days

Non-civil service employees earn annual leave as previously detailed for general employees of the City.

These hours are accrued on January 1st and are for use only in the calendar year. Hours not taken by December 31st are lost. If an employee terminates employment, he or she is paid for the annual leave remaining on the books.

Police personnel earn sick leave at the following rates:

Full time employees:	8 hours/month not to exceed 12 days (96 hours)/year
Regular part time employees:	$\frac{1}{2}$ day (4 hours)/month not to exceed 6 days (48 hours)/year

Upon retirement, employees are entitled to receive pay for accrued, unused sick leave days up to a maximum of 90 days.

The General Fund, CDBG Fund, Streets and Drainage Fund, and the Fire Protection Fund have typically been used in prior years to liquidate the liability for compensated absences, net pension obligation, and other postemployment benefits.

9. CHANGES IN LONG-TERM DEBT

The following is a summary of long-term debt transactions of the City for the year ended June 30, 2023:

	Balance 6/30/2022	Issue or Additions	Payments or Expenditures	Discount/ (Premium)	Balance 6/30/2023	Net of Unamortized Premium/ Discount 6/30/2023	Due Within One Year
Governmental Activities:							
Sales Tax							
Revenue Refunding Bonds 2020	\$ 34,583,546	\$ -	\$ 2,440,000	\$ 18,573	\$ 32,162,119	\$ 32,385,000	\$ 2,460,000
LDEQ loan, Sewer Revenue							
Bonds, Series 2009 - Direct							
Borrowing	11,572,822	- -	1,246,000	- -	10,326,822	10,326,822	1,255,000
Excess Revenue Certificate							
of Indebtness	1,261,000	- -	167,000	- -	1,094,000	1,094,000	172,000
OPEB Liability (Note Q)	13,632,921	2,451,909	977,324	- -	15,107,506	15,107,506	935,046
Net Pension Liability (Note R)	44,334,325	41,357,844	10,871,829	- -	74,820,340	74,820,340	- -
Finance lease liability	1,862,184	794,413	507,361	- -	2,149,236	2,149,236	561,336
Subscription-based IT							
arrangement liability	- -	658,891	148,401	- -	510,490	510,490	158,789
Estimated claims payable	4,839,454	339,536	387,857	- -	4,791,133	4,791,133	2,087,480
Accrued claim payable	- -	1,200,000	280,000	- -	920,000	920,000	240,000
Compensated Absences	5,743,893	1,672,968	1,758,346	- -	5,658,515	5,658,515	2,520,371
Total							
Governmental Activities	<u>\$ 117,830,145</u>	<u>\$ 48,475,561</u>	<u>\$ 18,784,118</u>	<u>\$ 18,573</u>	<u>\$ 147,540,161</u>	<u>\$ 147,763,042</u>	<u>\$ 10,390,022</u>
Business-Type Activities:							
Sewer Revenue Bonds 2019	\$ 11,772,861	\$ - -	\$ 660,000	\$ 9,796	\$ 11,122,657	\$ 11,250,000	\$ 670,000
LDEQ loan, Sewer Revenue							
Bonds 2012 - Direct Borrowing	14,499,000	- -	1,053,000	- -	13,446,000	13,446,000	1,063,000
LEDQ loan, Clean Water							
Revolving Fund	680,402	1,057,627	83,000	- -	1,655,029	1,655,029	442,000
LDEQ loan, Sales Tax Bonds							
2015 - Direct Borrowing	5,887,484	309,844	387,000	- -	5,810,328	5,810,328	724,000
Total							
Business-Type Activities	<u>\$ 32,839,747</u>	<u>\$ 1,367,471</u>	<u>\$ 2,183,000</u>	<u>\$ 9,796</u>	<u>\$ 32,034,014</u>	<u>\$ 32,161,357</u>	<u>\$ 2,899,000</u>

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE I - LONG-TERM DEBT (CONTINUED)

9. CHANGES IN LONG-TERM DEBT (CONTINUED)

The annual requirements to maturity for Sales Tax Revenue Refunding Bonds Series 2020 as of June 30, 2023, are as follows:

Year Ending, June 30,	Principal	Interest
2024	\$ 2,460,000	\$ 655,630
2025	2,485,000	630,907
2026	2,510,000	601,956
2027	2,550,000	564,030
2028	2,595,000	521,675
2029-2033	13,795,000	1,772,908
2034-2035	5,990,000	239,005
	<u>32,385,000</u>	<u>\$ 4,986,111</u>
Less Bond Discount	<u>(222,881)</u>	
Net Debt Service Requirement	<u><u>\$ 32,162,119</u></u>	

The annual requirements to maturity for the LDEQ Taxable Sewer Bond Series 2009 as of June 30, 2023, are as follows:

Year Ending, June 30,	Principal	Interest
2024	\$ 1,255,000	\$ 43,647
2025	1,266,000	37,975
2026	1,275,000	32,257
2027	1,286,000	26,495
2028	1,296,000	20,686
2029-2031	3,948,822	26,748
Debt Service Requirement	<u>\$ 10,326,822</u>	<u>\$ 187,808</u>

The annual requirements to maturity for the LDEQ Taxable Sewer Bond Series 2012 as of June 30, 2023, are as follows:

Year Ending, June 30,	Principal	Interest
2024	\$ 1,063,000	\$ 58,115
2025	1,073,000	53,309
2026	1,083,000	48,458
2027	1,094,000	43,560
2028	1,104,000	38,615
2029-2033	5,681,000	117,228
2034-2035	2,348,000	10,593
Debt Service Requirement	<u>\$ 13,446,000</u>	<u>\$ 369,878</u>

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE I - LONG-TERM DEBT (CONTINUED)

9. CHANGES IN LONG-TERM DEBT (CONTINUED)

The annual requirements to maturity for the LDEQ Taxable Sales Bond Series 2015 as of June 30, 2023, are as follows:

Year Ending, June 30,	Principal	Interest
2024	\$ 724,000	\$ 26,146
2025	731,000	22,889
2026	738,000	19,599
2027	745,000	16,278
2028	752,000	12,925
2029-2031	2,120,328	18,333
Debt Service Requirement	<u>\$ 5,810,328</u>	<u>\$ 116,170</u>

The loan has not been fully disbursed as of June 30, 2023. The annual future payments will change once all of the loan proceeds have been received.

The annual requirements to maturity for the LDEQ Taxable Sewer Bond Series 2019 as of June 30, 2023, are as follows:

Year Ending, June 30,	Principal	Interest
2024	\$ 172,000	\$ 32,492
2025	178,000	27,383
2026	183,000	22,097
2027	188,000	16,662
2028	194,000	11,078
2029	179,000	5,316
Debt Service Requirement	<u>\$ 1,094,000</u>	<u>\$ 115,028</u>

The annual requirements to maturity for the Sewer Refunding Bonds Series 2019 as of June 30, 2023 are as follows:

Year Ending, June 30,	Principal	Interest
2024	\$ 670,000	\$ 322,747
2025	685,000	307,500
2026	705,000	290,810
2027	720,000	272,457
2028	740,000	252,743
2029-2033	4,035,000	927,583
2034-2037	3,695,000	253,081
Debt Service Requirement	<u>11,250,000</u>	<u>\$ 2,626,921</u>
Less Bond Discount	<u>(127,343)</u>	
	<u>\$ 11,122,657</u>	

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE I - LONG-TERM DEBT (CONTINUED)

9. CHANGES IN LONG-TERM DEBT (CONTINUED)

The annual requirements to maturity for the LDEQ Cleanwater Revolving Loan as of June 30, 2023 are as follows:

Year Ending, June 30,	Principal	Interest
2024	\$ 442,000	\$ 7,446
2025	446,000	5,458
2026	450,000	3,452
2027	317,029	1,427
Debt Service Requirement	<u>\$ 1,655,029</u>	<u>\$ 17,783</u>

The loan has not been fully disbursed as of June 30, 2023. The annual future payments will change once all of the loan proceeds have been received.

Future payments for the finance lease agreements as of June 30, 2023, are as follows:

Year Ending, June 30,	Principal	Interest
2024	\$ 561,336	\$ 96,279
2025	554,668	72,815
2026	579,061	48,421
2027	342,251	23,058
2028	<u>111,920</u>	<u>3,341</u>
	<u>\$ 2,149,236</u>	<u>\$ 243,914</u>

Future payments for the subscription-based information technology arrangements as of June 30, 2023, are as follows:

Year Ending, June 30,	Principal	Interest
2024	\$ 158,789	\$ 35,734
2025	169,904	24,619
2026	<u>181,797</u>	<u>12,726</u>
	<u>\$ 510,490</u>	<u>\$ 73,079</u>

Future payments for the accrued claim liability as of June 30, 2023 are as follows:

Year Ending, June 30,	Payments
2024	\$ 240,000
2025	240,000
2026	240,000
2026	<u>200,000</u>
	<u>\$ 920,000</u>

10. COMPLIANCE

There are a number of limitations and restrictions contained in the various bond indentures. The City is in compliance with all significant limitations and restrictions, including federal arbitrage regulations.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE J - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

A summary of interfund transfers at June 30, 2023, are as follows:

	Transfer In:								
	General Fund	General Capital Projects	Capital Projects with Bond Proceeds	Fire Protection	General Debt (Major)	Nonmajor Governmental	Department of Wastewater Operations	Civic Center Operations	Total
Transfer Out:									
General Fund	\$ -	\$ 3,961,714	\$ -	\$ 4,523,464	\$ 1,162,538	\$ 2,133,971	\$ -	\$ 185,074	\$ 11,966,762
One Percent Sales Tax of 1984 Fund	14,936,267	-	-	683,286	-	649,767	-	-	16,269,320
Fire Protection	-	-	-	-	-	-	-	-	-
General Debt	-	-	-	-	-	-	-	-	-
General Capital Projects	-	-	-	-	464,084	-	-	-	464,084
Nonmajor Governmental	-	-	3,272,657	-	-	-	-	-	3,272,657
Capital Projects Funded with Bonds Proceeds	-	-	-	-	-	-	-	-	-
General Debt (Major)	-	-	-	-	-	-	470,000	-	470,000
Department of Wastewater Operations	-	-	-	-	752,673	-	-	-	752,673
Total	\$ 14,936,267	\$ 3,961,714	\$3,272,657	\$ 5,206,750	\$ 2,379,295	\$ 2,783,738	\$ 470,000	\$ 185,074	\$ 33,195,496

Transfers are primarily used to move funds from:

General Fund – to the General Capital projects for the gaming revenues dedicated for capital projects, to the Nonmajor Governmental funds (Garbage Collection and Disposal fund), and the Fire Protection fund because dedicated revenues are not sufficient to cover expenditures, to the Civic Center Operations Fund to cover the expenditures of the Civic Center, and to the Community Development Fund to cover the expenditures of the City's Resource centers, Food Bank and the portion of Community Development's administrative expenditures not covered by the CDBG grant.

One Percent Sales tax of 1984 Fund – to the General, Nonmajor Governmental fund (Garbage Collection & Disposal fund), and Fire Protection funds to reimburse losses from homestead exemption, to pay expenditures for the Nonmajor Governmental fund (Streets and Drainage Fund) and the remaining funds are transferred to the General Fund.

General Capital Projects – to the Major Governmental fund (Notes and Other Debt) to provide additional funding for debt service of the 2009 LDEQ Loan.

Nonmajor Governmental Funds – from the Roads and Bridges fund to the General Capital Projects Funds with bond proceeds for the funding of future capital projects.

Wastewater Operations – to the Major Governmental funds (General Debt Fund) for debt service on the 2009 LDEQ loan.

General Debt Fund – to the Wastewater fund to provide funding for debt service of the 2019 Sewer Revenue Bonds.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE J - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (CONTINUED)

The composition of interfund balances as of June 30, 2023, is as follows:

Due to/from other funds

Receivable Fund	Payable Fund	Amount
General Fund	One Percent Sales Tax of 1984 Fund	\$ 3,156,241
	General Capital Projects Fund	1,497,118
	General Capital Projects Funded with Bond Proceeds	2,824,547
	Nonmajor Governmental Funds	1,039,581
	Department of Wastewater Operations	8,348,692
	Internal Service Funds	1,327,186
	Consolidated General Debt (Major)	7,311,519
	Civic Center Operations	1,542,234
	Fire Protection	1,878,319
One Percent Sales Tax of 1984 Fund	Nonmajor Governmental Funds	310,733
Fire Protection	One Percent Sales Tax of 1984 Fund	46,535
	Property Tax	739,838
Department of Wastewater Operations	Property Tax	114,817
General Capital Projects Fund	General Fund	11,904,785
General Capital Projects Funded with Bond Proceeds	Property Tax	451,955
	Nonmajor Governmental Funds	73,692
	General Capital Projects Fund	2,140,077
Nonmajor Governmental Funds	General Fund	382,763
	One Percent Sales Tax of 1984 Fund	10,084
	Property Tax	229,245
		<u><u>\$45,329,961</u></u>

The above due to/from other funds were short-term receivables or payables in the normal course of the City's operations.

NOTE K - TREASURE CHEST RIVERBOAT CASINO AGREEMENT

The City of Kenner and Treasure Chest Casino, L.L.C. entered into a lease of property in Laketown, Kenner on December 3, 1993 for Treasure Chest Casino, L.L.C.'s riverboat gaming operations. The term of the lease is divided into three phases, an Initial Term, a Primary Term, and at the Lessee's option, one or more Renewal Terms. The "Initial Term" of the lease began on the date of execution and continued until July 1, 1994. The "Primary Term" of the lease was for five years beginning on July 1, 1994, and the Lessee had the option to extend the term of this lease for six additional Renewal Terms of five years each. The lease is currently renewed through July 1, 2024. Lease payments to the City include a minimum annual rent ("Base Rent") determined by multiplying the actual number of passengers during the first three quarters of the prior fiscal year by \$2.50. In addition to the Base Rent, the Lessee shall pay to the City an amount equal to \$2.50 for each passenger in excess of the number of passengers used to determine the Base Rent for that particular year ("Per Capita Rent"). In addition to the Base Rent and Per Capita Rent, the Lessee pays the City the "Percentage Rent" in an amount equal to the greater of 1% of its net gaming proceeds and any admission fees in excess of \$10.00 per passenger or the "minimum percentage rent". The Minimum Percentage Rent equals the Percentage Rent for the first three quarters of the preceding base fiscal year. Such Percentage Rent shall be used to subsidize City projects such as City Recreational Facilities, City Playgrounds, Tourism Advertisement and Brochures, Convention Center/Hotel Shuttle, Trolley Transportation, City Museums, Alzheimer's Center Operations, City Sponsored Summer Camps, and City Senior Citizens Activities. Any funds remaining shall be dedicated to City capital projects.

The Kenner Police Department is entitled to 24% of all lease revenues received by the City. Additionally, the lessee agrees to pay to the Kenner Police Department the greater of \$400,000 or 1% of net gaming proceeds.

During the year ended June 30, 2022, the City of Kenner implemented GASB Statement No. 87, *Leases*. For more information on the financial and reporting effects of GASB Statement No. 87 on this lease agreement, see Note N.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE L - RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. To account for and finance its uninsured risks of loss, the City has established a Self-Insurance Fund (an internal service fund). Under this program, the Self-Insurance Fund provides coverage for up to a maximum of \$500,000 for each general liability claim, except up to a maximum of \$50,000 for each Law Enforcement general liability claim, with commercial insurance for claims in excess of coverage provided by the fund up to \$5,000,000; \$500,000 for each auto liability claim with commercial insurance for claims in excess of coverage provided by the fund up to \$5,000,000; \$550,000 for each worker's compensation claim, excluding police and fire, with commercial insurance for claims in excess of coverage provided by the fund up to \$1,000,000; and \$550,000 for each police and fire workers compensation claim in with commercial insurance for claims in excess of coverage provided by the fund up to \$1,000,000. The City purchases commercial insurance for all other risks of loss. Settled claims have not exceeded this commercial coverage in any of the past four fiscal years. Also, the Fund provides coverage for auto/physical damage which requires a \$1,000 deductible per department per occurrence. The remaining balance on the claim is paid by the Fund.

All funds of the City with employees, except for the Department of Wastewater Operations and the Civic Center Operations Funds, participate in the program and make payments to the fund based on an actuarial valuation dated November 2003 adjusted by the actual performance of the programs using historical experience. The claims liability of \$4,791,133 (which includes claims incurred but not reported in the Fund at June 30, 2023) is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Changes in the balances of claims liabilities during fiscal years 2021, 2022, and 2023 were as follows:

	<u>Beginning of Fiscal Year Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claim Payments</u>	<u>Balance at Fiscal Year End</u>
2020 - 2021	\$ 5,409,263	\$ 1,246,881	\$(1,063,575)	\$ 5,592,569
2021 - 2022	5,592,569	(86,171)	(666,944)	4,839,454
2022 - 2023	4,839,454	339,536	(387,857)	4,791,133

The amount of estimated claims payable due within one year of these financial statements is \$2,087,480.

HEALTH INSURANCE

The City provides health and accident insurance to its employees through health maintenance organizations (HMO's) and commercial insurance carriers. The City has no additional liability other than the initial premiums.

NOTE M - COMMITMENTS AND CONTINGENCIES

LITIGATION

The City is a defendant in a number of claims and lawsuits resulting principally from personal injury and property damage. The City Attorney and outside counsel have reviewed these claims and lawsuits in order to evaluate the likelihood of an unfavorable outcome to the City and to arrive at an estimate, if any, of the amount or range of potential loss to the City. The City's "reasonably possible" loss contingencies have been estimated to be immaterial and have not been accrued in these financial statements. All material probable claims have been accrued as liabilities in the City's Self-Insurance Fund (see Note L for additional details), the General Fund, and the Property Sales Proceeds Capital Improvement Fund. During the year ended June 30, 2023, a settlement was reached with a former vendor for \$1,200,000, which resulted in a claim liability of \$920,000 as of June 30, 2023, with the current portion being \$240,000. This liability is recorded in the Statement of Net Position. The settlement resulted in one up-front payment and fifty monthly installment payments, with final installment due on April 1, 2027.

FEDERALLY ASSISTED PROGRAMS

The City receives significant financial assistance from numerous federal and state governmental agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements.

CONSTRUCTION

Construction commitments are discussed in Note H.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE M - COMMITMENTS AND CONTINGENCIES (CONTINUED)

ENCUMBRANCES

Significant encumbrances by fund are as follows:

Fund	Amounts
General Fund	\$ 656,573
Fire Protection	85,399
General Capital Projects	1,646,693
Capital Projects Funded with Bond Proceeds	1,046,646
Other Governmental Funds	11,983
Total Encumbrances	<u>\$ 3,447,294</u>

NOTE N - LEASES

During the year ended June 30, 2022, the City of Kenner implemented Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases*. GASB Statement No. 87 enhances the relevance and consistency of information of the government's leasing activities. It establishes requirements for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under GASB Statement No. 87, leases will be categorized into three different categories: short-term leases, leases that transfer ownership, and all other leases.

For short-term leases, payments will be recorded as expenses as incurred by the lessee and revenue as received by the lessor.

For leases that transfer ownership at the end of the lease, the City classifies these leases as finance leases. Governmental fund assets under finance leases are recorded in the government-wide financial statements. As of June 30, 2023, the City has five finance lease agreements as lessee. See Note I for more information on the City of Kenner's finance lease liability balance.

On September 15, 2017, the City entered into a lease-purchase finance agreement with a vendor for vehicles under a five-year finance lease. The original net present value of this lease was \$672,594, with a corresponding interest rate of 2.90%. Under the terms of this agreement, the titles of the vehicles may be turned over to the City at the conclusion of the lease, if the City exercises its purchase option. The City has exercised this option. The vehicles, valued at \$672,594, are included in capital assets.

On March 2, 2020, the City entered into a lease-purchase finance agreement with a vendor for vehicles under a four-year finance lease. The original net present value of this lease was \$188,589, with a corresponding interest rate of 4.75%. Under the terms of this agreement, the titles of the vehicles may be turned over to the City at the conclusion of the lease, if the City exercises its purchase option. The vehicles, valued at \$188,589, are included in capital assets.

On February 12, 2020, the City entered into a lease-purchase finance agreement with a vendor for radios under a seven-year finance lease. The original net present value of this lease was \$215,298, with a corresponding interest rate of 3.94%. Under the terms of this agreement, the ownership of the radios may be turned over to the City at the conclusion of the lease, if the City exercises its purchase option. The radios, valued at \$215,298, are included in capital assets.

On December 2, 2020, the City entered into a lease-purchase finance agreement with a vendor for radios under a seven-year finance lease. The original net present value of this lease was \$633,056, with a corresponding interest rate of 3.58%. Under the terms of this agreement, the ownership of the radios may be turned over to the City at the conclusion of the lease, if the City exercises its purchase option. The radios, valued at \$633,056, are included in capital assets.

On June 29, 2021, the City entered into a lease-purchase finance agreement with a vendor for vehicles under a five-year finance lease, beginning when the City took possession of the vehicles, which was June 2022. The original net present value of this lease was \$962,676, with a corresponding interest rate of 5.83%. Under the terms of this agreement, the titles of the vehicles may be turned over to the City at the conclusion of the lease, if the City exercises its purchase option. The vehicles, valued at \$962,676, are included in capital assets.

For all other lease obligations, a lessee is required to recognize a lease liability and an intangible right to use lease asset.

On October 20, 2021, the City entered into a lease agreement with De Lage Landen Financial Services, Inc. for the use of heavy equipment. The term of the lease is 60 months, commencing on November 1, 2021 and ending on October 31, 2026. The lease does not contain any purchase options nor does it contain any options to renew. The minimum monthly payment due on the lease is \$7,301, with an interest rate of 3.15%. As of June 30, 2023, a right to use asset, net of amortization of \$134,932, of \$269,867 and a lease liability of \$276,876 are recorded in the City's government-wide financial statements.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE N - LEASES (CONTINUED)

On October 21, 2022, the City entered into a lease agreement with LCMC Health Holdings, Inc. for the use of a building. The term of the lease is 60 months, commencing on November 1, 2022 and ending on October 31, 2027. The lease does not contain any purchase options nor does it contain any options to renew. The minimum monthly payment due on the lease is \$3,000, with no interest rate explicit in the lease. The interest rate for this lease is the City's incremental borrowing rate at the time of commencement of 8.50%. As of June 30, 2023, a right to use asset, net of amortization of \$19,496, of \$ 126,727 and a lease liability of \$130,114 are recorded in the City's government-wide financial statements.

On November 3, 2022, the City entered into a lease agreement with Enterprise for the use of ten vehicles for the police department. The term of the lease is 60 months commencing on March 1, 2023 and ending on February 28, 2028. The lease does not contain any purchase options nor does it contain any options to renew. The minimum monthly payment due on the lease is \$10,201, with no interest rate explicit in the lease. The interest rate for this lease is the City's incremental borrowing rate at the time of commencement of 8.50%. As of June 30, 2023, a right to use asset, net of amortization of \$35,826, of \$459,072 and a lease liability of \$467,834 are recorded in the City's government-wide financial statements.

On November 7, 2022, the City entered into a lease agreement with De Lage Landen Financial Services, Inc. for the use of copy machines. The term of the lease is 60 months, commencing on February 15, 2023 and ending on February 14, 2028. The lease does not contain any purchase options. The lease does contain a renewal clause for sixty-day increments if the City fails to return the copy machine upon expiration of the initial lease term of 60 months. The minimum monthly payment due on the lease is \$3,145, with no interest rate explicit in the lease. The interest rate for this lease is the City's incremental borrowing rate at the time of commencement of 8.50%. As of June 30, 2023, a right to use asset, net of amortization of \$10,219, of \$143,072 and a lease liability of \$144,966 are recorded in the City's government-wide financial statements.

Annual requirements to amortize the right to use assets are as follows:

<u>Year Ending June 30,</u>	<u>Amortization</u>
2024	\$ 239,843
2025	239,843
2026	239,843
2027	185,868
2028	93,341
	<hr style="border: 0.5px solid black;"/>
	\$ 998,738

Future payments for the finance lease agreements as of June 30, 2023, are as follows:

<u>Year Ending, June 30,</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 561,336	\$ 96,279
2025	554,668	72,815
2026	579,061	48,421
2027	342,251	23,058
2028	111,920	3,341
	<hr style="border: 0.5px solid black;"/>	<hr style="border: 0.5px solid black;"/>
	\$ 2,149,236	\$ 243,914

The City also participates in several leases where it serves as the lessor. Under GASB 87, the lessor is required to recognize a lease receivable and a deferred inflow of resources.

The City and Treasure Chest Casino, L.L.C. entered into a lease of property in Laketown, Kenner on December 3, 1993 for Treasure Chest Casino, L.L.C.'s riverboat gaming operations. This lease currently ends July 1, 2024. The minimum monthly lease payment for July 1, 2021 through June 30, 2022 is \$178,157. The minimum monthly lease payment for July 1, 2022 through June 30, 2024 is \$140,538. The interest rate for this lease is the City's incremental borrowing rate at time of implementation of 7.0%. As of June 30, 2023, this lease resulted in a lease receivable of \$1,624,215 and deferred inflows of resources, net of amortization of \$3,324,195, of \$1,662,098. For more information on the lease agreement with Treasure Chest Casino, L.L.C. see Note K.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE N - LEASES (CONTINUED)

The City and Pontchartrain Hotel Investment Group, LLC entered into a lease of property on July 26, 1999 for a term of 45 years, commencing on July 26, 1999. The lease contains a renewal option of 25 years, exercisable at the lessee's option. The lease payments are due quarterly on January 1, April 1, July 1, and October 1 of each year in a fixed amount of \$12,500. The lessee currently operates a Hilton Garden Inn on the premises. The interest rate for this lease is the City's incremental borrowing rate at time of implementation of 7.0%. As of June 30, 2023, this lease resulted in a lease receivable of \$529,701 and deferred inflows of resources, net of amortization of \$50,278, of \$502,783.

The City and Outfront Media, L.L.C. entered into a lease agreement on December 9, 2015 where the City leased a portion of property to Outfront Media, L.L.C for the purpose of maintaining and storing the lessee's advertising signs. The term of the lease is 15 years, commencing on January 1, 2016, and the lease automatically renews for successive one-year periods on the same terms and conditions unless either party objects to the renewal more than 90 days prior to end of the term of this lease then in effect. The rental payments will be due monthly, at a rate of \$1,500 for year 1 through year 5, \$1,700 for year 6 through year 10, and \$1,900 for year 11 through year 15. The interest rate for this lease is the City's incremental borrowing rate at time of implementation of 7.0%. As of June 30, 2023, this lease resulted in a lease receivable of \$127,252 and deferred inflows of resources, net of amortization of \$31,293, of \$117,349.

For the year ended June 30, 2023, lease revenue and interest income relating to these leases were \$1,702,884 and \$218,996, respectively.

Annual principal receipts on the receivable and related interest on these three leases are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 1,649,004	\$ 107,853
2025	26,551	43,849
2026	29,657	41,943
2027	33,028	39,772
2028	35,380	37,420
2029-2033	156,369	150,631
2034-2038	146,169	103,831
2039-2043	205,010	44,990
	<u>\$ 2,281,168</u>	<u>\$ 570,289</u>

Future amortization of deferred inflows of resources on these three leases are as follows:

<u>Year Ending June 30,</u>	<u>Amortization</u>
2024	\$ 1,702,884
2025	40,785
2026	40,785
2027	40,786
2028	40,786
2029-2033	164,812
2034-2038	125,696
2039-2043	125,696
	<u>\$ 2,282,230</u>

NOTE O – SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

During the year ended June 30, 2023, the City of Kenner implemented Governmental Accounting Standards Board (GASB) Statement No. 96, *Subscription-Based Information Technology Arrangements*. GASB Statement No. 96 enhances the relevance and consistency of information of the government's subscription-based information technology arrangements.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE O – SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (CONTINUED)

On March 27, 2019, the City entered into a subscription-based information technology agreement (SBITA) with Tyler Technologies, Inc., for the use of their Munis Cloud accounting software. The term of the agreement is seven years, commencing on October 1, 2019 and ending on September 30, 2026. The minimum annual payment due in accordance with the agreement is \$194,523, with no interest rate explicit in the lease. The interest rate for this lease is the City's incremental borrowing rate at the time of commencement of 7.00%. As of June 30, 2023, a right to use asset, net of amortization of \$164,723, of \$494,168 and a SBITA liability of \$510,490 are recorded in the City's government-wide financial statements.

Annual requirements to amortize the right of use asset are as follows:

<u>Year Ending June 30,</u>	<u>Amortization</u>
2024	\$ 164,723
2025	164,723
2026	<u>164,722</u>
	<u><u>\$ 494,168</u></u>

The future subscription payments under SBITA agreements are as follows (in thousands):

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 158,789	\$ 35,734
2025	169,904	24,619
2026	<u>181,797</u>	<u>12,726</u>
	<u><u>\$ 510,490</u></u>	<u><u>\$ 73,079</u></u>

NOTE P - DEFERRED COMPENSATION PLAN

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The Plan, available to all City employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. The funds are held in a trust for the exclusive benefit of participants and their beneficiaries. The City did not make any contributions to the plan during the year ended June 30, 2023.

NOTE Q - POSTEMPLOYMENT BENEFITS

PLAN DESCRIPTION

The City provides postemployment health care benefits to all retirees with 20 years or more of service, and life insurance benefits to eligible retirees. The City established a Group Insurance Plan, providing for payment of a portion of health care insurance premiums and life insurance premiums for eligible retired employees. The Group Insurance Plan is a single-employer defined benefit health care plan administered by the City which provides medical and life insurance to eligible retirees and their beneficiaries. The Plan is funded on a pay-as-you go basis and there are no Plan financial statements. The City Council has the authority to establish and amend plan benefit provisions. OPEB benefits are administered by City personnel. At June 30, 2023, 226 retirees were receiving postemployment benefits.

There are no assets accumulated in a trust that meets the criteria in Governmental Accounting Standards Board (GASB) Statement No. 75, *Postemployment Benefits Other Than Pensions – Reporting for Benefits Not Provided through Trusts That Meet Specified Criteria – Defined Benefit*.

BENEFITS PROVIDED

Retirees are eligible to continue medical and life insurance coverage. To be eligible for retirement, employees must be covered as an active employee in the City health program at the time of retirement and: (1) for municipal employees, have 25 years of continuous service with the City or reach 60th birthday and have 10 years of service; (2) for firefighter or police employees, have 25 years of continuous service with the City or reach 50th birthday and have 20 years of service with the City or reach 55th birthday and have 12 years of service with the City. After becoming eligible based on the aforementioned criteria an employee has the option of remaining an active employee for three additional years in order to qualify for fully-funded benefits for life. The benefits then become available on the day after the employee retires.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE Q - POSTEMPLOYMENT BENEFITS (CONTINUED)

BENEFITS PROVIDED (CONTINUED)

Spouses of retirees are eligible for the plan and benefits continue upon the death of the retiree.

Under 65 retirees can continue medical coverage and enrolled in a Base Plan. Retirees 65 and over are enrolled in a Medicare Supplement Plan, and pay any premium that exceeds \$100 per month. Effective January 1, 2019, The City will no longer provide the \$100 supplement for employees hired after March 31, 1986

The retirees' life insurance benefit is equal to \$15,000 and is reduced by 35% at age 70 and reduced by 50% at age 75.

CONTRIBUTIONS

The City offers a single health plan for active and retired under age 65 employees through Blue Cross Blue Shield of Louisiana. The employee/retiree monthly premium is \$100 per month without a health screening and \$30 per month with a health screening. The City's portion is \$506 per month for employee/retiree coverage with a health screening and \$576 per month without a health screening.

Retired employees eligible for Medicare coverage are excluded from the Blue Cross Healthcare Plan and may choose to be covered by one of the two Medicare Supplement Plans offered through the City of Kenner by People's Health and Humana. The monthly premium is \$190 for People's Health and \$300 for Humana. The City pays \$100 per month for retiree-only coverage with Medicare plans for those retirees hired prior to March 31, 1986. All other retirees are responsible for the entire monthly premium.

The City of Kenner also provides eligible retirees Basic Term Life, which is underwritten by Prudential Life Insurance Company. The blended rate for active employees and retirees is \$0.435 per \$1,000 of insurance. The amount of life insurance is reduced by 35% of the original amount at age 70 and 50% of the original amount at age 75.

EMPLOYEES COVERED BY BENEFIT TERMS

At June 30, 2023, the following employees were covered by the benefit terms:

Inactive employees currently receiving benefits payments	226
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	586
Total	<u><u>812</u></u>

TOTAL OPEB LIABILITY

At June 30, 2023, the City reported a total OPEB liability of \$15,107,506. The total OPEB liability was measured as of June 30, 2023, and was determined by an actuarial valuation as of June 30, 2023.

ACTUARIAL METHODS AND ASSUMPTIONS

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. The actuarial valuation for postemployment benefits includes estimates and assumptions regarding (1) turnover rate; (2) retirement rate; (3) health care cost trend rate; (4) mortality rate; (5) discount rate (investment return assumption); and (6) the period to which the costs apply (past, current, or future years of service by employees). Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

The actuarial calculations are based on the types of benefits provided under the terms of the substantive plan (the plan as understood by the City of Kenner and its employee plan members) at the time of the valuation and on the historical pattern of sharing costs

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE Q - POSTEMPLOYMENT BENEFITS (CONTINUED)

ACTUARIAL METHODS AND ASSUMPTIONS (CONTINUED)

between the City of Kenner and its plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the City of Kenner and plan members in the future. Consistent with the long-term perspective of actuarial calculations, the actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. The actuarial assumptions were based on the results of an actuarial experience study performed in 2014.

The total OPEB liability in the June 30, 2023, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise noted:

Valuation Date	June 30, 2023
Measurement Date	June 30, 2023
Actuarial cost method	Entry Age Normal, Level Percentage of Pay
Actuarial assumptions:	
Expected remaining service lives	4 years
Inflation rate	2.50%
Salary increase rate	2.00%
Discount rate	3.86%
Mortality rates	<i>Pre-Retirement Mortality</i> : PubG.H-2010 Employee Mortality Table, Generational with Projection Scale MP-2021. <i>Post-Retirement Mortality</i> : PubG.H-2010 Healthy Retiree Mortality Table, Generational with Projection Scale MP-2021.
Healthcare cost trend rates	<i>Pre-65</i> : The healthcare cost trend was 6.0%, initially, and decreases to an ultimate rate of 3.9% in 2075. <i>65 & Over</i> : The healthcare cost trend rate is a flat 2.5%.
Employee turnover rates	Turnover rates were driven from 2022 retirement system annual reports and adjusted for City experience and range from 0.0% to 28.8% for employees in years of service ranging from 0 years to 25+ years.

CHANGES IN THE TOTAL OPEB LIABILITY

The following is a summary of the changes in the City's total OPEB liability for the year ended June 30, 2023:

Balance at 06/30/2022	\$13,632,921
Changes for the year:	
Service cost	295,536
Interest	495,928
Differences between expected and actual experience	1,025,181
Changes in assumptions/inputs	635,264
Benefit payments	<u>(977,324)</u>
Net changes	<u>1,474,585</u>
Balance at 06/30/2023	<u><u>\$15,107,506</u></u>

OPEB EXPENSE AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB

For the year ended June 30, 2023, the City recognized OPEB expense of \$340,799. At June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between actual and expected experience	\$ 1,154,614	\$ -
Changes of assumptions or other inputs	<u>476,448</u>	<u>1,251,503</u>
	<u><u>\$ 1,631,062</u></u>	<u><u>\$ 1,251,503</u></u>

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE Q - POSTEMPLOYMENT BENEFITS (CONTINUED)

OPEB EXPENSE AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB (CONTINUED)

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

Year ending June 30:		
2024	\$	(450,666)
2025	\$	415,112
2026	\$	415,113
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	<hr style="border: 1px solid black; border-top: none; border-bottom: 1px solid black; margin: 0; padding: 0;"/>	<hr style="border: 1px solid black; border-top: none; border-bottom: 1px solid black; margin: 0; padding: 0;"/>
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SENSITIVITY OF THE TOTAL OPEB LIABILITY TO CHANGES IN THE DISCOUNT RATE

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (2.86%) or one percentage point higher (4.86%) than the current discount rate:

	Current		
	1% Decrease	Discount Rate	1% Increase
Total OPEB liability	<hr style="border: 1px solid black; border-top: none; border-bottom: 1px solid black; margin: 0; padding: 0;"/>	<hr style="border: 1px solid black; border-top: none; border-bottom: 1px solid black; margin: 0; padding: 0;"/>	<hr style="border: 1px solid black; border-top: none; border-bottom: 1px solid black; margin: 0; padding: 0;"/>
<hr style="border: 1px solid black; border-top: none; border-bottom: 1px solid black; margin: 0; padding: 0;"/>	<hr style="border: 1px solid black; border-top: none; border-bottom: 1px solid black; margin: 0; padding: 0;"/>	<hr style="border: 1px solid black; border-top: none; border-bottom: 1px solid black; margin: 0; padding: 0;"/>	<hr style="border: 1px solid black; border-top: none; border-bottom: 1px solid black; margin: 0; padding: 0;"/>

SENSITIVITY OF THE TOTAL OPEB LIABILITY TO CHANGES IN THE HEALTHCARE COST TREND RATES

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower or one percentage point higher than the current healthcare cost trend rates:

	Current		
	1% Decrease	Healthcare	1% Increase
Total OPEB liability	<hr style="border: 1px solid black; border-top: none; border-bottom: 1px solid black; margin: 0; padding: 0;"/>	<hr style="border: 1px solid black; border-top: none; border-bottom: 1px solid black; margin: 0; padding: 0;"/>	<hr style="border: 1px solid black; border-top: none; border-bottom: 1px solid black; margin: 0; padding: 0;"/>
<hr style="border: 1px solid black; border-top: none; border-bottom: 1px solid black; margin: 0; padding: 0;"/>	<hr style="border: 1px solid black; border-top: none; border-bottom: 1px solid black; margin: 0; padding: 0;"/>	<hr style="border: 1px solid black; border-top: none; border-bottom: 1px solid black; margin: 0; padding: 0;"/>	<hr style="border: 1px solid black; border-top: none; border-bottom: 1px solid black; margin: 0; padding: 0;"/>

NOTE R - PENSION PLANS

GENERAL

The City reporting entity participates in three defined benefit pension plans. Assets are held separately and may be used only for the payment of benefits to the members of the respective plans, as follows:

Substantially all of the City's full-time, permanent employees, other than classified employees in the Kenner Fire Department and Kenner Police Department are participants in the Municipal Employees' Retirement System, State of Louisiana (MERS), a cost-sharing, multiple-employer defined benefit public employee retirement system.

All full-time classified employees of the Police Department of the City are participants in the Municipal Police Employees' Retirement System (MPERS), a cost-sharing, multiple-employer defined benefit plan.

All full-time classified employees of the Fire Department of the City are participants in the Firefighters' Retirement System (FRS), a cost-sharing, multiple-employer defined benefit plan.

PLAN DESCRIPTIONS

Municipal Employees' Retirement System, State of Louisiana (MERS)

Employees of the City participate in Plan A of MERS, which is controlled and administered by a separate Board of Trustees. The System provides retirement, deferred and disability benefits, survivor's benefits and cost of living adjustments to plan members and beneficiaries. Act 356 of the 1954 Louisiana Legislative Session established the plan. The System is governed by Louisiana Revised Statutes 11:1731 through 11:1866, specifically, and other general laws of the State of Louisiana.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE R - PENSION PLANS (CONTINUED)

PLAN DESCRIPTIONS (CONTINUED)

Under MERS, employees with 10 years of service may retire at age 60 and employees with 25 years of service may retire regardless of age. In addition, employees may also retire with 20 years of service regardless of age; however, the benefits payable to such employees must be actuarially reduced. The monthly amount of the retirement allowance is equal to 3 percent of the member's final compensation multiplied by his years of creditable service. Retirement benefits are payable monthly for the life of the retiree, and upon the retiree's death, under certain conditions, are payable to the surviving spouse.

The MERS retirement information in this Note is provided as of the latest actuarial valuation, June 30, 2022. The Municipal Employees' Retirement System of Louisiana issues a publicly available financial report that includes financial statements and required supplementary information. The financial report may be obtained by writing to Municipal Employees' Retirement System, 7937 Office Park Boulevard, Baton Rouge, Louisiana 70809.

Plan members are required to contribute 10.0% of their earnable compensation, and the City is required to contribute at an actuarially determined rate. The current rate is 29.5% of earnable compensation. At July 1, 2023, the employer rate remained at 29.5% for the 2023-2024 fiscal year, and the employee rate remained at 10.0%.

Municipal Police Employees' Retirement System, State of Louisiana (MPERS)

Members of MPERS hired prior to January 1, 2013, are eligible for normal retirement after they have been a member of the plan, if they have 25 years of service at any age or they have 20 years' service and are age 50 or have 12 years' service and are age 55. Benefit provisions are authorized within Act 189 of 1973 and amended by LRS 11:2211 - 11:2233. The monthly retirement benefit is equal to $3\frac{1}{3}$ percent of the member's average monthly earnings during the highest consecutive 36 months, multiplied by years of creditable service, not to exceed 100 percent of final salary. Retirement benefits are payable monthly to the retiree, and upon the death of the retiree, under certain conditions, are payable to the surviving spouse and minor children.

Members of MPERS hired on or after January 1, 2013, are eligible for normal retirement based on Hazardous Duty and Non Hazardous Duty sub plans. Under the Hazardous duty sub plan, a member is eligible for regular retirement after he has been a member of the plan and has 25 years of creditable service at any age or has 12 years of creditable service at age 55. Under the Non Hazardous Duty sub plan, a member is eligible for regular retirement after he has been a member of the plan and has 30 years of creditable service at any age, 25 years of creditable service at age 55, or 10 years of creditable service at age 60. Under both sub plans, a member is eligible for early retirement after he has been a member of the plan for 20 years of creditable service at any age, with an actuarially reduced benefit from age 55. Under the Hazardous and Non Hazardous Duty sub plans, the benefit rates are 3 percent and $2\frac{1}{2}$ percent, respectively, of the member's average monthly earnings during the highest consecutive 36 months, multiplied by years of creditable service, not to exceed 100 percent of final salary. Retirement benefits are payable monthly to the retiree, and upon the death of the retiree, under certain conditions, are payable to the surviving spouse and minor children.

The MPERS retirement information in this Note is provided as of the latest actuarial valuation, June 30, 2022. The Municipal Police Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. The financial report may be obtained by writing to Municipal Police Employees' Retirement System of Louisiana, 7722 Office Park Boulevard, Suite 200, Baton Rouge, Louisiana 70809.

The employer and employee contribution rates for all members hired prior to January 1, 2013, and Hazardous Duty members hired after January 1, 2013, were 31.25% and 10.0%, respectively. The employer and employee contribution rates for all Non Hazardous Duty members hired after January 1, 2013, were 31.25% and 8.0%, respectively. At July 1, 2023, the employer's contribution rate increased to 34.35%, and the employee rate remained at 10.0% for all members hired prior to January 1, 2013, and Hazardous Duty members hired after January 1, 2013. The employer's contribution rate increased to 34.35% and the employee rate remained at 8.0% for all Non Hazardous duty members hired after January 1, 2013.

The Firefighters' Retirement System (FRS)

Under FRS, employees with 20 or more years of service who have attained age 50 or employees who have 12 years of service who have attained age 55 or 25 years of service at any age are entitled to annual pension benefits equal to $3\frac{1}{3}$ % of their average final compensation based on the 36 consecutive months of highest pay multiplied by their total years of service, not to exceed 100%. Retirement benefits are payable monthly to the retiree, and upon the death of the retiree, under certain circumstances, are payable to the surviving spouse and minor children. Act 434 of the 1979 Louisiana Legislative Session established the Plan. The System is governed by Louisiana Revised Statutes 11:2251 through 11:2269, specifically, and other general laws of the State of Louisiana.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE R - PENSION PLANS (CONTINUED)

PLAN DESCRIPTIONS (CONTINUED)

The FRS retirement information in this Note is provided as of the latest actuarial valuation, June 30, 2022. The Firefighters' Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. It may be obtained from the Firefighters' Retirement System, 3100 Brentwood Drive, Baton Rouge, Louisiana 70809.

Plan members are required to contribute 10.0% of their earnable compensation, and the City is required to contribute at an actuarially determined rate. The current rate is 33.25% of annual-covered payroll. Effective July 1, 2023, the employer's contribution rate remained at 33.25% and the employee rate remained at 10.0%.

CURRENT MEMBERSHIP

Total membership data for MERS, MPERS and FRS is available in the separately issued reports, but is not available by individual employer.

CONTRIBUTIONS MADE

The employer contribution rates are established annually under La. R.S. 11:101-11:104 by the Public Retirement Systems' Actuarial Committee (PRSAC), taking into consideration the recommendation of the system's actuary. Each plan pays a separate actuarially-determined employer contribution rate. However, all assets of each plan are used for the payment of benefits for all classes of members within each system, regardless of their plan membership. Employer contributions to MERS, MPERS, and FRS were \$4,378,236, \$2,574,150, and \$2,101,593, respectively, for the year ended June 30, 2023.

PENSION LIABILITIES, PENSION EXPENSE, CONTRIBUTION REVENUE FROM NON-EMPLOYER CONTRIBUTIONS, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS

At June 30, 2023, the City of Kenner, Louisiana reported a liability for MERS, MPERS, and FRS of \$32,258,180, \$24,523,163, and \$18,038,997, respectively, for its proportionate share of the net pension liability. The net pension liabilities were measured as of June 30, 2022, and the total pension liabilities used to calculate the net pension liability were determined by actuarial valuations as of that date. The City of Kenner, Louisiana's proportion of the net pension liability for each retirement system was based on a projection of the City of Kenner, Louisiana's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2022, the City of Kenner, Louisiana's proportion for MERS, MPERS, and FRS was 7.767004%, 2.399110%, and 2.558254%, respectively. This reflects an increase for MERS of 0.177621%, a decrease for MPERS of 0.118031%, and a decrease for FRS of 0.208987% from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the City of Kenner, Louisiana recognized pension expense and contributions revenue from non-employer contributions as follows:

	Pension Expense/ (Benefit)	Contributions Revenue - Non Employer Contributions
MERS	\$ 1,439,577	\$ 553,123
MPERS	831,911	533,688
FRS	<u>1,216,141</u>	<u>728,223</u>
Total	<u>\$ 3,487,629</u>	<u>\$ 1,815,034</u>

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE R - PENSION PLANS (CONTINUED)

PENSION LIABILITIES, PENSION EXPENSE, CONTRIBUTION REVENUE FROM NON-EMPLOYER CONTRIBUTIONS, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS (CONTINUED)

At June 30, 2023, the City of Kenner, Louisiana 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	\$ 38,096	\$ 120,948	\$ 107,816	\$ 266,860
Changes in proportion	492,809	94,344	2,466,620	3,053,773
Change of assumptions	312,508	845,912	1,487,446	2,645,866
Difference between projected and actual earnings on plan investments	5,367,629	4,378,156	4,086,305	13,832,090
Employer contributions subsequent to the measurement date	<u>4,378,236</u>	<u>2,574,150</u>	<u>2,101,593</u>	<u>9,053,979</u>
Total	<u>\$ 10,589,278</u>	<u>\$ 8,013,510</u>	<u>\$ 10,249,780</u>	<u>\$ 28,852,568</u>

	Deferred Inflows of Resources			
	MERS	MPERS	FRS	Total
Differences between expected and actual experience	\$ 123,523	\$ 199,872	\$ 850,260	\$ 1,173,655
Difference between employer contributions and proportionate share of contributions	169,922	4,773	11,480	186,175
Change of assumptions	-	182,402	-	182,402
Changes in proportion	<u>-</u>	<u>1,411,850</u>	<u>1,483,977</u>	<u>2,895,827</u>
Total	<u>\$ 293,445</u>	<u>\$ 1,798,897</u>	<u>\$ 2,345,717</u>	<u>\$ 4,438,059</u>

During the year ended June 30, 2023, employer contributions totaling \$4,378,236, \$2,574,150, and \$2,101,593 were made subsequent to the measurement date for MERS, MPERS, and FRS, respectively. These contributions are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ending June 30,	MERS	MPERS	FRS	Total
2024	\$ 1,674,955	\$ 686,455	\$ 1,645,525	\$ 4,006,935
2025	1,154,899	601,298	1,266,306	3,022,503
2026	513,650	56,188	936,771	1,506,609
2027	2,574,093	2,296,522	2,324,968	7,195,583
2028	-	-	(167,291)	(167,291)
Thereafter	<u>-</u>	<u>-</u>	<u>(203,809)</u>	<u>(203,809)</u>
Total	<u>\$ 5,917,597</u>	<u>\$ 3,640,463</u>	<u>\$ 5,802,470</u>	<u>\$ 15,360,530</u>

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE R - PENSION PLANS (CONTINUED)

ACTUARIAL ASSUMPTIONS

Total pension liabilities for MERS, MPERS, and FRS in the June 30, 2022 actuarial valuations were determined using the following actuarial assumptions, applied to all periods included in the measurements:

	MERS	MPERS	FRS
Actuarial cost method	Entry Age Normal	Entry Age Normal	Entry Age Normal
Actuarial assumptions:			
Expected Remaining Service Lives	3 Years	4 Years	7 Years
Investment rate of return	6.85%, net of investment expense	6.75%, net of investment expense	6.90%, net of investment expense
Inflation rate	2.50% per annum	2.50% per annum	2.50% per annum
Projected salary increases	Vary from 6.4% in the first four years of service to 4.5% after four years of service	Salary growth rate based on years of service, ranging from 12.30% for 1-2 years of service to 4.70% for over 2 years of service.	Vary from 14.1% in the first two years of service and 5.2% with three or more years of service.
Cost-of-living adjustments	None, since they are not deemed to be substantively automatic.	None, since they are not deemed to be substantively automatic.	None, since they are not deemed to be substantively automatic.
Mortality	PubG-2010(B) Healthy Retiree Table for Annuitant members; PubG-2010(B) Employee Table for Active members; PubNS-2010(B) Disabled Retiree Table for Disabled annuitants	Pub-2010 Healthy Retiree Table for Annuitant members; Pub-2010 Employee Table for Active members; Pub-2010 Disabled Retiree Table for Disabled annuitants	Pub-2010 Healthy Retiree Table for Annuitant members; Pub-2010 Employee Table for Active members; Pub-2010 Disabled Retiree Table for Disabled annuitants
Termination and disability	Termination, disability and retirement assumptions were projected based on a five year (2013-2018) experience study of the System's members.	Termination, disability and retirement assumptions were projected based on a five year (2014-2019) experience study of the System's members.	Termination, disability and retirement assumptions were projected based on a five year (2014-2019) experience study of the System's members.

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

The target allocation and best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2022, are summarized in the following table:

Asset Class	Target Allocation			Long-Term Expected Real Rate of Return		
	MERS	MPERS	FRS	MERS	MPERS	FRS
Equity	53%	55.5%	56%	2.31%	3.60%	3.05%
Fixed Income	38%	30.5%	26%	1.65%	0.85%	0.42%
Alternatives	9%	14%	18%	0.39%	0.95%	1.45%
Other	0%	0%	0%	0.00%	0.00%	0.00%
Total	100%	100%	100%	4.35%	5.40%	4.92%
Inflation				2.50%	2.66%	2.50%
Expected Arithmetic Nominal Return				6.85%	8.06%	7.42%

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE R - PENSION PLANS (CONTINUED)

ACTUARIAL ASSUMPTIONS (CONTINUED)

DISCOUNT RATES

The discount rate used to measure the total pension liability for MERS, MPERS, and FRS was 6.85%, 6.75%, and 6.90%, respectively. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that employer contributions from participating employers will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

SENSITIVITY OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY TO CHANGES IN THE DISCOUNT RATES

The following table presents the employer's proportionate share of the net pension liability using the actual discount rates used (6.85% for MERS, 6.75% for MPERS, and 6.90% for FRS), as well as what the employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	Current		
	1% Decrease	Discount Rate	1% Increase
MERS	\$ 42,909,673	\$ 32,258,180	\$ 23,258,002
MPERS	34,327,732	24,523,163	16,333,102
FRS	26,686,693	18,038,997	10,826,206
Total	<u>\$ 103,924,098</u>	<u>\$ 74,820,340</u>	<u>\$ 50,417,310</u>

PENSION PLAN FIDUCIARY NET POSITION

Detailed information about the pension plans' fiduciary net position is available in the separately issued MERS, MPERS, and FRS 2022 Annual Financial Reports at www.mersla.com, www.lampers.org, and www.lafirefightersret.com, respectively.

PAYABLES TO THE PENSION PLANS

At June 30, 2023, there were no amounts owed to any of the three pension plans for employee and employer legally-required contributions.

NOTE S – DEFICIT FUND BALANCES/NET POSITION

At June 30, 2023, the Self-Insurance Fund had a deficit in its unrestricted net position of \$4,585,086. This deficit will be eliminated by the City making additional contributions into the fund during future years.

At June 30, 2023, the Health Insurance Fund had a deficit in its unrestricted net position of \$718,315. This deficit will be eliminated by the City making additional contributions into the fund during future years.

At June 30, 2023, the Civic Center Operations Fund had a deficit in its unrestricted net position of \$1,177,170. This deficit will be eliminated by the future revenues.

At June 30, 2023, the Department of Wastewater Operations Fund had a deficit in its unrestricted net position of \$5,096,656. This deficit will be eliminated by future revenues.

NOTE T – ON-BEHALF PAYMENTS FOR SALARIES AND BENEFITS

Supplemental salary payments are made by the State of Louisiana directly to certain groups of employees. The City is not legally responsible for these payments. Therefore, the basis for recognizing the revenue and expenditure payments is the actual state contribution. For the year ended June 30, 2023, the State paid supplemental salaries to police and fire employees of the City. The City is required to pay from its own budget the payroll taxes and retirement contributions on these on-behalf payments. For the year ended June 30, 2023, the City has recognized \$1,719,849 as revenue and expenditure for on-behalf salary payments made by the State of Louisiana.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

CITY OF KENNER, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2023

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
REVENUES						
Taxes	\$ 35,893,836	\$ -	\$ 35,893,836	\$ 34,665,869	\$ 37,104,369	\$ (1,210,533)
Licenses and permits	5,286,680	-	5,286,680	4,289,790	5,148,790	137,890
Intergovernmental	1,732,820	(161,811)	1,571,009	1,656,106	1,656,106	(85,097)
Charges for services	760,631	-	760,631	428,165	428,165	332,466
Fines and forfeitures	1,254,117	-	1,254,117	1,052,410	1,052,410	201,707
Interest	1,070,482	-	1,070,482	40,000	970,900	99,582
Miscellaneous	750,820	-	750,820	269,038	269,038	481,782
Total revenues	46,749,386	(161,811)	46,587,575	42,401,378	46,629,778	(42,203)
EXPENDITURES						
General government	12,888,356	146,901	13,035,257	14,665,845	15,350,041	2,314,784
Public safety	22,907,270	(1,001,370)	21,905,900	22,993,843	23,612,191	1,706,291
Public works	5,954,999	3,048	5,958,047	6,683,776	7,019,022	1,060,975
Health and welfare	-	-	-	-	-	-
Culture and recreation	2,662,564	147,147	2,809,711	3,787,733	3,194,186	384,475
Transit and urban development	-	-	-	490,000	-	-
Total expenditures	44,413,189	(704,274)	43,708,915	48,621,197	49,175,440	5,466,525
Excess (deficiency) of revenues over (under) expenditures	2,336,197	542,463	2,878,660	(6,219,819)	(2,545,662)	5,424,322
OTHER FINANCING SOURCES (USES)						
Operating transfers in	14,936,267	-	14,936,267	14,298,946	15,241,946	(305,679)
Operating transfers out	(11,966,762)	-	(11,966,762)	(10,094,783)	(9,444,742)	(2,522,020)
Total other financing sources (uses)	2,969,505	-	2,969,505	4,204,163	5,797,204	(2,827,699)
Net change in fund balance	5,305,702	542,463	5,848,165	(2,015,656)	3,251,542	2,596,623
Fund balance - beginning of year	40,058,576	-	40,058,576	40,058,576	40,058,576	-
Fund balance - end of year	\$ 45,364,278	\$ 542,463	\$ 45,906,741	\$ 38,042,920	\$ 43,310,118	\$ 2,596,623

See accompanying note to budgetary comparison schedules.

CITY OF KENNER, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ONE PERCENT SALES TAX OF 1984 FUND
YEAR ENDED JUNE 30, 2023

	<u>ACTUAL</u>	ADJUSTMENT TO BUDGETARY BASIS	<u>BUDGETARY</u>	<u>BUDGETARY AMOUNTS</u>		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	
REVENUES						
Taxes:						
Sales tax	\$ 16,269,320	\$ -	\$ 16,269,320	\$ 15,724,972	\$ 15,724,972	\$ 544,348
Total revenues	<u>16,269,320</u>	<u>-</u>	<u>16,269,320</u>	<u>15,724,972</u>	<u>15,724,972</u>	<u>544,348</u>
EXPENDITURES						
Personnel	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>16,269,320</u>	<u>-</u>	<u>16,269,320</u>	<u>15,724,972</u>	<u>15,724,972</u>	<u>544,348</u>
OTHER FINANCING SOURCES (USES)						
Transfers out	<u>(16,269,320)</u>	<u>-</u>	<u>(16,269,320)</u>	<u>(15,724,972)</u>	<u>(15,724,972)</u>	<u>(544,348)</u>
Net change in fund balance	-	-	-	-	-	-
Fund balance - beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying note to budgetary comparison schedules.

CITY OF KENNER, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FIRE PROTECTION FUND
YEAR ENDED JUNE 30, 2023

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS		BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
REVENUES						
Taxes:						
Ad valorem tax	\$ 4,344,470	\$ -	\$ 4,344,470	\$ 3,882,270	\$ 3,882,270	\$ 462,200
Parking tax	2,083,165	-	2,083,165	2,087,668	2,087,668	(4,503)
Cable franchise tax	277,385	-	277,385	293,723	293,723	(16,338)
Intergovernmental	-	-	-	-	-	-
Charges for services	1,470	-	1,470	1,750	1,750	(280)
Interest	20,610	-	20,610	350	350	20,260
Miscellaneous	116	-	116	100	100	16
Total revenues	<u>6,727,216</u>	<u>-</u>	<u>6,727,216</u>	<u>6,265,861</u>	<u>6,265,861</u>	<u>461,355</u>
EXPENDITURES						
Public safety:						
Personnel	10,731,302	-	10,731,302	11,109,447	10,958,736	227,434
Supplies	111,110	574	111,684	208,050	189,245	77,561
Capital outlay	371	-	371	-	371	-
Service charges	1,091,183	15,490	1,106,673	1,351,186	966,462	(140,211)
Total expenditures	<u>11,933,966</u>	<u>16,064</u>	<u>11,950,030</u>	<u>12,668,683</u>	<u>12,114,814</u>	<u>164,784</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,206,750)</u>	<u>(16,064)</u>	<u>(5,222,814)</u>	<u>(6,402,822)</u>	<u>(5,848,953)</u>	<u>626,139</u>
OTHER FINANCING SOURCES						
Transfers out	-	-	-	-	-	-
Transfers in	<u>5,206,750</u>	<u>-</u>	<u>5,206,750</u>	<u>6,402,822</u>	<u>5,927,822</u>	<u>(721,072)</u>
Net change in fund balance	-	(16,064)	(16,064)	-	78,869	(94,933)
Fund balance - beginning of year	-	-	-	-	-	-
Fund balance - end of year	<u>\$ -</u>	<u>\$ (16,064)</u>	<u>\$ (16,064)</u>	<u>\$ -</u>	<u>\$ 78,869</u>	<u>\$ (94,933)</u>

See accompanying note to budgetary comparison schedules.

CITY OF KENNER, LOUISIANA
NOTES TO BUDGETARY COMPARISON SCHEDULES
FOR THE YEAR ENDED JUNE 30, 2023

NOTE A - BUDGET-TO-ACTUAL RECONCILIATION

An explanation of the differences between budgetary inflows and outflows and revenues and expenditures determined in accordance with generally accepted accounting principles follows:

	General Fund	Community Development Block Grant Fund	Streets and Drainage Fund	Fire Protection Fund
Net change in fund balances (budgetary basis)	\$ 5,848,165	\$ (209,966)	\$ (2,837)	\$ (16,064)
Basis differences:				
To adjust for encumbrances	(704,274)	10,568	2,837	16,064
Entity differences:				
To adjust for revenues not budgeted	<u>161,811</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances (GAAP basis)	<u>\$ 5,305,702</u>	<u>\$ (199,398)</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF KENNER, LOUISIANA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
FOR THE SIX YEARS ENDED JUNE 30, 2023

	2018	2019	2020	2021	2022	2023
Total OPEB Liability						
Service cost	\$ 362,812	\$ 370,068	\$ 316,253	\$ 388,785	\$ 465,902	\$ 295,536
Interest	769,735	775,992	463,758	395,892	329,734	495,928
Changes of benefit terms	-	(4,823,106)	-	-	-	-
Differences between expected and actual experience	(55,831)	(567,525)	78,397	1,486,846	42,046	1,025,181
Changes in assumption or other inputs	-	(1,379,446)	1,308,416	(419,939)	(3,439,558)	635,264
Benefit payments	(850,746)	(971,517)	(912,190)	(881,893)	(945,921)	(977,324)
Net change in total OPEB liability	225,970	(6,595,534)	1,254,634	969,691	(3,547,797)	1,474,585
Total OPEB liability - beginning	<u>21,325,957</u>	<u>21,551,927</u>	<u>14,956,393</u>	<u>16,211,027</u>	<u>17,180,718</u>	<u>13,632,921</u>
Total OPEB liability - end	<u>\$ 21,551,927</u>	<u>\$ 14,956,393</u>	<u>\$ 16,211,027</u>	<u>\$ 17,180,718</u>	<u>\$ 13,632,921</u>	<u>\$ 15,107,506</u>
Covered employee payroll	\$ 28,193,097	\$ 25,381,491	\$ 25,889,121	\$ 26,792,806	\$ 27,328,662	\$ 28,048,890
Total OPEB liability as a percentage of covered employee payroll	76.4%	58.9%	62.6%	64.1%	49.9%	53.9%

Notes to Schedule:

There are no assets accumulated in a trust that meets the criteria of GASB codification to pay related benefits for the OPEB plan.

Changes of benefit terms: Retirees 65 and over pay the portion of the actual Medicare Supplement premium that exceeds \$100 per month. Effective 1/1/2019, the City will no longer provide the \$100 supplement to those employees hired post March 31, 1986. Each retiree who was hired after March 31, 1986, will be responsible for paying the entire premium for their selected plan. Therefore, only employees and retirees hired prior to April 1, 1986 were considered eligible for the plan. In addition, it was assumed 100% of those eligible for the benefit would elect to remain on the City's plan (the prior assumption assumed 70%). In addition, effective 7/1/2018, the City reduced the plan options for under-65 retirees from three options (Base, Option and Premium) to one option (Base).

Changes of assumptions: Changes of assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

2018 - 3.62%	2019 - 3.13%	2020 - 2.45%	2021 - 1.92%
2022 - 3.69%	2023 - 3.86%		

Other actuarial assumption changes included: first year claim cost trends to reflect actual changes to premium and retiree contribution rates.

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

CITY OF KENNER, LOUISIANA
SCHEDULE OF EMPLOYER'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
FOR THE TEN YEARS ENDED JUNE 30, 2023

Fiscal Year	Employer's Proportion of the Net Pension Liability	Employer's Proportionate Share of the Net Pension Liability	Employer's Covered Payroll	Employer's Proportionate Share of the Net Pension Liability as a % of its Covered Payroll	Plan Fiduciary Net Position as a % of the Total Pension Liability
<u>MERS:</u>					
2023	7.76700%	\$ 32,258,180	\$ 14,891,475	216.6%	67.9%
2022	7.58938%	\$ 21,109,894	\$ 15,027,514	140.5%	77.8%
2021	7.52767%	\$ 32,545,187	\$ 14,385,314	226.2%	64.5%
2020	6.77526%	\$ 28,311,510	\$ 12,545,209	225.7%	64.7%
2019	6.81746%	\$ 28,228,888	\$ 12,399,087	227.7%	63.9%
2018	6.81440%	\$ 28,507,508	\$ 12,377,177	230.3%	62.5%
2017	6.55929%	\$ 26,884,611	\$ 11,717,163	229.4%	62.1%
2016	6.89655%	\$ 24,635,568	\$ 11,767,976	209.3%	66.2%
2015	6.92951%	\$ 17,784,191	\$ 11,699,489	152.0%	74.0%
2014	6.92428%	\$ 21,461,170	\$ 11,624,136	184.6%	68.0%
<u>MPERS:</u>					
2023	2.39911%	\$ 24,523,163	\$ 7,406,373	331.1%	70.8%
2022	2.51714%	\$ 13,417,738	\$ 7,674,836	174.8%	84.1%
2021	2.69205%	\$ 24,880,853	\$ 8,315,009	299.2%	70.9%
2020	2.64627%	\$ 24,032,591	\$ 8,242,059	291.6%	71.0%
2019	2.79167%	\$ 23,600,915	\$ 8,238,570	286.5%	71.9%
2018	2.94155%	\$ 25,680,932	\$ 8,797,386	291.9%	70.1%
2017	3.01853%	\$ 28,292,130	\$ 8,455,544	334.6%	66.0%
2016	3.04822%	\$ 23,879,578	\$ 8,153,754	292.9%	70.7%
2015	3.03337%	\$ 18,977,030	\$ 8,058,896	235.5%	75.1%
2014	3.07695%	\$ 24,580,017	\$ 8,024,893	306.3%	66.7%
<u>FRS:</u>					
2023	2.55825%	\$ 18,038,997	\$ 6,598,304	273.4%	74.7%
2022	2.76724%	\$ 9,806,693	\$ 6,941,032	141.3%	86.8%
2021	2.87602%	\$ 19,935,268	\$ 7,160,161	278.4%	72.6%
2020	2.47553%	\$ 15,501,521	\$ 5,986,331	258.9%	74.0%
2019	2.01524%	\$ 11,591,806	\$ 4,799,460	241.5%	74.8%
2018	2.07568%	\$ 11,897,490	\$ 4,851,604	245.2%	73.5%
2017	1.95589%	\$ 12,793,256	\$ 4,412,472	289.9%	68.2%
2016	2.00546%	\$ 10,823,693	\$ 4,262,059	254.0%	72.4%
2015	2.01242%	\$ 8,955,108	\$ 4,207,688	212.8%	76.0%
2014	2.11904%	\$ 10,991,862	\$ 4,140,703	265.5%	70.7%

CITY OF KENNER, LOUISIANA
SCHEDULE OF EMPLOYER'S PENSION CONTRIBUTIONS
FOR THE TEN YEARS ENDED JUNE 30, 2023

Fiscal Year	Contractually Required Contributions	Contributions in Relation to Contractually Required Contributions	Contribution Deficiency (Excess)	Employer's Covered Payroll	Contributions as a Percentage of Covered Payroll
<u>MERS:</u>					
2023	\$ 4,378,236	\$ 4,378,236	\$ -	\$ 14,843,614	29.5%
2022	\$ 4,392,986	\$ 4,392,986	\$ -	\$ 14,894,475	29.5%
2021	\$ 4,433,117	\$ 4,433,117	\$ -	\$ 15,027,514	29.5%
2020	\$ 3,992,614	\$ 3,992,614	\$ -	\$ 14,385,314	27.8%
2019	\$ 3,260,999	\$ 3,260,999	\$ -	\$ 12,545,209	26.0%
2018	\$ 3,261,548	\$ 3,261,548	\$ -	\$ 12,399,087	26.3%
2017	\$ 3,067,606	\$ 3,067,606	\$ -	\$ 12,377,177	24.8%
2016	\$ 2,815,810	\$ 2,815,810	\$ -	\$ 11,717,163	24.0%
2015	\$ 2,314,139	\$ 2,314,139	\$ -	\$ 11,767,976	19.7%
2014	\$ 2,324,274	\$ 2,324,274	\$ -	\$ 11,699,489	19.9%
<u>MPERS:</u>					
2023	\$ 2,574,150	\$ 2,574,150	\$ -	\$ 8,240,611	31.2%
2022	\$ 2,203,396	\$ 2,203,396	\$ -	\$ 7,406,373	29.8%
2021	\$ 2,590,258	\$ 2,590,258	\$ -	\$ 7,674,836	33.8%
2020	\$ 2,702,376	\$ 2,702,376	\$ -	\$ 8,315,009	32.5%
2019	\$ 2,665,150	\$ 2,665,150	\$ -	\$ 8,242,059	32.3%
2018	\$ 2,658,061	\$ 2,658,061	\$ -	\$ 8,238,570	32.3%
2017	\$ 2,533,362	\$ 2,533,362	\$ -	\$ 8,797,386	28.8%
2016	\$ 2,793,171	\$ 2,793,171	\$ -	\$ 8,455,544	33.0%
2015	\$ 2,494,386	\$ 2,494,386	\$ -	\$ 8,153,754	30.6%
2014	\$ 2,568,431	\$ 2,568,431	\$ -	\$ 8,058,896	31.9%
<u>FRS:</u>					
2023	\$ 2,101,593	\$ 2,101,593	\$ -	\$ 6,323,231	33.2%
2022	\$ 2,226,928	\$ 2,226,928	\$ -	\$ 6,598,304	33.8%
2021	\$ 2,238,483	\$ 2,238,483	\$ -	\$ 6,941,032	32.3%
2020	\$ 1,986,945	\$ 1,986,945	\$ -	\$ 7,160,161	27.8%
2019	\$ 1,585,503	\$ 1,585,503	\$ -	\$ 5,986,331	26.5%
2018	\$ 1,586,377	\$ 1,586,377	\$ -	\$ 4,799,460	33.1%
2017	\$ 1,271,881	\$ 1,271,881	\$ -	\$ 4,851,604	26.2%
2016	\$ 1,225,030	\$ 1,225,030	\$ -	\$ 4,412,472	27.8%
2015	\$ 1,202,399	\$ 1,202,399	\$ -	\$ 4,262,059	28.2%
2014	\$ 1,246,652	\$ 1,246,652	\$ -	\$ 4,207,688	29.6%

See accompanying notes.

CITY OF KENNER, LOUISIANA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION II
JUNE 30, 2023

MERS:

1. CHANGES OF BENEFIT TERMS

There were no changes of benefit terms for any of the years presented.

2. CHANGES OF ASSUMPTIONS

Following is a detail description of the changes:

Valuation Date	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2015	June 30, 2014
Investment Rate of Return	6.85%	6.85%	6.95%	7.00%	7.275%	7.40%	7.50%	7.75%
Inflation Rate	2.50%	2.50%	2.50%	2.50%	2.60%	2.775%	2.875%	3.00%
Projected Salary Increases	4.5 - 6.4%	4.5 - 6.4%	4.5 - 6.4%	4.5 - 6.4%	5.00%	5.75%	5.00%	5.75%

Amounts reported in the actuary valuation dated June 30, 2015 for MERS reflect an adjustment in the mortality rate assumption, which was changed from set based upon aggregated data collected for the period July 1, 2006 to June 30, 2010 to set based upon aggregated data collected for the period July 1, 2009 to June 30, 2014, for the year ended June 30, 2014. Other changes were as follows:

There were no changes in assumptions for any of the remaining years presented.

MPERS:

1. CHANGES OF BENEFIT TERMS

There were no changes of benefit terms for any of the years presented.

2. CHANGES OF ASSUMPTIONS

Following is a detail description of the changes:

Valuation Date	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2015	June 30, 2014
Investment Rate of Return	6.75%	6.75%	6.95%	7.125%	7.20%	7.325%	7.50%	7.75%
Inflation Rate	2.50%	2.50%	2.50%	2.50%	2.60%	2.70%	2.875%	3.00%
Projected Salary Increases	4.7 - 12.3%	4.7 - 12.3%	4.7 - 12.3%	4.25 - 9.75%	4.25 - 9.75%	4.25 - 9.75%	4.25 - 9.75%	4 - 10%

Amounts reported in the actuary valuation dated June 30, 2015 for MPERS reflect an adjustment in the mortality rate used to measure the total pension liability. The mortality rate assumption was changed from set based upon the results of an actuarial study for the period July 1, 2003 to June 30, 2008 to set based upon the results of an actuarial study for the period July 1, 2009 to June 30, 2014, for the year ended June 30, 2014. Other changes were as follows:

There were no changes in assumptions for any of the remaining years presented.

FRS:

1. CHANGES OF BENEFIT TERMS

There were no changes of benefit terms for any of the years presented.

2. CHANGES OF ASSUMPTIONS

Following is a detail description of the changes:

CITY OF KENNER, LOUISIANA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION II
JUNE 30, 2023

FRS: (Continued)

2. CHANGES OF ASSUMPTIONS (Continued)

Valuation Date	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2015	June 30, 2014
Investment Rate of Return	6.90%	6.90%	7.00%	7.150%	7.30%	7.400%	7.50%	7.75%
Inflation Rate	2.50%	2.50%	2.50%	2.50%	2.70%	2.775%	2.875%	3.00%
Projected Salary Increases	5.2 - 14.1%	5.2 - 14.1%	4.5 - 14.1%	4.5 - 14.75%	4.75 - 15%	4.75 - 15%	4.75 - 15%	5.5 - 15%

Amounts reported in the actuary valuation dated June 30, 2015 for FRS reflect an adjustment in the mortality rate used to measure the total pension liability. The mortality rate assumption was changed from set based upon the results of an actuarial study for the period July 1, 2004 to June 30, 2009 to set based upon the results of an actuarial study for the period July 1, 2009 to June 30, 2014, for the year ended June 30, 2014.

There were no changes in assumptions for any of the remaining years presented.

OTHER SUPPLEMENTARY INFORMATION

**CITY OF KENNER, LOUISIANA
NONMAJOR FUND DESCRIPTIONS
JUNE 30, 2023**

SPECIAL REVENUE FUNDS

Special Revenue Funds account for the proceeds of specific revenues (other than special assessments, expendable trusts, or revenues for major capital projects) that are legally restricted to expenditures for specific purposes.

COMMUNITY DEVELOPMENT BLOCK GRANT FUND

The Community Development Block Grant Fund accounts for the grants received from the Federal Community Development Block Grant Program.

GARBAGE COLLECTION AND DISPOSAL FUND

The Garbage Collection and Disposal Fund accounts for the proceeds of ad valorem taxes which are specifically dedicated to solid waste collection throughout the City in residential and some commercial areas.

STREETS AND DRAINAGE FUND

The Roads and Bridges account for the proceeds of ad valorem taxes which are specifically dedicated for the functions performed by each of these funds.

DEBT SERVICE FUNDS

The Debt Service Funds are used to accumulate monies for the payment of principal, interest, and fiscal charges on the City of Kenner's general obligation and special tax bonds.

AD VALOREM TAX BOND FUND

The Ad Valorem Tax Bond Fund accounts for the property tax levies needed to comply with the interest and principal redemption requirements for the loan agreement for the LCDA loan.

FIREMEN'S PENSION MERGER FUND

The Firemen's Pension Merger Fund accounts for the funding needed to comply with the interest and principal redemption requirements for the loan payable to the Statewide Firefighters Retirement System and the subsequent Excess Revenue Certificate of Indebtedness.

CITY OF KENNER, LOUISIANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	SPECIAL REVENUE FUNDS					
	GARBAGE COLLECTION AND DISPOSAL		STREETS AND DRAINAGE		COMMUNITY DEVELOPMENT BLOCK GRANT	
						TOTAL
ASSETS						
Cash	\$ -	\$ 158	\$ 51,232	\$ 51,390		
Equity in pooled cash	-	-	234,733	234,733		
Investments	-	-	-	-		
Receivables (net, where applicable, of allowances for uncollectibles)						
Accounts	1,480,350	-	-	-	1,480,350	
Intergovernmental	-	-	-	-	-	
Interest	-	-	-	-	-	
Other	-	-	506	506		
Due from other funds	171,680	403,565	30,884	606,129		
Prepaid items	-	-	-	-	-	
Total assets	\$ 1,652,030	\$ 403,723	\$ 317,355	\$ 2,373,108		
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 464,834	\$ 2,735	\$ 10,437	\$ 478,006		
Contracts payable	-	-	-	-		
Accrued liabilities	-	16,054	53,027	69,081		
Due to other funds	1,039,581	384,425	-	1,424,006		
Total liabilities	1,504,415	403,214	63,464	1,971,093		
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenues	147,615	509	-	148,124		
Fund balances:						
Restricted						
Federal grants	\$ -	\$ -	\$ 241,908	\$ 241,908		
Debt service	-	-	-	-		
Committed						
Encumbrances	46,200	2,888	11,983	61,071		
Other commitments	(46,200)	(2,888)	-	(49,088)		
Unassigned	-	-	-	-		
Total fund balances	-	-	253,891	253,891		
Total liabilities, deferred inflows of resources, and fund balances	\$ 1,652,030	\$ 403,723	\$ 317,355	\$ 2,373,108		

DEBT SERVICE			TOTAL	
AD VALOREM TAX BONDS	FIREMEN'S PENSION MERGER FUND	TOTAL	NONMAJOR GOVERNMENTAL FUNDS	
\$ -	\$ -	\$ -	\$ 51,390	
7,267	632,471	639,738	874,471	
-	-	-	-	
-	-	-	1,480,350	
-	-	-	-	
-	-	-	-	
-	-	-	506	
15,963	-	15,963	622,092	
-	-	-	-	
<u>\$ 23,230</u>	<u>\$ 632,471</u>	<u>\$ 655,701</u>	<u>\$ 3,028,809</u>	

\$ -	\$ -	\$ -	\$ 478,006	
-	-	-	-	
-	-	-	69,081	
-	-	-	1,424,006	
-	-	-	1,971,093	
<u>15,963</u>	<u>-</u>	<u>15,963</u>	<u>164,087</u>	

\$ -	\$ -	\$ -	\$ 241,908	
7,267	632,471	639,738	639,738	
-	-	-	61,071	
-	-	-	(49,088)	
-	-	-	-	
<u>7,267</u>	<u>632,471</u>	<u>639,738</u>	<u>893,629</u>	
<u>\$ 23,230</u>	<u>\$ 632,471</u>	<u>\$ 655,701</u>	<u>\$ 3,028,809</u>	

CITY OF KENNER, LOUISIANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	SPECIAL REVENUE FUNDS				
	GARBAGE		COMMUNITY		
	COLLECTION AND DISPOSAL	STREETS AND DRAINAGE	DEVELOPMENT BLOCK GRANT	TOTAL	
REVENUES					
Taxes	\$ 944,999	\$ 3,463,211	\$ -	\$ 4,408,210	
Intergovernmental	2	-	153,767	153,769	
Charges for services	3,920,931	-	-	3,920,931	
Interest	-	-	8,589	8,589	
Miscellaneous	-	-	-	-	
 Total Revenues	 4,865,932	 3,463,211	 162,356	 8,491,499	
EXPENDITURES					
Current:					
Public safety	-	-	-	-	-
Public works	6,553,910	692,253	-	7,246,163	
Public safety	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Health and welfare	-	-	229,138	229,138	
Transit and urban development	-	-	726,677	726,677	
Debt service:					
Principal	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Debt issuance costs	-	-	-	-	-
 Total Expenditures	 6,553,910	 692,253	 955,815	 8,201,978	
 Excess (deficiency) of revenues over (under) expenditures	 (1,687,978)	 2,770,958	 (793,459)	 289,521	
OTHER FINANCING SOURCES (USES)					
Transfers in	1,687,978	501,699	594,061	2,783,738	
Transfers out	-	(3,272,657)	-	(3,272,657)	
Issuance of long term debt	-	-	-	-	-
 Total other financing sources (uses)	 1,687,978	 (2,770,958)	 594,061	 (488,919)	
 Net change in fund balances	 -	 -	 (199,398)	 (199,398)	
 Fund balances - beginning of year	 -	 -	 453,289	 453,289	
 Fund balances - end of year	 \$ -	 \$ -	 \$ 253,891	 \$ 253,891	

DEBT SERVICE FUNDS				TOTAL	
AD VALOREM TAX BONDS		FIREMEN'S PENSION MERGER FUND	TOTAL	NONMAJOR GOVERNMENTAL FUNDS	
\$	-	\$	541,917	\$	4,950,127
			-		153,769
			-		3,920,931
	131		12,315		21,035
			-		-
	131		554,232		9,045,862
			-		-
			-		7,246,163
			-		-
			-		-
			-		229,138
			-		726,677
			-		-
			167,000		167,000
			37,156		37,156
			-		-
			-		-
			204,156		8,406,134
	131		350,076		639,728
			-		2,783,738
			-		(3,272,657)
			-		-
			-		(488,919)
	131		350,076		150,809
	7,136		282,395		742,820
\$	7,267	\$	632,471	\$	893,629

CITY OF KENNER, LOUISIANA
SCHEDULE OF REVENUES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2023

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL
				ORIGINAL BUDGET	FINAL BUDGET	
TAXES						
Ad valorem tax	\$ 1,220,776	\$ -	\$ 1,220,776	\$ 1,097,155	\$ 1,097,155	\$ 123,621
Sales tax	26,511,103	-	26,511,103	25,441,485	27,419,385	(908,282)
Beer tax	57,386	-	57,386	62,300	62,300	(4,914)
Parking tax	2,124,583	-	2,124,583	1,887,281	1,887,281	237,302
Franchises						
Electricity service	1,996,088	-	1,996,088	1,853,652	1,853,652	142,436
Gas service	241,885	-	241,885	227,853	227,853	14,032
Off-track wagering	53,963	-	53,963	74,970	74,970	(21,007)
Hotel/motel tax	379,769	-	379,769	320,585	320,585	59,184
Telephone	70,388	-	70,388	79,055	79,055	(8,667)
Video service	134,916	-	134,916	166,780	166,780	(31,864)
Consumer tax	76,451	-	76,451	155,000	615,600	(539,149)
Riverboat	3,026,528	-	3,026,528	3,299,753	3,299,753	(273,225)
Total taxes	35,893,836	-	35,893,836	34,665,869	37,104,369	(1,210,533)
LICENSES AND PERMITS						
Business:						
Occupational	2,918,176	-	2,918,176	2,670,110	2,918,110	66
Alcoholic beverage	96,190	-	96,190	114,900	114,900	(18,710)
Chain store	35,725	-	35,725	66,045	66,045	(30,320)
Plumbing	43,630	-	43,630	50,400	50,400	(6,770)
Electrical	38,085	-	38,085	34,655	34,655	3,430
Taxi cab	641,319	-	641,319	438,005	438,005	203,314
Air conditioning	21,150	-	21,150	19,810	19,810	1,340
Bingo	50	-	50	100	100	(50)
Animal control	-	-	-	-	-	-
Total business	3,794,325	-	3,794,325	3,394,025	3,642,025	152,300
Non-business:						
Building	1,320,447	-	1,320,447	709,500	1,320,500	(53)
Miscellaneous	600	-	600	2,700	2,700	(2,100)
Brake tags	171,308	-	171,308	183,565	183,565	(12,257)
Total non-business	1,492,355	-	1,492,355	895,765	1,506,765	(14,410)
Total licenses and permits	5,286,680	-	5,286,680	4,289,790	5,148,790	137,890
INTERGOVERNMENTAL						
Federal Grants	172,495	(161,811)	10,684	-	-	10,684
From state:						
Parish transportation fund	413,474	-	413,474	427,523	427,523	(14,049)
Parish road fund	206,400	-	206,400	213,290	213,290	(6,890)
Video poker	686,440	-	686,440	761,883	761,883	(75,443)
Other state grants	5,000	-	5,000	-	-	5,000
From other local government subdivisions:						
Jefferson Council on Aging	38,011	-	38,011	36,080	36,080	1,931
Jefferson Parish	211,000	-	211,000	217,330	217,330	(6,330)
Total intergovernmental	\$ 1,732,820	\$ (161,811)	\$ 1,571,009	\$ 1,656,106	\$ 1,656,106	\$ (85,097)

(Continued)

CITY OF KENNER, LOUISIANA
SCHEDULE OF REVENUES - BUDGET AND ACTUAL (CONTINUED)
GENERAL FUND
YEAR ENDED JUNE 30, 2023

	<u>ACTUAL</u>	<u>ADJUSTMENT TO BUDGETARY BASIS</u>	<u>BUDGETARY</u>	<u>BUDGETARY AMOUNTS</u>		<u>VARIANCE WITH FINAL</u>
				<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	
CHARGES FOR SERVICES						
Zoning fees	\$ 11,450	\$ -	\$ 11,450	\$ 5,150	\$ 5,150	\$ 6,300
Inspection fees						
Electrical	56,165	-	56,165	70,400	70,400	(14,235)
Plumbing	40,877	-	40,877	30,060	30,060	10,817
Air conditioning, heating, and other	72,280	-	72,280	45,150	45,150	27,130
Maps and document sales	3,289	-	3,289	3,740	3,740	(451)
Tax research fees	6,414	-	6,414	4,312	4,312	2,102
Police reports	49,499	-	49,499	55,070	55,070	(5,571)
Weed cutting fees	71,476	-	71,476	22,310	22,310	49,166
Recreation department						
Participation fees	88,465	-	88,465	50,655	50,655	37,810
Admission fees	99,215	-	99,215	17,060	17,060	82,155
Identification and other fees	57,758	-	57,758	63,258	63,258	(5,500)
Community service fees	-	-	-	-	-	-
Administrative charges	203,743	-	203,743	61,000	61,000	142,743
Total charges for services	<u>760,631</u>	<u>-</u>	<u>760,631</u>	<u>428,165</u>	<u>428,165</u>	<u>332,466</u>
FINES AND FORFEITURES						
Fines	1,028,273	-	1,028,273	877,200	877,200	151,073
Forfeitures	190,420	-	190,420	143,500	143,500	46,920
DWI fines	3,911	-	3,911	2,630	2,630	1,281
Reinstatement fees	31,513	-	31,513	29,080	29,080	2,433
Total fines and forfeitures	<u>1,254,117</u>	<u>-</u>	<u>1,254,117</u>	<u>1,052,410</u>	<u>1,052,410</u>	<u>201,707</u>
INTEREST ON INVESTED FUNDS						
	<u>1,070,482</u>	<u>-</u>	<u>1,070,482</u>	<u>40,000</u>	<u>970,900</u>	<u>99,582</u>
MISCELLANEOUS						
Donations	(21,105)	-	(21,105)	-	-	(21,105)
Rents	316,634	-	316,634	130,675	130,675	185,959
Other investment income	148,365	-	148,365	64,783	64,783	83,582
Other	306,926	-	306,926	73,580	73,580	233,346
Total miscellaneous	<u>750,820</u>	<u>-</u>	<u>750,820</u>	<u>269,038</u>	<u>269,038</u>	<u>481,782</u>
Total revenues	<u>\$ 46,749,386</u>	<u>\$ (161,811)</u>	<u>\$ 46,587,575</u>	<u>\$ 42,401,378</u>	<u>\$ 46,629,778</u>	<u>\$ (42,203)</u>

CITY OF KENNER, LOUISIANA
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2023

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
			ORIGINAL BUDGET	FINAL BUDGET	
GENERAL GOVERNMENT					
Personnel	\$ 7,652,428	\$ -	\$ 7,652,428	\$ 8,701,054	\$ 8,517,732 \$ 865,304
Supplies	157,743	31,491	189,234	122,955	166,211 (23,023)
Service charges	4,990,848	93,150	5,083,998	5,841,836	6,660,884 1,576,886
Capital outlay	87,337	22,260	109,597	-	5,214 (104,383)
Total general government	12,888,356	146,901	13,035,257	14,665,845	15,350,041 2,314,784
PUBLIC SAFETY					
Personnel	17,488,554	(128,627)	17,359,927	19,645,619	17,705,040 345,113
Supplies	710,519	(21,615)	688,904	756,611	723,741 34,837
Service charges	2,955,384	(21,381)	2,934,003	2,591,613	3,245,254 311,251
Capital outlay	1,752,813	(829,747)	923,066	-	1,938,156 1,015,090
Total public safety	22,907,270	(1,001,370)	21,905,900	22,993,843	23,612,191 1,706,291
PUBLIC WORKS					
Personnel	4,372,993	-	4,372,993	5,442,522	4,936,185 563,192
Supplies	765,367	(8,608)	756,759	824,504	861,912 105,153
Service charges	808,893	11,656	820,549	416,750	1,214,946 394,397
Capital outlay	7,746	-	7,746	-	5,979 (1,767)
Total public works	5,954,999	3,048	5,958,047	6,683,776	7,019,022 1,060,975
HEALTH AND WELFARE					
Personnel	-	-	-	-	-
Supplies	-	-	-	-	-
Service charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total health and welfare	-	-	-	-	-

(Continued)

CITY OF KENNER, LOUISIANA
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (CONTINUED)
GENERAL FUND
YEAR ENDED JUNE 30, 2023

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
CULTURE AND RECREATION						
Personnel	\$ 2,292,588	\$ -	\$ 2,292,588	\$ 3,223,472	\$ 2,613,641	\$ 321,053
Supplies	116,762	17,080	133,842	232,248	222,803	88,961
Service charges	256,405	4,512	260,917	302,013	335,248	74,331
Capital outlay	(3,191)	125,555	122,364	30,000	22,494	(99,870)
Total culture and recreation	<u>2,662,564</u>	<u>147,147</u>	<u>2,809,711</u>	<u>3,787,733</u>	<u>3,194,186</u>	<u>384,475</u>
TRANSIT						
Personnel	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Service charges	-	-	-	490,000	-	-
Capital outlay	-	-	-	-	-	-
TOTAL TRANSIT	<u>-</u>	<u>-</u>	<u>-</u>	<u>490,000</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES						
Personnel	31,806,563	(128,627)	31,677,936	37,012,667	33,772,598	2,094,662
Supplies	1,750,391	18,348	1,768,739	1,936,318	1,974,667	205,928
Service charges	9,011,530	87,937	9,099,467	9,642,212	11,456,332	2,356,865
Capital outlay	1,844,705	(681,932)	1,162,773	30,000	1,971,843	809,070
TOTAL EXPENDITURES	<u>\$ 44,413,189</u>	<u>\$ (704,274)</u>	<u>\$ 43,708,915</u>	<u>\$ 48,621,197</u>	<u>\$ 49,175,440</u>	<u>\$ 5,466,525</u>

CITY OF KENNER, LOUISIANA
COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
GENERAL GOVERNMENT FUNCTION

COUNCIL OFFICE

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 902,745	\$ -	\$ 902,745	\$ 1,126,393	\$ 1,124,856	\$ 222,111
Supplies	17,930	(3,026)	14,904	32,170	37,431	22,527
Service charges	264,026	(42,865)	221,161	286,250	374,064	152,903
Capital outlay	732	753	1,485	-	733	(752)
	<u>\$ 1,185,433</u>	<u>\$ (45,138)</u>	<u>\$ 1,140,295</u>	<u>\$ 1,444,813</u>	<u>\$ 1,537,084</u>	<u>\$ 396,789</u>

MAYOR'S OFFICE

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 1,033,856	\$ -	\$ 1,033,856	\$ 916,946	\$ 1,083,541	\$ 49,685
Supplies	8,075	650	8,725	1,500	6,788	(1,937)
Service charges	45,698	-	45,698	37,011	52,043	6,345
Capital outlay	2,471	-	2,471	-	2,471	-
Total expenditures	<u>\$ 1,090,100</u>	<u>\$ 650</u>	<u>\$ 1,090,750</u>	<u>\$ 955,457</u>	<u>\$ 1,144,843</u>	<u>\$ 54,093</u>

FINANCE

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 1,463,909	\$ -	\$ 1,463,909	\$ 1,524,661	\$ 1,569,237	\$ 105,328
Supplies	20,164	(292)	19,872	17,700	21,064	1,192
Service charges	38,190	-	38,190	56,100	62,934	24,744
Capital outlay	11,990	12,275	24,265	-	-	(24,265)
Total expenditures	<u>\$ 1,534,253</u>	<u>\$ 11,983</u>	<u>\$ 1,546,236</u>	<u>\$ 1,598,461</u>	<u>\$ 1,653,235</u>	<u>\$ 106,999</u>

RISK, INSURANCE, AUDIT & COMPLIANCE

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ (6,335)	\$ -	\$ (6,335)	\$ 357,620	\$ (95)	\$ 6,240
Supplies	264	-	264	2,200	-	(264)
Service charges	6,391	-	6,391	12,965	2,070	(4,321)
Capital outlay	-	-	-	-	-	-
Total expenditures (Continued)	<u>\$ 320</u>	<u>\$ -</u>	<u>\$ 320</u>	<u>\$ 372,785</u>	<u>\$ 1,975</u>	<u>\$ 1,655</u>

CITY OF KENNER, LOUISIANA
COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
GENERAL GOVERNMENT FUNCTION (CONTINUED)

PURCHASING						
EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Supplies	-	-	-	-	-	-
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

PERSONNEL						
EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 441,494	\$ -	\$ 441,494	\$ 480,926	\$ 464,745	\$ 23,251
Supplies	5,738	138	5,876	5,220	6,571	695
Service charges	69,602	-	69,602	102,300	104,058	34,456
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 516,834	\$ 138	\$ 516,972	\$ 588,446	\$ 575,374	\$ 58,402

PLANNING						
EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 284,097	\$ -	\$ 284,097	\$ 457,203	\$ 351,748	\$ 67,651
Supplies	2,245	105	2,350	200	1,014	(1,336)
Service charges	20,165	1,284	21,449	12,048	45,227	23,778
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 306,507	\$ 1,389	\$ 307,896	\$ 469,451	\$ 397,989	\$ 90,093

INFORMATION TECHNOLOGY						
EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 456,395	\$ -	\$ 456,395	\$ 427,089	\$ 533,765	\$ 77,370
Supplies	13,026	1,305	14,331	14,800	14,893	562
Service charges	787,927	154,437	942,364	1,038,456	1,038,336	95,972
Capital outlay	2,770	1,708	4,478	-	-	(4,478)
Total expenditures	\$ 1,260,118	\$ 157,450	\$ 1,417,568	\$ 1,480,345	\$ 1,586,994	\$ 169,426

(Continued)

CITY OF KENNER, LOUISIANA
COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
GENERAL GOVERNMENT FUNCTION (CONTINUED)

CIVIL SERVICE

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 348,998	\$ -	\$ 348,998	\$ 345,146	\$ 347,004	\$ (1,994)
Supplies	1,245	337	1,582	2,615	2,759	1,177
Service charges	39,862	-	39,862	63,066	61,064	21,202
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 390,105	\$ 337	\$ 390,442	\$ 410,827	\$ 410,827	\$ 20,385

GENERAL MUNICIPAL EXPENSE

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 743,468	\$ -	\$ 743,468	\$ 582,833	\$ 615,292	\$ (128,176)
Supplies	71,673	31,424	103,097	33,000	57,829	(45,268)
Service charges	1,627,240	(4,586)	1,622,654	1,699,715	2,259,855	637,201
Capital outlay	67,644	-	67,644	-	280	(67,364)
Total expenditures	\$ 2,510,025	\$ 26,838	\$ 2,536,863	\$ 2,315,548	\$ 2,933,256	\$ 396,393

MAYOR'S COURT

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 750,202	\$ -	\$ 750,202	\$ 1,040,797	\$ 824,082	\$ 73,880
Supplies	9,202	(497)	8,705	10,800	12,945	4,240
Service charges	94,502	1,702	96,204	122,025	154,211	58,007
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 853,906	\$ 1,205	\$ 855,111	\$ 1,173,622	\$ 991,238	\$ 136,127

CITY ATTORNEY

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 932,907	\$ -	\$ 932,907	\$ 579,029	\$ 953,006	\$ 20,099
Supplies	8,181	1,347	9,528	2,300	4,917	(4,611)
Service charges	242,164	(16,822)	225,342	143,500	241,917	16,575
Capital outlay	1,730	7,524	9,254	-	1,730	(7,524)
Total expenditures	\$ 1,184,982	\$ (7,951)	\$ 1,177,031	\$ 724,829	\$ 1,201,570	\$ 24,539

(Continued)

CITY OF KENNER, LOUISIANA
COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
GENERAL GOVERNMENT FUNCTION (CONTINUED)

INSURANCE

EXPENDITURES	ADJUSTMENT			BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	
	ACTUAL	TO BUDGETARY		ORIGINAL BUDGET	FINAL BUDGET		
		BASIS	BUDGETARY				
Personnel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Supplies	-	-	-	-	-	-	
Service charges	1,739,884	-	1,739,884	2,265,000	2,265,000	525,116	
Capital outlay	-	-	-	-	-	-	
Total expenditures	\$ 1,739,884	\$ -	\$ 1,739,884	\$ 2,265,000	\$ 2,265,000	\$ 525,116	

PAY INCENTIVES

EXPENDITURES	ADJUSTMENT			BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	
	ACTUAL	TO BUDGETARY		ORIGINAL BUDGET	FINAL BUDGET		
		BASIS	BUDGETARY				
Personnel	\$ 300,143	\$ -	\$ 300,143	\$ 650,000	\$ 650,000	\$ 349,857	
Supplies	-	-	-	-	-	-	
Service charges	-	-	-	-	-	-	
Capital outlay	-	-	-	-	-	-	
Total expenditures	\$ 300,143	\$ -	\$ 300,143	\$ 650,000	\$ 650,000	\$ 349,857	

BAD DEBT

EXPENDITURES	ADJUSTMENT			BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	
	ACTUAL	TO BUDGETARY		ORIGINAL BUDGET	FINAL BUDGET		
		BASIS	BUDGETARY				
Personnel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Supplies	-	-	-	-	-	-	
Service charges	15,129	-	15,129	-	-	(15,129)	
Capital outlay	-	-	-	-	-	-	
Total expenditures	\$ 15,129	\$ -	\$ 15,129	\$ -	\$ -	\$ (15,129)	

ECONOMIC DEVELOPMENT

EXPENDITURES	ADJUSTMENT			BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	
	ACTUAL	TO BUDGETARY		ORIGINAL BUDGET	FINAL BUDGET		
		BASIS	BUDGETARY				
Personnel	\$ 549	\$ -	\$ 549	\$ 212,411	\$ 551	\$ 2	
Supplies	-	-	-	450	-	-	
Service charges	68	-	68	3,400	105	37	
Capital outlay	-	-	-	-	-	-	
Total expenditures	\$ 617	\$ -	\$ 617	\$ 216,261	\$ 656	\$ 39	

(Continued)

CITY OF KENNER, LOUISIANA
COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
GENERAL GOVERNMENT FUNCTION (CONTINUED)

TOTAL - GENERAL GOVERNMENT FUNCTION

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 7,652,428	\$ -	\$ 7,652,428	\$ 8,701,054	\$ 8,517,732	\$ 865,304
Supplies	157,743	31,491	189,234	122,955	166,211	(23,023)
Service charges	4,990,848	93,150	5,083,998	5,841,836	6,660,884	1,576,886
Capital outlay	87,337	22,260	109,597	-	5,214	(104,383)
Total expenditures	<u>\$ 12,888,356</u>	<u>\$ 146,901</u>	<u>\$ 13,035,257</u>	<u>\$ 14,665,845</u>	<u>\$ 15,350,041</u>	<u>\$ 2,314,784</u>

CITY OF KENNER, LOUISIANA
COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
PUBLIC SAFETY FUNCTION

POLICE ADMINISTRATIVE SERVICES

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 2,176,274	\$ (15,617)	\$ 2,160,657	\$ 2,136,243	\$ 2,152,443	\$ (8,214)
Supplies	56,841	(17,406)	39,435	32,500	62,478	23,043
Service charges	884,581	(35,531)	849,050	815,500	953,431	104,381
Capital outlay	529,575	(355,815)	173,760	-	715,963	542,203
Total expenditures	<u>\$ 3,647,271</u>	<u>\$ (424,369)</u>	<u>\$ 3,222,902</u>	<u>\$ 2,984,243</u>	<u>\$ 3,884,315</u>	<u>\$ 661,413</u>

POLICE FIELD SERVICES

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 7,594,047	\$ (29,010)	\$ 7,565,037	\$ 8,547,382	\$ 7,570,482	\$ 5,445
Supplies	450,556	8,127	458,683	561,000	462,764	4,081
Service charges	1,708,512	11,955	1,720,467	1,320,000	1,751,680	31,213
Capital outlay	1,214,272	(473,932)	740,340	-	1,212,894	472,554
Total expenditures	<u>\$ 10,967,387</u>	<u>\$ (482,860)</u>	<u>\$ 10,484,527</u>	<u>\$ 10,428,382</u>	<u>\$ 10,997,820</u>	<u>\$ 513,293</u>

POLICE INVESTIGATING SERVICES

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 3,108,428	\$ (61,583)	\$ 3,046,845	\$ 3,335,933	\$ 3,044,833	\$ (2,012)
Supplies	10,815	784	11,599	6,000	11,702	103
Service charges	300	-	300	10,000	300	-
Capital outlay	4,920	-	4,920	-	5,000	80
Total expenditures	<u>\$ 3,124,463</u>	<u>\$ (60,799)</u>	<u>\$ 3,063,664</u>	<u>\$ 3,351,933</u>	<u>\$ 3,061,835</u>	<u>\$ (1,829)</u>

POLICE COMMUNICATIONS SERVICES

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 891,304	\$ -	\$ 891,304	\$ 886,707	\$ 891,707	\$ 403
Supplies	-	-	-	-	-	-
Service charges	20,525	-	20,525	30,000	21,000	475
Capital outlay	320	-	320	-	500	180
Total expenditures	<u>\$ 912,149</u>	<u>\$ -</u>	<u>\$ 912,149</u>	<u>\$ 916,707</u>	<u>\$ 913,207</u>	<u>\$ 1,058</u>

(Continued)

CITY OF KENNER, LOUISIANA
COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
PUBLIC SAFETY FUNCTION (CONTINUED)

POLICE JAIL SERVICES

EXPENDITURES	ADJUSTMENT		BUDGETARY AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL	BASIS	BUDGETARY	ORIGINAL	FINAL	
				BUDGET	BUDGET	
Personnel	\$ 1,159,013	\$ -	\$ 1,159,013	\$ 1,105,960	\$ 1,161,460	\$ 2,447
Supplies	127,854	695	128,549	33,000	130,600	2,051
Service charges	21,237	25	21,262	15,000	22,000	738
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 1,308,104	\$ 720	\$ 1,308,824	\$ 1,153,960	\$ 1,314,060	\$ 5,236

POLICE TECHNICAL SERVICES

EXPENDITURES	ADJUSTMENT		BUDGETARY AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL	BASIS	BUDGETARY	ORIGINAL	FINAL	
				BUDGET	BUDGET	
Personnel	\$ 711,393	\$ (22,417)	\$ 688,976	\$ 982,050	\$ 692,050	\$ 3,074
Supplies	31,543	(13,899)	17,644	101,000	23,251	5,607
Service charges	49,083	(3,927)	45,156	46,000	49,569	4,413
Capital outlay	2,027	-	2,027	-	2,100	73
Total expenditures	\$ 794,046	\$ (40,243)	\$ 753,803	\$ 1,129,050	\$ 766,970	\$ 13,167

CODE ENFORCEMENT - ADMINISTRATION

EXPENDITURES	ADJUSTMENT		BUDGETARY AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL	BASIS	BUDGETARY	ORIGINAL	FINAL	
				BUDGET	BUDGET	
Personnel	\$ 1,451,193	\$ -	\$ 1,451,193	\$ 2,262,059	\$ 1,811,408	\$ 360,215
Supplies	24,917	(507)	24,410	16,000	24,902	492
Service charges	221,624	5,105	226,729	315,500	401,339	174,610
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 1,697,734	\$ 4,598	\$ 1,702,332	\$ 2,593,559	\$ 2,237,649	\$ 535,317

POLICE SUPPORT SERVICES

EXPENDITURES	ADJUSTMENT		BUDGETARY AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL	BASIS	BUDGETARY	ORIGINAL	FINAL	
				BUDGET	BUDGET	
Personnel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Supplies	-	-	-	-	-	-
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

CITY OF KENNER, LOUISIANA
COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
PUBLIC SAFETY FUNCTION (CONTINUED)

CODE ENFORCEMENT - INSPECTIONS

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 5,696	\$ -	\$ 5,696	\$ -	\$ -	\$ (5,696)
Supplies	-	-	-	-	-	-
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 5,696	\$ -	\$ 5,696	\$ -	\$ -	\$ (5,696)

EMERGENCY MANAGEMENT

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 391,206	\$ -	\$ 391,206	\$ 389,285	\$ 380,657	\$ (10,549)
Supplies	7,993	591	8,584	7,111	8,044	(540)
Service charges	49,522	992	50,514	39,613	45,935	(4,579)
Capital outlay	1,699	-	1,699	-	1,699	-
Total expenditures	\$ 450,420	\$ 1,583	\$ 452,003	\$ 436,009	\$ 436,335	\$ (15,668)

TOTAL - PUBLIC SAFETY FUNCTION

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 17,488,554	\$ (128,627)	\$ 17,359,927	\$ 19,645,619	\$ 17,705,040	\$ 345,113
Supplies	710,519	(21,615)	688,904	756,611	723,741	34,837
Service charges	2,955,384	(21,381)	2,934,003	2,591,613	3,245,254	311,251
Capital outlay	1,752,813	(829,747)	923,066	-	1,938,156	1,015,090
Total expenditures	\$ 22,907,270	\$ (1,001,370)	\$ 21,905,900	\$ 22,993,843	\$ 23,612,191	\$ 1,706,291

CITY OF KENNER, LOUISIANA
COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
PUBLIC WORKS FUNCTION

PUBLIC WORKS - STREET LIGHTING

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 385,294	\$ -	\$ 385,294	\$ 586,071	\$ 490,430	\$ 105,136
Supplies	5,682	813	6,495	8,000	8,033	1,538
Service charges	2,554	-	2,554	3,500	3,500	946
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 393,530</u>	<u>\$ 813</u>	<u>\$ 394,343</u>	<u>\$ 597,571</u>	<u>\$ 501,963</u>	<u>\$ 107,620</u>

PUBLIC WORKS - TRAFFIC

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 20	\$ -	\$ 20	\$ -	\$ -	\$ (20)
Supplies	-	-	-	-	-	-
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 20</u>	<u>\$ -</u>	<u>\$ 20</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (20)</u>

PUBLIC WORKS - PARKWAYS

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 511,045	\$ -	\$ 511,045	\$ 855,072	\$ 658,886	\$ 147,841
Supplies	4,594	(4,060)	534	25,804	30,897	30,363
Service charges	468,702	2,912	471,614	36,350	728,281	256,667
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 984,341</u>	<u>\$ (1,148)</u>	<u>\$ 983,193</u>	<u>\$ 917,226</u>	<u>\$ 1,418,064</u>	<u>\$ 434,871</u>

(Continued)

CITY OF KENNER, LOUISIANA
COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
PUBLIC WORKS FUNCTION (CONTINUED)

PUBLIC WORKS - FLEET MANAGEMENT

EXPENDITURES	ADJUSTMENT		BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	
	ACTUAL	TO BUDGETARY	ORIGINAL BUDGET	FINAL BUDGET		
		BASIS				
Personnel	\$ 431,346	\$ -	\$ 431,346	\$ 651,369	\$ 503,921	\$ 72,575
Supplies	165,092	(6,526)	158,566	366,100	310,103	151,537
Service charges	199,877	25,127	225,004	164,000	240,199	15,195
Capital outlay	680	-	680	-	-	(680)
Total expenditures	\$ 796,995	\$ 18,601	\$ 815,596	\$ 1,181,469	\$ 1,054,223	\$ 238,627

PUBLIC WORKS - GENERAL SERVICES

EXPENDITURES	ADJUSTMENT		BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	
	ACTUAL	TO BUDGETARY	ORIGINAL BUDGET	FINAL BUDGET		
		BASIS				
Personnel	\$ 2,194,168	\$ -	\$ 2,194,168	\$ 2,219,211	\$ 2,287,870	\$ 93,702
Supplies	581,945	(1,784)	580,161	416,100	503,935	(76,226)
Service charges	28,346	113	28,459	54,000	38,340	9,881
Capital outlay	5,600	-	5,600	-	5,600	-
Total expenditures	\$ 2,810,059	\$ (1,671)	\$ 2,808,388	\$ 2,689,311	\$ 2,835,745	\$ 27,357

PUBLIC WORKS ADMINISTRATION

EXPENDITURES	ADJUSTMENT		BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	
	ACTUAL	TO BUDGETARY	ORIGINAL BUDGET	FINAL BUDGET		
		BASIS				
Personnel	\$ 346,981	\$ -	\$ 346,981	\$ 566,479	\$ 460,745	\$ 113,764
Supplies	2,542	(51)	2,491	3,000	3,444	953
Service charges	82,022	(20,806)	61,216	117,200	153,172	91,956
Capital outlay	1,088	-	1,088	-	-	(1,088)
Total expenditures	\$ 432,633	\$ (20,857)	\$ 411,776	\$ 686,679	\$ 617,361	\$ 205,585

TOTAL - PUBLIC WORKS FUNCTION

EXPENDITURES	ADJUSTMENT		BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	
	ACTUAL	TO BUDGETARY	ORIGINAL BUDGET	FINAL BUDGET		
		BASIS				
Personnel	\$ 4,372,993	\$ -	\$ 4,372,993	\$ 5,442,522	\$ 4,936,185	\$ 563,192
Supplies	765,367	(8,608)	756,759	824,504	861,912	105,153
Service charges	808,893	11,656	820,549	416,750	1,214,946	394,397
Capital outlay	7,746	-	7,746	-	5,979	(1,767)
Total expenditures	\$ 5,954,999	\$ 3,048	\$ 5,958,047	\$ 6,683,776	\$ 7,019,022	\$ 1,060,975

CITY OF KENNER, LOUISIANA
COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
HEALTH AND WELFARE FUNCTION

CODE ENFORCEMENT - HUMANE

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Supplies	-	-	-	-	-	-
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

COUNCIL ON AGING

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Supplies	-	-	-	-	-	-
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

TOTAL - HEALTH AND WELFARE FUNCTION

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Supplies	-	-	-	-	-	-
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
CULTURE AND RECREATION FUNCTION

LEISURE SERVICES

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 31,959	\$ -	\$ 31,959	\$ 286,813	\$ 165,206	\$ 133,247
Supplies	13,811	1,783	15,594	75,000	75,409	59,815
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 45,770	\$ 1,783	\$ 47,553	\$ 361,813	\$ 240,615	\$ 193,062

PLANETARIUM

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ -	\$ -	\$ -	\$ 90,708	\$ -	\$ -
Supplies	34,747	689	35,436	34,000	45,949	10,513
Service charges	378	-	378	5,500	4,300	3,922
Capital outlay	(16,966)	8,337	(8,629)	-	(9,200)	(571)
Total expenditures	\$ 18,159	\$ 9,026	\$ 27,185	\$ 130,208	\$ 41,049	\$ 13,864

CULTURE & RECREATION - HUMANITIES AND MUSEUMS

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 107,483	\$ -	\$ 107,483	\$ 124,738	\$ 112,691	\$ 5,208
Supplies	405	-	405	3,500	3,363	2,958
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 107,888	\$ -	\$ 107,888	\$ 128,238	\$ 116,054	\$ 8,166

CULTURE & RECREATION - MAIN STREET PROGRAM

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Supplies	-	-	-	-	-	-
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

CITY OF KENNER, LOUISIANA
COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
CULTURE AND RECREATION FUNCTION (CONTINUED)

RECREATION - ATHLETICS

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 1,168,762	\$ -	\$ 1,168,762	\$ 1,384,259	\$ 1,274,655	\$ 105,893
Supplies	20,975	1,629	22,604	50,832	51,333	28,729
Service charges	70,364	1,402	71,766	131,000	133,870	62,104
Capital outlay	13,775	-	13,775	30,000	31,694	17,919
Total expenditures	<u>\$ 1,273,876</u>	<u>\$ 3,031</u>	<u>\$ 1,276,907</u>	<u>\$ 1,596,091</u>	<u>\$ 1,491,552</u>	<u>\$ 214,645</u>

RECREATION MAINTENANCE

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 674,053	\$ -	\$ 674,053	\$ 857,246	\$ 756,232	\$ 82,179
Supplies	43,206	12,540	55,746	67,016	43,800	(11,946)
Service charges	173,390	3,826	177,216	148,663	179,860	2,644
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 890,649</u>	<u>\$ 16,366</u>	<u>\$ 907,015</u>	<u>\$ 1,072,925</u>	<u>\$ 979,892</u>	<u>\$ 72,877</u>

CITY PARK OPERATIONS

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Supplies	-	-	-	-	-	-
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CULTURE & RECREATION - FOOD BANK

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 310,331	\$ -	\$ 310,331	\$ 479,708	\$ 304,857	\$ (5,474)
Supplies	3,618	439	4,057	1,900	2,949	(1,108)
Service charges	12,273	(716)	11,557	16,850	17,218	5,661
Capital outlay	-	117,218	117,218	-	-	(117,218)
Total expenditures	<u>\$ 326,222</u>	<u>\$ 116,941</u>	<u>\$ 443,163</u>	<u>\$ 498,458</u>	<u>\$ 325,024</u>	<u>\$ (118,139)</u>

(Continued)

CITY OF KENNER, LOUISIANA
COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
CULTURE AND RECREATION FUNCTION (CONTINUED)

TOTAL - CULTURE AND RECREATION FUNCTION

EXPENDITURES	ADJUSTMENT TO BUDGETARY			BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ACTUAL</u>	<u>BUDGETARY</u>		<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	
		<u>BASIS</u>				
Personnel	\$ 2,292,588	\$ -	\$ 2,292,588	\$ 3,223,472	\$ 2,613,641	\$ 321,053
Supplies	116,762	17,080	133,842	232,248	222,803	88,961
Service charges	256,405	4,512	260,917	302,013	335,248	74,331
Capital outlay	(3,191)	125,555	122,364	30,000	22,494	(99,870)
Total expenditures	<u>\$ 2,662,564</u>	<u>\$ 147,147</u>	<u>\$ 2,809,711</u>	<u>\$ 3,787,733</u>	<u>\$ 3,194,186</u>	<u>\$ 384,475</u>

CITY OF KENNER, LOUISIANA
COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
TRANSIT FUNCTION

TOTAL - TRANSIT FUNCTION

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Supplies	-	-	-	-	-	-
Service charges	-	-	-	490,000	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 490,000</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF KENNER, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
COMMUNITY DEVELOPMENT BLOCK GRANT FUND
YEAR ENDED JUNE 30, 2023

	<u>ACTUAL</u>	<u>ADJUSTMENT TO BUDGETARY BASIS</u>	<u>BUDGETARY</u>	<u>BUDGETARY AMOUNTS</u>		<u>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</u>
				<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	
REVENUES						
Intergovernmental	\$ 153,767	\$ -	\$ 153,767	\$ 109,941	\$ 109,941	\$ 43,826
Interest	8,589	-	8,589	800	800	7,789
Miscellaneous	-	-	-	-	-	-
Total revenues	<u>162,356</u>	<u>-</u>	<u>162,356</u>	<u>110,741</u>	<u>110,741</u>	<u>51,615</u>
EXPENDITURES						
Public works:						
Capital outlay	-	-	-	-	-	-
Total public works	-	-	-	-	-	-
Culture and recreation:						
Capital outlay	-	-	-	-	-	-
Total culture and recreation	-	-	-	-	-	-
Urban development:						
Personnel	625,670	-	625,670	682,068	663,748	38,078
Supplies	5,011	1,965	6,976	12,500	12,740	5,764
Service charges	95,996	8,228	104,224	82,435	94,663	(9,561)
Capital outlay	-	-	-	-	3,400	3,400
Total urban development	<u>726,677</u>	<u>10,193</u>	<u>736,870</u>	<u>777,003</u>	<u>774,551</u>	<u>37,681</u>

(Continued)

CITY OF KENNER, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
COMMUNITY DEVELOPMENT BLOCK GRANT FUND
YEAR ENDED JUNE 30, 2023
(CONTINUED)

	<u>ACTUAL</u>	ADJUSTMENT TO BUDGETARY BASIS	<u>BUDGETARY</u>	<u>BUDGETARY AMOUNTS</u>		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				<u>ORIGINAL</u>	<u>FINAL</u>	
EXPENDITURES (CONTINUED)						
Health & Welfare:						
Personnel	\$ 206,557	\$ -	\$ 206,557	\$ 264,255	\$ 244,189	\$ 37,632
Supplies	8,226	217	8,443	9,000	9,502	1,059
Service charges	14,355	158	14,513	9,000	15,068	555
Capital outlay	-	-	-	-	-	-
Total Health & Welfare	<u>229,138</u>	<u>375</u>	<u>229,513</u>	<u>282,255</u>	<u>268,759</u>	<u>39,246</u>
Total Expenditures	<u>955,815</u>	<u>10,568</u>	<u>966,383</u>	<u>1,059,258</u>	<u>1,043,310</u>	<u>76,927</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(793,459)</u>	<u>(10,568)</u>	<u>(804,027)</u>	<u>(948,517)</u>	<u>(932,569)</u>	<u>128,542</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	594,061	-	594,061	-	594,054	7
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>594,061</u>	<u>-</u>	<u>594,061</u>	<u>-</u>	<u>594,054</u>	<u>7</u>
Net change in fund balance	(199,398)	(10,568)	(209,966)	(948,517)	(338,515)	128,549
Fund balance - beginning of year	<u>453,289</u>	<u>-</u>	<u>453,289</u>	<u>453,289</u>	<u>453,289</u>	<u>-</u>
Fund balance - end of year	<u>\$ 253,891</u>	<u>\$ (10,568)</u>	<u>\$ 243,323</u>	<u>\$ (495,228)</u>	<u>\$ 114,774</u>	<u>\$ 128,549</u>

See accompanying note to budgetary comparison schedules.

CITY OF KENNER, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GARBAGE COLLECTION AND DISPOSAL FUND
YEAR ENDED JUNE 30, 2023

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
REVENUES						
Taxes:						
Ad valorem tax	\$ 944,999	\$ -	\$ 944,999	\$ 844,656	\$ 844,656	\$ 100,343
Intergovernmental	2	-	2	-	-	2
Charges for services:						
Garbage fees and penalties	3,920,931	-	3,920,931	3,881,320	3,881,320	39,611
Interest	-	-	-	-	-	-
Total revenues	<u>4,865,932</u>	<u>-</u>	<u>4,865,932</u>	<u>4,725,976</u>	<u>4,725,976</u>	<u>139,956</u>
EXPENDITURES						
Public works:						
Contractual services	6,553,366	46,200	6,599,566	6,530,537	6,529,993	(69,573)
Capital Outlay	544	-	544	-	544	-
Total expenditures	<u>6,553,910</u>	<u>46,200</u>	<u>6,600,110</u>	<u>6,530,537</u>	<u>6,530,537</u>	<u>(69,573)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,687,978)</u>	<u>(46,200)</u>	<u>(1,734,178)</u>	<u>(1,804,561)</u>	<u>(1,804,561)</u>	<u>70,383</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	1,687,978	-	1,687,978	1,804,561	1,804,561	(116,583)
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>1,687,978</u>	<u>-</u>	<u>1,687,978</u>	<u>1,804,561</u>	<u>1,804,561</u>	<u>(116,583)</u>
Net change in fund balances	-	(46,200)	(46,200)	-	-	(46,200)
Fund balance - beginning of year	-	-	-	-	-	-
Fund balance - end of year	<u>\$ -</u>	<u>\$ (46,200)</u>	<u>\$ (46,200)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (46,200)</u>

CITY OF KENNER, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
STREETS AND DRAINAGE FUND
YEAR ENDED JUNE 30, 2023

	<u>ACTUAL</u>	ADJUSTMENT TO BUDGETARY BASIS	<u>BUDGETARY</u>	<u>BUDGETARY AMOUNTS</u>		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	
REVENUES						
Taxes:						
Ad valorem tax	\$ 3,463,211	\$ -	\$ 3,463,211	\$ 3,110,812	\$ 3,444,812	\$ 18,399
Total revenues	<u>3,463,211</u>	<u>-</u>	<u>3,463,211</u>	<u>3,110,812</u>	<u>3,444,812</u>	<u>18,399</u>
EXPENDITURES						
Public works:						
Personnel	620,598	-	620,598	1,467,462	1,340,924	720,326
Supplies	64,833	883	65,716	267,492	389,643	323,927
Service charges	<u>6,822</u>	<u>1,954</u>	<u>8,776</u>	<u>5,531</u>	<u>9,918</u>	<u>1,142</u>
Total expenditures	<u>692,253</u>	<u>2,837</u>	<u>695,090</u>	<u>1,740,485</u>	<u>1,740,485</u>	<u>1,045,395</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,770,958</u>	<u>(2,837)</u>	<u>2,768,121</u>	<u>1,370,327</u>	<u>1,704,327</u>	<u>1,063,794</u>
OTHER FINANCING SOURCES						
Transfers in	501,699	-	501,699	564,411	564,411	(62,712)
Transfers out	<u>(3,272,657)</u>	<u>-</u>	<u>(3,272,657)</u>	<u>(1,934,738)</u>	<u>(2,449,738)</u>	<u>(822,919)</u>
Net change in fund balance	-	(2,837)	(2,837)	-	(181,000)	178,163
Fund balance - beginning of year	-	-	-	-	-	-
Fund balance - end of year	<u>\$ -</u>	<u>\$ (2,837)</u>	<u>\$ (2,837)</u>	<u>\$ -</u>	<u>\$ (181,000)</u>	<u>\$ 178,163</u>

See accompanying note to budgetary comparison schedules.

CITY OF KENNER, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL DEBT FUND
YEAR ENDED JUNE 30, 2023

	<u>ACTUAL</u>	ADJUSTMENT TO BUDGETARY BASIS	<u>BUDGETARY</u>	<u>BUDGETARY AMOUNTS</u>		VARIANCE WITH FINAL BUDGET
				<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	
REVENUES						
Taxes:						
Sales tax	\$ 3,043,708	\$ -	\$ 3,043,708	\$ 4,875,180	\$ 4,875,180	\$ (1,831,472)
Interest	647,958	-	647,958	45,549	45,549	602,409
Total revenues	<u>3,691,666</u>	<u>-</u>	<u>3,691,666</u>	<u>4,920,729</u>	<u>4,920,729</u>	<u>(1,229,063)</u>
EXPENDITURES						
Debt service:						
Principal	3,686,000	-	3,686,000	4,842,000	4,842,000	1,156,000
Interest	842,965	-	842,965	827,490	827,490	(15,475)
Miscellaneous	36,000	-	36,000	36,000	36,000	-
Total expenditures	<u>4,564,965</u>	<u>-</u>	<u>4,564,965</u>	<u>5,705,490</u>	<u>5,705,490</u>	<u>1,140,525</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(873,299)</u>	<u>-</u>	<u>(873,299)</u>	<u>(784,761)</u>	<u>(784,761)</u>	<u>(88,538)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	2,379,295	-	2,379,295	1,327,348	1,327,348	1,051,947
Transfers out	(470,000)	-	(470,000)	-	-	(470,000)
Total other financing sources (uses)	<u>1,909,295</u>	<u>-</u>	<u>1,909,295</u>	<u>1,327,348</u>	<u>1,327,348</u>	<u>581,947</u>
Net change in fund balance	1,035,996	-	1,035,996	542,587	542,587	493,409
Fund balance - beginning of year	<u>8,513,673</u>	<u>-</u>	<u>8,513,673</u>	<u>8,513,673</u>	<u>8,513,673</u>	<u>-</u>
Fund balance - end of year	<u>\$ 9,549,669</u>	<u>\$ -</u>	<u>\$ 9,549,669</u>	<u>\$ 9,056,260</u>	<u>\$ 9,056,260</u>	<u>\$ 493,409</u>

CITY OF KENNER, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
AD VALOREM TAX BONDS FUND
YEAR ENDED JUNE 30, 2023

	<u>ACTUAL</u>	<u>ADJUSTMENT TO BUDGETARY BASIS</u>	<u>BUDGETARY</u>	<u>BUDGETARY AMOUNTS</u>		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	
REVENUES						
Taxes:						
Ad valorem tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	<u>131</u>	<u>-</u>	<u>131</u>	<u>15</u>	<u>15</u>	<u>116</u>
Total revenues	<u>131</u>	<u>-</u>	<u>131</u>	<u>15</u>	<u>15</u>	<u>116</u>
EXPENDITURES						
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>131</u>	<u>-</u>	<u>131</u>	<u>15</u>	<u>15</u>	<u>116</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>131</u>	<u>-</u>	<u>131</u>	<u>15</u>	<u>15</u>	<u>116</u>
Fund balance - beginning of year	<u>7,136</u>	<u>-</u>	<u>7,136</u>	<u>7,136</u>	<u>7,136</u>	<u>-</u>
Fund balance - end of year	<u>\$ 7,267</u>	<u>\$ -</u>	<u>\$ 7,267</u>	<u>\$ 7,151</u>	<u>\$ 7,151</u>	<u>\$ 116</u>

CITY OF KENNER, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FIREMEN'S PENSION MERGER FUND
YEAR ENDED JUNE 30, 2023

	<u>ACTUAL</u>	ADJUSTMENT TO BUDGETARY BASIS	<u>BUDGETARY</u>	<u>BUDGETARY AMOUNTS</u>		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	
REVENUES						
Taxes						
Fire insurance premium	\$ 541,917	\$ -	\$ 541,917	\$ 288,711	\$ 288,711	\$ 253,206
Interest	12,315	-	12,315	650	650	11,665
Loan Proceeds	-	-	-	-	-	-
Total revenues	<u>554,232</u>	<u>-</u>	<u>554,232</u>	<u>289,361</u>	<u>289,361</u>	<u>264,871</u>
EXPENDITURES						
Debt service:						
Principal	167,000	-	167,000	167,000	167,000	-
Interest and fiscal charges	37,156	-	37,156	37,452	37,452	296
Debt issuance costs	-	-	-	-	-	-
Total expenditures	<u>204,156</u>	<u>-</u>	<u>204,156</u>	<u>204,452</u>	<u>204,452</u>	<u>296</u>
Excess (deficiency) of revenues over (under) expenditures	<u>350,076</u>	<u>-</u>	<u>350,076</u>	<u>84,909</u>	<u>84,909</u>	<u>265,167</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>350,076</u>	<u>-</u>	<u>350,076</u>	<u>84,909</u>	<u>84,909</u>	<u>265,167</u>
Fund balance - beginning of year	<u>282,395</u>	<u>-</u>	<u>282,395</u>	<u>282,395</u>	<u>282,395</u>	<u>-</u>
Fund balance - end of year	<u>\$ 632,471</u>	<u>\$ -</u>	<u>\$ 632,471</u>	<u>\$ 367,304</u>	<u>\$ 367,304</u>	<u>\$ 265,167</u>

**CITY OF KENNER, LOUISIANA
ENTERPRISE FUND DESCRIPTIONS
JUNE 30, 2023**

ENTERPRISE FUNDS

Enterprise Funds are used to report any activity for which a fee is charged to external users for goods or services.

DEPARTMENT OF WASTEWATER OPERATIONS FUND

The Department of Wastewater Operations Fund accounts for the sewer services provided to the residents of the City of Kenner.

CIVIC CENTER OPERATIONS FUND

The Civic Center Operations Fund accounts for the operations of the Pontchartrain Civic Center.

CITY OF KENNER, LOUISIANA
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION - BUDGET AND ACTUAL
WASTEWATER OPERATIONS
FOR THE YEAR ENDED JUNE 30, 2023

	ADJ. TO BUDGETARY ACTUAL	BUDGETARY BASIS	BUDGETARY AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE BUDGET (NEGATIVE)
			ORIGINAL	FINAL	BUDGET	
			BUDGET	BUDGET	BUDGET	
OPERATING REVENUES						
Charges for services						
Sewerage service charges	\$ 8,791,301	\$ -	\$ 8,791,301	\$ 8,943,800	\$ 8,943,800	\$ (152,499)
Total operating revenues	8,791,301	-	8,791,301	8,943,800	8,943,800	(152,499)
OPERATING EXPENSES						
Personnel services	2,498,912	-	2,498,912	2,660,507	2,754,431	255,519
Supplies and other expenses	892,041	-	892,041	487,645	1,145,742	253,701
Building and maintenance expenses	2,564,549	-	2,564,549	2,400,080	3,178,425	613,876
Outside services	1,348,373	-	1,348,373	1,729,676	1,630,691	282,318
Depreciation	4,209,031	(4,209,031)	-	-	-	-
Public works	-	-	-	-	-	-
Other	19,118	-	19,118	25,750	25,753	6,635
Total operating expenses	11,532,024	(4,209,031)	7,322,993	7,303,658	8,735,042	1,412,049
Operating income (loss)	(2,740,723)	4,209,031	1,468,308	1,640,142	208,758	1,259,550
NON-OPERATING REVENUES (EXPENSES)						
Ad valorem taxes	658,934	-	658,934	532,440	532,440	126,494
Operating grants	-	-	-	-	-	-
Interest income	549,452	-	549,452	25,500	25,500	523,952
Amortization of bond discount	(9,796)	9,796	-	-	-	-
Interest expense	(484,832)	-	(484,832)	(477,992)	(643,051)	158,219
Total non-operating revenues (expenses)	713,758	9,796	723,554	79,948	(85,111)	808,665
Income (loss) before contributions and transfers	(2,026,965)	4,218,827	2,191,862	1,720,090	123,647	2,068,215
Bond payments	-	-	-	(1,713,000)	(589,187)	589,187
Capital contributions	-	-	-	-	-	-
Transfer in	470,000	-	470,000	-	-	470,000
Transfer out	(752,673)	-	(752,673)	(821,076)	(821,076)	68,403
Change in net position	(2,309,638)	4,218,827	1,909,189	(813,986)	(1,286,616)	3,195,805
Net position - beginning of year	42,785,876	-	42,785,876	42,785,876	42,785,876	-
Net position - end of year	\$ 40,476,238	\$ 4,218,827	\$ 44,695,065	\$ 41,971,890	\$ 41,499,260	\$ 3,195,805

CITY OF KENNER, LOUISIANA
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION - BUDGET AND ACTUAL
CIVIC CENTER OPERATIONS
FOR THE YEAR ENDED JUNE 30, 2023

	<u>ACTUAL</u>	<u>ADJ. TO BUDGETARY BASIS</u>	<u>BUDGETARY</u>	<u>BUDGETARY AMOUNTS</u>		<u>VARIANCE WITH FINAL BUDGET</u>	<u>BUDGET POSITIVE (NEGATIVE)</u>					
				<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>							
OPERATING REVENUES												
Charges for services:												
Rental charges	\$ 767,982	\$ -	\$ 767,982	\$ 650,000	\$ 650,000	\$ 117,982						
Parking	44,693	-	44,693	50,000	50,000	(5,307)						
Concessions	151,931	-	151,931	100,000	100,000	51,931						
Catering	213,045	-	213,045	140,000	140,000	73,045						
Reimbursed services	156,332	-	156,332	264,000	264,000	(107,668)						
Advertising	15,000	-	15,000	15,000	15,000	-						
Miscellaneous	188,123	-	188,123	30,400	30,400	157,723						
Total operating revenues	<u>1,537,106</u>	<u>-</u>	<u>1,537,106</u>	<u>1,249,400</u>	<u>1,249,400</u>	<u>287,706</u>						
OPERATING EXPENSES												
Personnel services	(3,764)	-	(3,764)	-	55	3,819						
Supplies and other expenses	99,525	-	99,525	28,900	27,916	(71,609)						
Building and maintenance expense	555,745	-	555,745	574,990	701,444	145,699						
Outside services	1,392,546	-	1,392,546	1,267,682	1,095,896	(296,650)						
Insurance premiums	122,090	-	122,090	65,200	112,023	(10,067)						
General expenses:												
Depreciation	<u>575,941</u>	<u>(575,941)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>						
Total operating expenses	<u>2,742,083</u>	<u>(575,941)</u>	<u>2,166,142</u>	<u>1,936,772</u>	<u>1,937,334</u>	<u>(228,808)</u>						
Operating income (loss)	<u>(1,204,977)</u>	<u>575,941</u>	<u>(629,036)</u>	<u>(687,372)</u>	<u>(687,934)</u>	<u>58,898</u>						
NON-OPERATING REVENUES (EXPENSES)												
Ad valorem taxes	-	-	-	-	-	-						
Hotel/motel taxes	132,494	-	132,494	178,425	178,425	(45,931)						
Cable television franchise fees	277,385	-	277,385	293,723	293,723	(16,338)						
Interest income	2,002	-	2,002	200	200	1,802						
Total non-operating revenues	<u>411,881</u>	<u>-</u>	<u>411,881</u>	<u>472,348</u>	<u>472,348</u>	<u>(60,467)</u>						
Income (loss) before contributions, and transfers	<u>(793,096)</u>	<u>575,941</u>	<u>(217,155)</u>	<u>(215,024)</u>	<u>(215,586)</u>	<u>(1,569)</u>						
Capital Contributions	-	-	-	-	-	-						
Transfers in	<u>185,074</u>	<u>-</u>	<u>185,074</u>	<u>-</u>	<u>-</u>	<u>185,074</u>						
Change in net position	(608,022)	575,941	(32,081)	(215,024)	(215,586)	183,505						
Net position - beginning of year	<u>10,402,795</u>	<u>-</u>	<u>10,402,795</u>	<u>10,402,795</u>	<u>10,402,795</u>	<u>-</u>						
Net position - end of year	<u>\$ 9,794,773</u>	<u>\$ 575,941</u>	<u>\$ 10,370,714</u>	<u>\$ 10,187,771</u>	<u>\$ 10,187,209</u>	<u>\$ 183,505</u>						

**CITY OF KENNER, LOUISIANA
INTERNAL SERVICE FUND DESCRIPTIONS
JUNE 30, 2023**

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

SELF-INSURANCE FUND

The Self-Insurance Fund accounts for monies accumulated to provide automobile, property damage, and worker's compensation for which the City is self-insured.

HEALTH INSURANCE FUND

The Health Insurance Fund accounts for monies accumulated to pay the health insurance premiums.

CITY OF KENNER, LOUISIANA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2023

	SELF- INSURANCE FUND	HEALTH INSURANCE FUND	TOTAL
ASSETS			
Cash	\$ 207,582	\$ 609,453	\$ 817,035
Equity in pooled cash	1,356	-	1,356
Investments	-	-	-
Due from other funds	-	-	-
 Total assets	 208,938	 609,453	 818,391
DEFERRED OUTFLOWS OF RESOURCES			
 LIABILITIES	 -	 -	 -
Accounts payable	-	3,473	3,473
Estimated claims payable	4,791,133	-	4,791,133
Due to other funds	2,891	1,324,295	1,327,186
 Total liabilities	 4,794,024	 1,327,768	 6,121,792
DEFERRED INFLOWS OF RESOURCES			
 NET POSITION	 -	 -	 -
Unrestricted	(4,585,086)	(718,315)	(5,303,401)
 Total net position	 \$ (4,585,086)	 \$ (718,315)	 \$ (5,303,401)

CITY OF KENNER, LOUISIANA
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	SELF- INSURANCE FUND	HEALTH INSURANCE FUND	TOTAL
OPERATING REVENUES			
Charges for services	\$ 500,000	<u>4,832,863</u>	<u>5,332,863</u>
OPERATING EXPENSES			
Outside services	154,816	-	154,816
Insurance claims	340,595	-	340,595
Insurance premiums	-	<u>5,185,466</u>	<u>5,185,466</u>
Total operating expenses	<u>495,411</u>	<u>5,185,466</u>	<u>5,680,877</u>
Operating income (loss)	<u>4,589</u>	<u>(352,603)</u>	<u>(348,014)</u>
NON-OPERATING REVENUE (EXPENSE)			
Interest income	<u>10,669</u>	<u>19,660</u>	<u>30,329</u>
Total non-operating revenue	<u>10,669</u>	<u>19,660</u>	<u>30,329</u>
Income (loss) before transfers	15,258	(332,943)	(317,685)
Transfers in	-	-	-
Change in net position	15,258	(332,943)	(317,685)
Net position - beginning of year	<u>(4,600,344)</u>	<u>(385,372)</u>	<u>(4,985,716)</u>
Net position - end of year	<u>\$ (4,585,086)</u>	<u>\$ (718,315)</u>	<u>\$ (5,303,401)</u>

CITY OF KENNER, LOUISIANA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	SELF- INSURANCE FUND	HEALTH INSURANCE FUND	TOTAL
Cash flows from operating activities:			
Receipts from insured	\$ 500,000	\$ 4,832,863	\$ 5,332,863
Payments to suppliers	(543,732)	(5,181,993)	(5,725,725)
Internal activity - receipts from other funds	-	500,955	500,955
Net cash provided by (used for) operating activities	<u>(43,732)</u>	<u>151,825</u>	<u>108,093</u>
Cash flows from non-capital financing activities:			
Transfers in	-	-	-
Transfers (out)	-	-	-
Net cash provided by (used for) non-capital financing activities	<u>-</u>	<u>-</u>	<u>-</u>
Cash flows from investing activities:			
Proceeds from sales and maturities of investments	-	-	-
Purchases of investments	-	-	-
Interest and dividends received	10,669	19,660	30,329
Net cash provided by investing activities	<u>10,669</u>	<u>19,660</u>	<u>30,329</u>
Net increase (decrease) in cash and cash equivalents	(33,063)	171,485	138,422
Cash and cash equivalents, beginning of year	<u>242,001</u>	<u>437,968</u>	<u>679,969</u>
Cash and cash equivalents, end of year	<u>\$ 208,938</u>	<u>\$ 609,453</u>	<u>\$ 818,391</u>
Reconciliation to Statement of Net Position:			
Cash	\$ 207,582	\$ 609,453	\$ 817,035
Equity in pooled cash	<u>1,356</u>	<u>-</u>	<u>1,356</u>
Cash and cash equivalents, end of year	<u>\$ 208,938</u>	<u>\$ 609,453</u>	<u>\$ 818,391</u>
Reconciliation of operating income to net cash provided by (used for) operating activities:			
Operating income (loss)	\$ 4,589	\$ (352,603)	\$ (348,014)
Adjustments to reconcile operating income to net cash provided by operating activities:			
Change in assets and liabilities:			
Increase in accounts payable	-	3,473	3,473
Decrease in estimated claims payable	(48,321)	-	(48,321)
Increase (decrease) in due to other funds	-	500,955	500,955
Total adjustments	<u>(48,321)</u>	<u>504,428</u>	<u>456,107</u>
Net cash provided by (used for) operating activities	<u>\$ (43,732)</u>	<u>\$ 151,825</u>	<u>\$ 108,093</u>

CITY OF KENNER, LOUISIANA
COMBINING STATEMENT OF CASH FLOWS (CONTINUED)
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	SELF- INSURANCE FUND	HEALTH INSURANCE FUND	TOTAL
Noncash investing, capital, and financing activities:			
Gain on fair market value of investments	\$ -	\$ -	\$ -
(Increase) in fair market value of investments	<u>-</u>	<u>-</u>	<u>-</u>
Net effect of noncash activities	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

CITY OF KENNER, LOUISIANA
SCHEDULE OF COUNCILPERSONS' COMPENSATION
YEAR ENDED JUNE 30, 2023

<u>COUNCILPERSON</u>	<u>NUMBER OF DAYS SERVED</u>	<u>COMPENSATION</u>
Kristi McKinney	365	\$ 37,268
Gregory Carroll	0	1,236
Glenn Hayes Sr.	0	1,052
Thomas Willmott	365	42,635
George Branigan	365	38,012
Deleger Dunn	365	29,328
Ronald Scharwath	365	37,712
Joseph Lahatte	365	29,328
Brian Brennan	365	31,079
Michael Sigur	0	<u>1,305</u>
		<u>\$ 248,955</u>

CITY OF KENNER, LOUISIANA
SUPPLEMENTARY INFORMATION
SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS
TO AGENCY HEAD OR CHIEF EXECUTIVE OFFICER
JUNE 30, 2023

Agency Head Name: Michael J. Glaser

Period: July 1, 2022 - June 30, 2023

Salary	\$ 115,487
Benefits - insurance	7,396
Benefits - retirement	32,914
Reimbursements	5,679
Automobile expenses	<u>5,792</u>
	<u>\$ 167,269</u>

CITY OF KENNER, LOUISIANA
SUPPLEMENTARY INFORMATION
JUSTICE SYSTEM FUNDING SCHEDULE - RECEIVING ENTITY
AS REQUIRED BY ACT 87 OF THE 2020 REGULAR LEGISLATIVE SESSION
FOR THE YEAR ENDED JUNE 30, 2023

	First Six Month Period Ended	Second Six Month Period Ended
Cash Basis Presentation	<u>12/31/2022</u>	<u>06/30/2023</u>

Receipts From:

LA Office of Motor Vehicles, Criminal Court Costs/Fees	\$ 2,851	\$ 4,063
Subtotal Receipts	<u>\$ 2,851</u>	<u>\$ 4,063</u>
Ending Balance of Amounts Assessed but Not Received	<u>\$ -</u>	<u>\$ -</u>

CITY OF KENNER, LOUISIANA
SUPPLEMENTARY INFORMATION
JUSTICE SYSTEM FUNDING SCHEDULE - COLLECTING/DISBURSING ENTITY
AS REQUIRED BY ACT 87 OF THE 2020 REGULAR LEGISLATIVE SESSION
FOR THE YEAR ENDED JUNE 30, 2023

	First Six Month Period Ended	Second Six Month Period Ended
Cash Basis Presentation	<u>12/31/2022</u>	<u>06/30/2023</u>
Beginning Balance of Amounts Collected	\$ 1,839,103	\$ 2,431,528
Add Collections:		
Bond Fees	\$ 27,274	\$ 56,545
Pre-Trial Diversion Program Fees	345,251	268,911
Criminal Costs/Fees	30,010	44,884
Criminal Fees - Contempt	7,689	10,294
Criminal Fines - Other	118,783	179,191
Service/Collection Fees	42,222	74,654
Other	<u>72,607</u>	<u>112,606</u>
Subtotal Collections	<u>\$ 643,836</u>	<u>\$ 747,085</u>
Less Disbursements to Governments & Nonprofits:		
Louisiana Association of Chiefs of Police, Court Costs/Fees	\$ 1,170	\$ 1,394
Treasurer, State of Louisiana, Court Costs/Fees	4,672	7,850
Supreme Court of Louisiana, Court Costs/Fees	3,017	4,549
Crimestoppers, Inc., Court Costs/Fees	2,023	3,098
LA Commission on Law Enforcement, Court Costs/Fees	2,073	3,189
24th Judicial District Indigent Defendant Board, Court Costs/Fees	37,034	57,296
Department of Health and Hospitals, Court Costs/Fees	<u>1,422</u>	<u>1,981</u>
Subtotal Disbursements/Retainage	<u>\$ 51,411</u>	<u>\$ 79,357</u>
Ending Balance of Amounts Assessed but Not Received	<u>\$ 2,431,528</u>	<u>\$ 3,099,256</u>

STATISTICAL SECTION

This part of the City of Kenner's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the city's overall financial health.

<u>Contents</u>	<u>Schedules</u>
Financial Trends	1 - 4
These schedules contain trend information to help the reader understand how the city's financial performance and well-being have changed over time.	
Revenue Capacity	5 - 9
These schedules contain information to help the reader assess the city's most significant local revenue source, the sales tax, as well as the property tax.	
Debt Capacity	10 - 14
These schedules present information to help the reader assess the affordability of the city's current levels of outstanding debt and the city's ability to issue additional debt in the future.	
Demographic and Economic Information	15 - 16
These schedules offer demographic and economic indicators to help the reader understand the environment within which the city's financial activities	
Operating Information	17 - 19
These schedules contain service and infrastructure data to help the reader understand how the information in the city's financial report relates to the services the city provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

CITY OF KENNER, LOUISIANA
SCHEDULE 1 -- NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(Unaudited)

	2014	2015	2016	2017	2018
Governmental activities					
Net investment in capital assets	\$ 138,185,196	\$ 156,456,600	\$ 149,042,805	\$ 138,501,616	\$ 131,061,483
Restricted	34,664,950	7,965,322	6,604,685	9,097,420	9,212,571
Unrestricted	<u>4,026,130</u>	<u>(45,070,937)</u>	<u>(40,835,794)</u>	<u>(41,045,645)</u>	<u>(53,958,644)</u>
Total governmental activities net position	<u><u>\$ 176,876,276</u></u>	<u><u>\$ 119,350,985</u></u>	<u><u>\$ 114,811,696</u></u>	<u><u>\$ 106,553,391</u></u>	<u><u>\$ 86,315,410</u></u>
Business-type activities					
Net investment in capital assets	\$ 55,967,834	\$ 52,907,339	\$ 59,774,596	\$ 63,270,535	\$ 59,419,503
Restricted	13,261,209	12,630,950	13,027,560	13,384,442	14,776,869
Unrestricted	<u>(594,712)</u>	<u>165,593</u>	<u>(997,691)</u>	<u>(6,210,890)</u>	<u>(6,645,075)</u>
Total business-type activities net position	<u><u>\$ 68,634,331</u></u>	<u><u>\$ 65,703,882</u></u>	<u><u>\$ 71,804,465</u></u>	<u><u>\$ 70,444,087</u></u>	<u><u>\$ 67,551,297</u></u>
Primary government					
Net investment in capital assets	\$ 194,153,030	\$ 209,363,939	\$ 208,817,401	\$ 201,772,151	\$ 190,480,986
Restricted	47,926,159	20,596,272	19,632,245	22,481,862	23,989,440
Unrestricted	<u>3,431,418</u>	<u>(44,905,344)</u>	<u>(41,833,485)</u>	<u>(47,256,535)</u>	<u>(60,603,719)</u>
Total primary government net position	<u><u>\$ 245,510,607</u></u>	<u><u>\$ 185,054,867</u></u>	<u><u>\$ 186,616,161</u></u>	<u><u>\$ 176,997,478</u></u>	<u><u>\$ 153,866,707</u></u>

(Continued)

Source: Audited Annual Comprehensive Financial Reports

CITY OF KENNER, LOUISIANA
SCHEDULE 1 -- NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS (CONTINUED)
 (accrual basis of accounting)
 (Unaudited)

	2019	2020	2021	2022	2023
Governmental activities					
Net investment in capital assets	\$ 129,458,648	\$ 123,879,923	\$ 145,247,752	\$ 137,320,415	\$ 131,102,992
Restricted	9,853,877	9,129,011	38,538,685	36,634,898	36,844,851
Unrestricted	<u>(40,073,193)</u>	<u>(34,684,716)</u>	<u>(96,510,270)</u>	<u>(57,809,057)</u>	<u>(48,658,515)</u>
Total governmental activities net position	<u><u>\$ 99,239,332</u></u>	<u><u>\$ 98,324,218</u></u>	<u><u>\$ 87,276,167</u></u>	<u><u>\$ 116,146,256</u></u>	<u><u>\$ 119,289,328</u></u>
Business-type activities					
Net investment in capital assets	\$ 54,030,338	\$ 51,167,760	\$ 49,317,389	\$ 47,440,010	\$ 44,474,455
Restricted	16,176,932	9,170,548	10,120,330	12,022,015	12,070,382
Unrestricted	<u>(8,556,031)</u>	<u>(266,727)</u>	<u>(1,652,109)</u>	<u>(6,273,354)</u>	<u>(6,273,826)</u>
Total business-type activities net position	<u><u>\$ 61,651,239</u></u>	<u><u>\$ 60,071,581</u></u>	<u><u>\$ 57,785,610</u></u>	<u><u>\$ 53,188,671</u></u>	<u><u>\$ 50,271,011</u></u>
Primary government					
Net investment in capital assets	\$ 183,488,986	\$ 175,047,683	\$ 194,565,141	\$ 184,760,425	\$ 175,577,447
Restricted	26,030,809	18,299,559	48,659,015	48,656,913	48,915,233
Unrestricted	<u>(48,629,224)</u>	<u>(34,951,443)</u>	<u>(98,162,379)</u>	<u>(64,082,411)</u>	<u>(54,932,341)</u>
Total primary government net position	<u><u>\$ 160,890,571</u></u>	<u><u>\$ 158,395,799</u></u>	<u><u>\$ 145,061,777</u></u>	<u><u>\$ 169,334,927</u></u>	<u><u>\$ 169,560,339</u></u>

CITY OF KENNER, LOUISIANA
SCHEDULE 2 – CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(Unaudited)

	2014	2015	2016	2017	2018
Expenses					
Governmental activities:					
General government	\$ 15,177,249	\$ 13,813,735	\$ 14,836,858	\$ 16,586,949	\$ 15,358,488
Public safety	29,635,749	29,475,863	30,883,950	33,467,757	35,312,148
Public works	28,877,594	27,941,741	32,764,458	24,782,776	25,194,381
Health and welfare	463,687	801,735	613,131	858,793	1,118,220
Culture and recreation	8,328,521	6,358,836	7,008,906	9,948,548	7,139,313
Transit and urban development	1,807,143	1,894,391	2,922,725	1,588,093	1,616,963
Interest on long-term debt and other charges	1,743,210	1,877,967	2,023,349	1,972,444	1,914,936
Debt issuance costs	699,366	-	-	-	-
Total governmental activities expenses	<u>86,732,519</u>	<u>82,164,268</u>	<u>91,053,377</u>	<u>89,205,360</u>	<u>87,654,449</u>
Business-type activities:					
Wastewater operations	9,868,246	10,525,025	10,344,589	10,148,155	12,131,852
Civic center operations	3,317,342	3,913,657	3,461,541	3,091,574	2,795,722
Total business-type activities expenses	<u>13,185,588</u>	<u>14,438,682</u>	<u>13,806,130</u>	<u>13,239,729</u>	<u>14,927,574</u>
Total primary government expenses	<u><u>\$ 99,918,107</u></u>	<u><u>\$ 96,602,950</u></u>	<u><u>\$ 104,859,507</u></u>	<u><u>\$ 102,445,089</u></u>	<u><u>\$ 102,582,023</u></u>
Program Revenues					
Governmental activities:					
Charges for services:					
General government	\$ 7,396,643	\$ 7,871,195	\$ 8,518,059	\$ 8,537,637	\$ 7,752,734
Public safety	3,670,994	3,539,018	3,651,930	3,542,687	4,261,438
Public works	4,196,238	4,629,113	7,796,416	4,699,524	5,814,361
Other activities	985,922	1,048,379	1,310,601	1,774,337	1,788,108
Operating grants and contributions	1,432,247	3,930,625	2,225,208	2,396,402	2,781,272
Capital grants and contributions	2,492,715	2,305,682	3,135,333	5,244,371	5,545,840
Total governmental activities program revenues	<u>20,174,759</u>	<u>23,324,012</u>	<u>26,637,547</u>	<u>26,194,958</u>	<u>27,943,753</u>
Business-type activities:					
Charges for services:					
Wastewater operations	7,045,527	7,550,271	8,146,011	8,810,605	8,305,494
Civic center operations	1,306,346	1,364,595	1,440,206	1,458,603	1,553,304
Operating grants and contributions	-	-	-	-	-
Capital grants and contributions	-	68,498	8,925,652	657,463	984,220
Total business-type activities program revenues	<u>8,351,873</u>	<u>8,983,364</u>	<u>18,511,869</u>	<u>10,926,671</u>	<u>10,843,018</u>
Total primary government program revenues	<u><u>\$ 28,526,632</u></u>	<u><u>\$ 32,307,376</u></u>	<u><u>\$ 45,149,416</u></u>	<u><u>\$ 37,121,629</u></u>	<u><u>\$ 38,786,771</u></u>

(Continued)

Source: Audited Annual Comprehensive Financial Reports

CITY OF KENNER, LOUISIANA
SCHEDULE 2 – CHANGES IN NET POSITION
LAST TEN FISCAL YEARS (CONTINUED)
(accrual basis of accounting)
(Unaudited)

	2019	2020	2021	2022	2023
Expenses					
Governmental activities:					
General government	\$ 12,481,649	\$ 15,477,985	\$ 16,542,202	\$ 20,603,881	\$ 20,305,624
Public safety	32,024,036	38,724,619	39,321,598	61,965,240	42,693,086
Public works	25,521,327	26,461,697	27,879,499	25,569,280	25,453,817
Health and welfare	465,377	807,725	717,023	82,478	376,962
Culture and recreation	5,209,904	5,612,076	5,240,077	4,613,177	4,150,329
Transit and urban development	1,366,794	2,013,063	2,331,725	1,758,667	1,187,005
Interest on long-term debt and other charges	1,949,980	1,818,282	829,732	1,232,947	1,287,384
Debt issuance costs	-	41,325	579,755	-	-
Total governmental activities expenses	<u>79,019,067</u>	<u>90,956,772</u>	<u>93,441,611</u>	<u>115,825,670</u>	<u>95,454,207</u>
Business-type activities:					
Wastewater operations	11,781,751	10,189,845	10,461,179	13,098,615	12,026,652
Civic center operations	2,533,012	2,556,339	2,445,117	2,644,136	2,742,083
Total business-type activities expenses	<u>14,314,763</u>	<u>12,746,184</u>	<u>12,906,296</u>	<u>15,742,751</u>	<u>14,768,735</u>
Total primary government expenses	<u>\$ 93,333,830</u>	<u>\$ 103,702,956</u>	<u>\$ 106,347,907</u>	<u>\$ 131,568,421</u>	<u>\$ 110,222,942</u>
Program Revenues					
Governmental activities:					
Charges for services:					
General government	\$ 7,125,479	\$ 5,962,627	\$ 5,897,413	\$ 6,206,645	\$ 6,437,114
Public safety	4,540,654	4,667,909	4,574,049	4,053,381	3,945,585
Public works	5,430,424	5,046,721	5,542,394	5,268,659	6,350,983
Other activities	2,031,554	1,561,699	923,026	1,358,792	1,570,099
Operating grants and contributions	4,807,988	11,229,153	5,885,037	40,295,629	5,060,042
Capital grants and contributions	10,775,121	7,637,006	4,364,872	5,040,511	3,281,978
Total governmental activities program revenues	<u>34,711,220</u>	<u>36,105,115</u>	<u>27,186,791</u>	<u>62,223,617</u>	<u>26,645,801</u>
Business-type activities:					
Charges for services:					
Wastewater operations	7,770,473	8,588,011	8,196,502	8,711,014	8,791,301
Civic center operations	1,352,263	913,598	1,130,917	940,347	1,537,106
Operating grants and contributions	-	5,170	-	-	-
Capital grants and contributions	138,937	491,268	504,676	725,304	-
Total business-type activities program revenues	<u>9,261,673</u>	<u>9,998,047</u>	<u>9,832,095</u>	<u>10,376,665</u>	<u>10,328,407</u>
Total primary government program revenues	<u>\$ 43,972,893</u>	<u>\$ 46,103,162</u>	<u>\$ 37,018,886</u>	<u>\$ 72,600,282</u>	<u>\$ 36,974,208</u>

(Continued)

CITY OF KENNER, LOUISIANA
SCHEDULE 2 -- CHANGES IN NET POSITION
LAST TEN FISCAL YEARS (CONTINUED)
(accrual basis of accounting)
(Unaudited)

	2014	2015	2016	2017	2018
Net (Expense) Revenue					
Governmental activities	\$ (66,557,760)	\$ (58,840,256)	\$ (64,415,830)	\$ (63,010,402)	\$ (59,710,696)
Business-type activities	(1,759,790)	(5,455,318)	4,705,739	(2,313,058)	(4,084,556)
Total primary government net expense	<u>\$ (68,317,550)</u>	<u>\$ (64,295,574)</u>	<u>\$ (59,710,091)</u>	<u>\$ (65,323,460)</u>	<u>\$ (63,795,252)</u>

General Revenues and Other Changes in Net Position

Governmental activities:

Taxes:					
Ad valorem	\$ 7,714,727	\$ 8,083,474	\$ 8,096,586	\$ 8,118,440	\$ 8,238,143
Hotel/motel*	-	-	274,270	283,656	499,322
Sales and use	30,831,511	31,898,990	32,423,441	33,751,167	33,732,865
Beer tax	70,784	70,120	67,959	65,301	62,159
Parking	2,303,311	2,496,875	2,760,154	2,885,134	3,101,075
Franchise	7,837,526	8,003,764	7,650,076	7,539,276	7,444,344
Grants/contributions not restricted to specific programs	105,524	54,448	24,511	101,102	35,722
Investment earnings	42,272	128,207	374,122	493,319	605,697
Miscellaneous	468,097	501,170	553,877	302,527	449,888
Settlement proceeds	-	-	6,960,079	-	-
Gain (loss) on disposal of capital assets	-	-	700,894	773,000	-
Transfers	(2,134,085)	19,935	(9,428)	439,175	318,548
Total governmental activities	<u>47,239,667</u>	<u>51,256,983</u>	<u>59,876,541</u>	<u>54,752,097</u>	<u>54,487,763</u>

Business-type activities:

Taxes:					
Ad valorem	442,735	625,549	542,529	544,023	552,033
Hotel/motel*	-	-	266,042	275,146	325,883
Sales and use	-	-	-	-	-
Franchise	728,574	701,842	394,707	387,544	409,430
Grants/contributions not restricted to specific programs	95,019	1,159,217	112,028	-	-
Investment earnings	7,630	52,248	172,451	175,142	222,968
Miscellaneous	5,003	5,948	10,505	-	-
Gain (loss) on disposal of capital assets	-	-	(112,846)	10,000	-
Proceeds from insurance	-	-	-	-	-
Transfers	2,134,085	(19,935)	9,428	(439,175)	(318,548)
Total business-type activities	<u>3,413,046</u>	<u>2,524,869</u>	<u>1,394,844</u>	<u>952,680</u>	<u>1,191,766</u>
Total primary government	<u><u>\$ 50,652,713</u></u>	<u><u>\$ 53,781,852</u></u>	<u><u>\$ 61,271,385</u></u>	<u><u>\$ 55,704,777</u></u>	<u><u>\$ 55,679,529</u></u>

Change in Net Position

Governmental activities	\$ (19,318,093)	\$ (7,583,273)	\$ (4,539,289)	\$ (8,258,305)	\$ (5,222,933)
Business-type activities	1,653,256	(2,930,449)	6,100,583	(1,360,378)	(2,892,790)
Total primary government	<u>\$ (17,664,837)</u>	<u>\$ (10,513,722)</u>	<u>\$ 1,561,294</u>	<u>\$ (9,618,683)</u>	<u>\$ (8,115,723)</u>

(Continued)

CITY OF KENNER, LOUISIANA
SCHEDULE 2 – CHANGES IN NET POSITION
LAST TEN FISCAL YEARS (CONTINUED)
(accrual basis of accounting)
(Unaudited)

	2019	2020	2021	2022	2023
Net (Expense) Revenue					
Governmental activities	\$ (44,307,847)	\$ (54,851,657)	\$ (66,254,820)	\$ (53,602,053)	\$ (68,808,406)
Business-type activities	<u>(5,053,090)</u>	<u>(2,748,137)</u>	<u>(3,074,201)</u>	<u>(5,366,086)</u>	<u>(4,440,328)</u>
Total primary government net expense	<u><u>\$ (49,360,937)</u></u>	<u><u>\$ (57,599,794)</u></u>	<u><u>\$ (69,329,021)</u></u>	<u><u>\$ (58,968,139)</u></u>	<u><u>\$ (73,248,734)</u></u>
General Revenues and Other Changes in Net Position					
Governmental activities:					
Taxes:					
Ad valorem	\$ 8,419,900	\$ 8,587,467	\$ 9,053,680	\$ 9,173,394	\$ 9,817,552
Hotel/motel*	202,958	194,796	178,698	136,592	136,592
Sales and use	36,622,373	34,790,081	36,433,665	45,423,830	45,824,131
Beer tax	60,711	59,227	58,586	45,032	57,386
Parking	3,236,930	2,500,818	1,986,895	3,623,097	4,207,748
Franchise	7,180,721	6,132,818	6,065,204	4,555,836	4,524,840
Consumer	-	-	122,726	151,323	76,451
Grants/contributions not restricted to specific programs	29,933	54,558	26,015	218,521	39,522
Investment earnings	944,943	838,237	237,751	637,597	2,738,416
Insurance proceeds	-	-	-	15,864,121	1,777,589
Lease revenue	-	-	-	1,702,884	1,702,884
Miscellaneous	328,814	313,406	622,306	611,745	365,768
Settlement proceeds	-	-	-	-	-
Gain (loss) on disposal of capital assets	22,500	203,400	55,000	-	585,000
Transfers	271,986	171,735	366,243	328,170	97,599
Total governmental activities	<u><u>\$ 57,321,769</u></u>	<u><u>\$ 53,846,543</u></u>	<u><u>\$ 55,206,769</u></u>	<u><u>\$ 82,472,142</u></u>	<u><u>\$ 71,951,478</u></u>
Business-type activities:					
Taxes:					
Ad valorem	564,211	574,499	606,685	614,718	658,934
Hotel/motel*	196,869	188,951	173,337	132,494	132,494
Sales and use	-	-	-	-	-
Franchise	375,944	369,355	336,776	292,468	277,385
Grants/contributions not restricted to specific programs	-	-	-	-	-
Investment earnings	287,953	207,409	37,675	57,637	551,454
Miscellaneous	-	-	-	-	-
Gain (loss) on disposal of capital assets	(1,999,959)	-	-	-	-
Proceeds from insurance	-	-	-	-	-
Transfers	(271,986)	(171,735)	(366,243)	(328,170)	(97,599)
Total business-type activities	<u><u>\$ (846,968)</u></u>	<u><u>\$ 1,168,479</u></u>	<u><u>\$ 788,230</u></u>	<u><u>\$ 769,147</u></u>	<u><u>\$ 1,522,668</u></u>
Total primary government	<u><u>\$ 56,474,801</u></u>	<u><u>\$ 55,015,022</u></u>	<u><u>\$ 55,994,999</u></u>	<u><u>\$ 83,241,289</u></u>	<u><u>\$ 73,474,146</u></u>
Change in Net Position					
Governmental activities	\$ 13,013,922	\$ (1,005,114)	\$ (11,048,051)	\$ 28,870,089	\$ 3,143,072
Business-type activities	<u>(5,900,058)</u>	<u>(1,579,658)</u>	<u>(2,285,971)</u>	<u>(4,596,939)</u>	<u>(2,917,660)</u>
Total primary government	<u><u>\$ 7,113,864</u></u>	<u><u>\$ (2,584,772)</u></u>	<u><u>\$ (13,334,022)</u></u>	<u><u>\$ 24,273,150</u></u>	<u><u>\$ 225,412</u></u>

* Reclassified for fiscal year 2016 presentation, included with franchise tax in prior years

CITY OF KENNER, LOUISIANA
SCHEDULE 3 -- FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(Uaudited)

	Fiscal Year				
	2014	2015	2016	2017	2018
General fund					
Nonspendable	\$ 144,011	\$ 742,419	\$ 132,955	\$ 140,429	\$ 505,737
Restricted	1,995,638	1,845,524	1,768,991	1,803,344	2,108,511
Committed	485,101	601,469	3,435,096	584,870	657,696
Assigned	2,267,631	2,519,307	2,219,967	1,712,310	3,756,456
Unassigned	<u>6,131,325</u>	<u>5,980,799</u>	<u>8,855,189</u>	<u>11,213,217</u>	<u>10,030,526</u>
Total general fund	<u>\$ 11,023,706</u>	<u>\$ 11,689,518</u>	<u>\$ 16,412,198</u>	<u>\$ 15,454,170</u>	<u>\$ 17,058,926</u>
All other governmental funds					
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	32,669,312	31,552,813	27,129,795	21,941,251	22,717,278
Committed	7,225,718	10,871,980	17,980,162	17,732,624	18,410,977
Assigned	-	-	-	-	-
Unassigned	<u>3,963,802</u>	<u>(27,746)</u>	<u>(22,358)</u>	<u>(293,544)</u>	<u>(28,831)</u>
Total all other governmental funds	<u>\$ 43,858,832</u>	<u>\$ 42,397,047</u>	<u>\$ 45,087,599</u>	<u>\$ 39,380,331</u>	<u>\$ 41,099,424</u>

(Continued)

Source: Audited Annual Comprehensive Financial Reports

CITY OF KENNER, LOUISIANA
SCHEDULE 3 -- FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS (CONTINUED)
(modified accrual basis of accounting)
(Uaudited)

	Fiscal Year				
	2019	2020	2021	2022	2023
General fund					
Nonspendable	\$ 515,503	\$ 63,170	\$ 648,898	\$ 1,074,620	\$ 1,503,535
Restricted	2,781,633	2,505,370	1,735,581	1,605,753	1,586,230
Committed	367,188	271,336	370,856	1,228,279	656,573
Assigned	1,573,848	7,406,301	1,016,776	-	-
Unassigned	<u>16,510,347</u>	<u>15,315,500</u>	<u>23,634,621</u>	<u>36,149,923</u>	<u>41,617,940</u>
Total general fund	<u>\$ 21,748,519</u>	<u>\$ 25,561,677</u>	<u>\$ 27,406,732</u>	<u>\$ 40,058,575</u>	<u>\$ 45,364,278</u>
All other governmental funds					
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	23,126,211	15,610,496	19,363,651	22,033,963	22,910,366
Committed	19,974,112	24,615,123	19,219,937	28,893,374	28,641,937
Assigned	-	-	-	-	-
Unassigned	<u>41,225</u>	<u>128,562</u>	<u>198,244</u>	<u>(69,335)</u>	<u>(85,399)</u>
Total all other governmental funds	<u>\$ 43,141,548</u>	<u>\$ 40,354,181</u>	<u>\$ 38,781,832</u>	<u>\$ 50,858,002</u>	<u>\$ 51,466,904</u>

CITY OF KENNER, LOUISIANA
SCHEDULE 4 – CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN YEARS
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year				
	2014	2015	2016	2017	2018
Revenues					
Taxes	\$ 48,328,061	\$ 50,058,106	\$ 51,327,286	\$ 52,588,514	\$ 52,841,647
Licenses and permits	3,191,259	3,896,737	7,027,733	3,897,098	5,314,977
Intergovernmental	4,871,406	5,745,262	4,769,560	7,501,068	7,433,369
Charges for services	4,716,197	4,466,196	4,680,205	4,857,515	4,764,982
Fines and forfeitures	2,187,652	2,119,325	1,894,829	2,165,691	2,421,112
Interest	15,647	99,612	333,946	414,856	520,678
Miscellaneous	955,303	1,004,101	1,389,177	1,128,366	1,200,392
Total revenues	<u>64,265,525</u>	<u>67,389,339</u>	<u>71,422,736</u>	<u>72,553,108</u>	<u>74,497,157</u>
Expenditures					
General government	12,403,699	11,509,666	12,118,543	13,462,653	12,475,852
Public safety	26,234,628	26,400,885	28,579,578	28,772,959	29,989,256
Public works	14,971,997	15,328,831	21,777,427	21,073,634	14,995,569
Health and welfare	404,803	844,481	507,252	647,243	774,831
Culture and recreation	7,009,417	5,171,902	5,327,908	8,372,602	5,825,754
Transit and urban development	1,721,693	1,860,824	2,796,924	1,509,933	1,378,299
Debt Service					
Principal	18,569,019	4,987,765	5,109,170	4,620,744	4,808,892
Interest and fiscal charges	1,975,501	2,103,841	1,987,594	1,934,814	1,875,997
Agent fees	-	-	-	-	4,000
Debt issuance costs	699,366	-	-	-	-
Miscellaneous	36,000	36,000	36,000	36,000	36,000
Total expenditures	<u>84,026,123</u>	<u>68,244,195</u>	<u>78,240,396</u>	<u>80,430,582</u>	<u>72,164,450</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(19,760,598)</u>	<u>(854,856)</u>	<u>(6,817,660)</u>	<u>(7,877,474)</u>	<u>2,332,707</u>
Other financing sources (uses)					
Proceeds from sale of property	-	-	700,894	773,000	-
Transfers in	19,523,670	20,233,048	18,273,409	22,248,288	20,441,257
Transfers out	(21,657,755)	(20,513,113)	(18,282,837)	(21,809,110)	(20,122,709)
Premium on bonds issued	1,156,726	-	-	-	-
Long-term debt issued	44,272,081	38,947	-	-	-
Payment to refunded bonds escrow agent	-	-	-	-	672,594
Proceeds of refunding bonds and other debt	-	-	-	-	-
Total other financing sources (uses)	<u>43,294,722</u>	<u>(241,118)</u>	<u>691,466</u>	<u>1,212,178</u>	<u>991,142</u>
Special item					
Proceeds from BP settlement	-	-	6,960,079	-	-
Net change in fund balances	<u>\$ 23,534,124</u>	<u>\$ (1,095,974)</u>	<u>\$ (6,126,194)</u>	<u>\$ (6,665,296)</u>	<u>\$ 3,323,849</u>
Capital expenditures	2,295,433	2,573,386	5,036,558	10,251,979	4,816,430
Non-capital expenditures	81,730,690	65,670,809	73,203,838	70,178,603	67,348,020
Debt service, (interest and principal only) as a percentage of noncapital expenditures	<u>25.14%</u>	<u>10.80%</u>	<u>9.69%</u>	<u>9.34%</u>	<u>9.93%</u>

(Continued)

Source: Audited Annual Comprehensive Financial Reports

CITY OF KENNER, LOUISIANA
SCHEDULE 4 – CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN YEARS (CONTINUED)
(modified accrual basis of accounting)
(Uaudited)

	Fiscal Year				
	2019	2020	2021	2022	2023
Revenues					
Taxes	\$ 55,119,890	\$ 51,580,860	\$ 53,843,051	\$ 65,280,456	\$ 66,862,011
Licenses and permits	5,018,406	3,929,419	3,749,745	3,924,954	5,286,680
Intergovernmental	12,114,120	17,838,518	8,976,690	44,276,760	7,074,524
Charges for services	4,520,445	4,910,699	5,093,998	4,485,364	4,683,032
Fines and forfeitures	2,211,169	1,384,318	975,999	1,102,593	1,254,117
Interest	870,649	762,468	126,137	208,579	2,342,237
Insurance proceeds	-	-	-	15,864,121	1,777,589
Miscellaneous	2,202,676	1,592,394	1,171,148	1,445,353	1,186,101
Total revenues	<u>82,057,355</u>	<u>81,998,676</u>	<u>73,936,768</u>	<u>136,588,180</u>	<u>90,466,291</u>
Expenditures					
General government	11,276,228	13,390,683	14,557,643	20,254,269	18,030,144
Public safety	30,606,677	32,406,167	32,099,946	63,097,561	38,722,553
Public works	22,387,195	23,850,966	19,379,316	21,507,833	18,997,275
Health and welfare	540,728	528,128	468,528	387,204	229,138
Culture and recreation	4,229,515	4,591,669	3,554,691	3,243,500	2,831,944
Transit and urban development	1,358,396	1,776,046	2,118,323	1,738,780	991,657
Debt Service					
Principal	3,024,760	4,692,220	1,252,000	1,943,117	4,508,762
Interest and fiscal charges	1,819,177	1,701,434	1,213,371	942,749	1,006,812
Agent fees	152,690	139,248	38,543	-	-
Debt issuance costs	-	41,325	-	-	-
Miscellaneous	36,000	36,000	36,000	36,000	36,000
Total expenditures	<u>75,431,366</u>	<u>83,153,886</u>	<u>74,718,361</u>	<u>113,151,013</u>	<u>85,354,285</u>
Excess (deficiency) of revenues over (under) expenditures	<u>6,625,989</u>	<u>(1,155,210)</u>	<u>(781,593)</u>	<u>23,437,167</u>	<u>5,112,006</u>
Other financing sources (uses)					
Proceeds from sale of property	22,500	203,400	55,000	-	705,000
Transfers in	22,105,830	20,594,611	24,590,563	40,264,782	32,540,421
Transfers out	(22,022,603)	(20,770,892)	(24,224,320)	(39,936,612)	(32,442,823)
Premium on bonds issued	-	-	-	-	-
Long-term debt issued	-	1,750,000	-	-	-
Increase in obligations under finance lease	-	403,887	633,056	962,676	-
Proceeds of refunding bonds and other debt	-	-	-	-	-
Total other financing sources (uses)	<u>105,727</u>	<u>2,181,006</u>	<u>1,054,299</u>	<u>1,290,846</u>	<u>802,598</u>
Special item					
Proceeds from BP settlement	-	-	-	-	-
Net change in fund balances	<u>\$ 6,731,716</u>	<u>\$ 1,025,796</u>	<u>\$ 272,706</u>	<u>\$ 24,728,013</u>	<u>\$ 5,914,604</u>
Capital expenditures	10,790,959	12,483,519	5,979,890	8,431,967	4,989,755
Non-capital expenditures	64,640,407	70,670,367	68,738,471	104,719,046	80,364,530
Debt service, (interest and principal only) as a percentage of noncapital expenditures	<u>7.49%</u>	<u>9.05%</u>	<u>3.59%</u>	<u>2.76%</u>	<u>6.86%</u>

CITY OF KENNER, LOUISIANA
SCHEDULE 5 -- DIRECT AND OVERLAPPING SALES TAX RATES
LAST TEN YEARS
(Uaudited)

Fiscal Year	City Direct Rate (1)	Overlapping Rates	
		Jefferson Parish (2)	Jefferson Parish School Board
2014	2.5833%	0.1667%	2.0000%
2015	2.5833%	0.1667%	2.0000%
2016	2.5833%	0.1667%	2.0000%
2017	2.5833%	0.1667%	2.0000%
2018	2.5833%	0.1667%	2.0000%
2019	2.5833%	0.1667%	2.0000%
2020	2.5833%	0.1667%	2.0000%
2021	2.5833%	0.1667%	2.0000%
2022	2.5833%	0.1667%	2.0000%
2023	2.5833%	0.1667%	2.0000%

NOTES: (1) As discussed in NOTE F to the Financial Statements, the State of Louisiana levies a 5.0% sales tax on purchases within the City of Kenner. In addition, the Parish of Jefferson levies a 4.75% sales tax on purchases within the City of Kenner. From the 4.75% levied by Jefferson Parish, 2.5833% is collected for, and remitted to, the City of Kenner. The sales tax rate is determined by the Jefferson Parish Council, subject to the approval of the voters of Jefferson Parish. The City of Kenner also receives one-third of a 2% sales tax on purchases made in the airport taxing district located within the city limits, but this amount is insignificant compared to the City's share of the 4.75% Jefferson Parish sales tax.

(2) Jefferson Parish retains .1667% of the 4.75% sales tax levied on purchases within the City of Kenner.

(3) Information regarding the breakdown of taxable sales by category is not available.

(4) Information regarding the principal sales tax remitters is not available.

CITY OF KENNER, LOUISIANA
SCHEDULE 6 -- ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(Uaudited)

Fiscal Year	Real Estate	Personal Property	Tax Sale	Public Service Corporations	Railway Rolling Stock	Total Assessments	Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value (1)
2014	461,435,216	90,052,443	3,847,380	29,310,348	64,960	584,710,347	101,659,460	483,050,887	17.51	5,449,010,967	8.86%
2015	467,997,815	96,136,586	3,418,430	32,126,720	63,320	599,742,871	100,950,120	498,792,751	17.51	5,569,673,289	8.96%
2016	481,794,686	90,900,102	3,580,020	33,096,239	88,690	609,459,737	100,582,890	508,876,847	17.17	6,091,002,670	8.35%
2017	489,092,499	90,446,691	3,324,140	34,258,582	89,410	617,211,322	100,885,160	516,326,162	17.17	5,756,130,944	8.97%
2018	499,462,920	88,393,308	3,005,720	37,530,201	102,820	628,494,969	101,101,420	527,393,549	17.17	6,234,949,690	8.46%
2019	509,786,612	93,569,127	2,892,660	37,014,559	118,600	643,381,558	101,137,160	542,244,398	17.17	5,998,141,294	9.04%
2020	528,737,920	93,983,520	6,960,080	40,918,452	129,020	670,728,992	101,595,600	569,133,392	17.17	6,254,423,993	9.10%
2021	536,517,060	93,194,013	5,237,490	37,901,941	127,280	672,977,784	100,989,030	571,988,754	17.17	6,292,367,060	9.09%
2022	551,854,660	101,224,285	5,156,610	39,895,480	142,320	698,273,355	100,370,530	597,902,825	17.17	6,511,859,933	9.18%
2023	565,578,320	115,064,981	3,346,790	44,536,291	157,010	728,683,392	100,919,837	627,763,555	17.71	6,754,306,313	9.29%

Source: Jefferson Parish Assessor's Office.

NOTE: Assessed values are established by the Parish Assessor by December of each year at 10 percent of assumed market value for real property and 15 percent of assumed market value for other property. A revaluation of all property is required to be completed every four years. The last revaluation was completed for December, 2016. Tax rates are per \$100 of assessed value.

(1) Includes tax-exempt property.

CITY OF KENNER, LOUISIANA
SCHEDULE 7 -- DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)
(Unaudited)

Fiscal Year	City Direct Rates							Overlapping Rate		Total Direct & Overlapping Rates
	Basic Rate	Garbage Collection	Fire Protection	General Obligation Debt Service	Street Maintenance & Improvement	Wastewater Operations	Total Direct	Jefferson Parish Districts (1)		
2014	2.01	1.55	7.15	-	5.70	1.10	17.51	66.28		83.79
2015	2.01	1.55	7.15	-	5.70	1.10	17.51	66.28		83.79
2016	2.01	1.55	7.15	-	5.70	1.10	17.51	66.28		83.79
2017	1.97	1.52	7.01	-	5.59	1.08	17.17	65.61		82.78
2018	1.97	1.52	7.01	-	5.59	1.08	17.17	65.61		82.78
2019	1.97	1.52	7.01	-	5.59	1.08	17.17	65.61		82.78
2020	1.97	1.52	7.01	-	5.59	1.08	17.17	65.61		82.78
2021	1.97	1.52	7.01	-	5.59	1.08	17.17	65.61		82.78
2022	1.97	1.52	7.01	-	5.59	1.08	17.17	65.61		82.78
2023	1.97	1.61	7.40	-	5.59	1.14	17.71	79.73		97.44

(1) Source: Jefferson Parish Assessor.

CITY OF KENNER, LOUISIANA
SCHEDULE 8 -- PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO
(Uaudited)

Taxpayer	June 30, 2023			June 30, 2014		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Entergy Louisiana LLC	\$ 12,574,504	1	1.74%	\$ 5,700,460	5	1.14%
Entergy Services LLC	8,912,754	2	1.24%	5,902,170	4	1.18%
Five Properties	8,265,810	3	1.15%	8,396,350	1	1.68%
Pellerin Milnor Corp.	7,565,730	4	1.05%	5,617,764	6	1.13%
Carmax	6,900,064	5	0.96%			
Southwest Airlines	6,167,730	6	0.86%	5,977,450	3	1.19%
Chateau Living Center LLC	6,040,107	7	0.84%			
NOLA Airport 319 LLC	5,765,230	8	0.80%			
Atmos Energy Corp.	4,898,707	9	0.68%			
Wal Mart	4,555,680	10	0.63%	4,178,250	9	0.84%
Esplanade Mall Ltd. Ptn				6,613,430	2	1.33%
Bellsouth				4,570,929	7	0.92%
Westport Petroleum				4,379,498	8	0.89%
Treasure Chest Casino				3,856,279	10	0.77%
Total	<u>\$ 71,646,316</u>		<u>9.95%</u>	<u>\$ 55,192,580</u>		<u>11.07%</u>

Source: City of Kenner Finance Department

CITY OF KENNER, LOUISIANA
SCHEDULE 9 – PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Uunaudited)

Fiscal Year	Taxes Levied for the Fiscal Year	Collected (or Adjusted) within the Fiscal Year of the Levy			Total Collections to Date	
		Amount	Percentage of Levy	Collections in Subsequent Years	Amount	Percentage of Levy
2014	8,458,230	8,150,033	96.36%	184,464	8,334,497	98.54%
2015	8,733,871	8,417,971	96.38%	109,836	8,527,807	97.64%
2016	8,787,704	8,488,335	96.59%	168,641	8,656,976	98.51%
2017	8,737,422	8,456,190	96.78%	149,719	8,605,909	98.49%
2018	8,865,327	8,551,461	96.46%	167,353	8,718,814	98.35%
2019	9,055,354	8,779,021	96.95%	177,562	8,956,583	98.91%
2020	9,310,343	8,862,523	95.19%	242,056	9,104,579	97.79%
2021	9,772,025	9,365,502	95.84%	333,280	9,698,782	99.25%
2022	9,821,052	9,290,701	94.60%	400,882	9,691,583	98.68%
2023	10,588,859	10,356,313	97.80%	N/A	10,356,313	97.80%

Source: City of Kenner Finance Department

CITY OF KENNER, LOUISIANA
SCHEDULE 10 -- RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Uunaudited)

Fiscal Year	Sales Tax Revenue Bonds	Certificates of Indebtedness	LCDA Revenue Bonds	LDEQ Taxable Bonds	Notes Payable	Finance Lease Liability	SBITA Liability	Business-Type Activities		Total Primary Government	Percentage of Personal Income (1)
								Mortgage Payable	Sewer Revenue Bonds		
2014	42,400,000	-	7,380,000	14,497,550	2,172,114	-	-	-	24,761,160	91,210,824	5.20%
2015	40,085,000	-	5,570,000	13,760,496	2,085,349	-	-	-	28,943,311	90,444,156	5.17%
2016	37,700,000	-	3,735,000	12,967,497	1,989,179	-	-	-	30,992,447	87,384,123	5.05%
2017	36,095,000	-	1,880,000	17,134,822	1,889,435	-	-	-	32,817,905	89,817,162	5.10%
2018	34,445,000	-	-	16,065,822	1,786,355	565,782	-	-	34,913,002	87,775,961	4.79%
2019	32,745,000	-	-	14,988,822	1,668,221	436,157	-	-	37,071,497	86,909,697	4.80%
2020	30,975,000	1,582,000	-	13,902,822	-	687,917	-	-	36,489,268	83,637,007	4.29%
2021	34,825,000	1,424,000	-	12,808,822	-	1,030,786	-	-	34,632,795	84,721,403	4.29%
2022	34,825,000	1,261,000	-	11,572,822	-	1,862,184	-	-	32,976,886	82,497,892	4.13%
2023	32,385,000	1,094,000	-	10,326,822	-	2,149,236	510,490	-	32,161,357	78,626,905	3.76%

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

(1) See Schedule 15 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

CITY OF KENNER, LOUISIANA
SCHEDULE 11 -- RATIOS OF NET GENERAL BOND DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(Uaudited)

Fiscal Year	General Bonded Debt Outstanding			Percentage of Estimated Actual Taxable Value of Property (1)		Per Capita (2)
	General Obligation Bonds	Debt Service Monies Available	Net General Obligation Bonds Outstanding			
2014	\$ -	\$ -	\$ -	-	-	-
2015	-	-	-	-	-	-
2016	-	-	-	-	-	-
2017	-	-	-	-	-	-
2018	-	-	-	-	-	-
2019	-	-	-	-	-	-
2020	-	-	-	-	-	-
2021	-	-	-	-	-	-
2022	-	-	-	-	-	-
2023	-	-	-	-	-	-

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

- (1) See Schedule 8 for property value data.
- (2) Population data can be found in Schedule 15.

CITY OF KENNER, LOUISIANA
SCHEDULE 12 -- DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2023
(Uaudited)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Overlapping Debt
Jefferson Parish	\$ 618,619,000	17.34%	\$ 107,268,535
Jefferson Parish Public School System	\$ 271,010,000	15.36%	<u>41,627,136</u>
Subtotal, overlapping debt			148,895,671
City direct debt			<u>46,465,548</u>
Total direct and overlapping debt			<u><u>\$ 195,361,219</u></u>

Sources: Assessed value data used to estimate applicable percentages provided by Jefferson Parish. Debt outstanding data provided by each governmental unit.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Kenner. This process recognizes that, when considering the city's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

(1) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the city's boundaries and dividing it by each unit's total taxable assessed value.

CITY OF KENNER, LOUISIANA
SCHEDULE 13 -- LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Unaudited)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Debt Limit	\$ 204,648,621	\$ 209,910,005	\$ 213,310,908	\$ 216,023,963	\$ 219,973,239	\$ 225,183,545	\$ 234,755,147	\$ 235,542,224	\$ 244,395,674	\$ 255,039,187
Total net debt applicable to limit	<u>-</u>									
Legal debt margin	\$ 204,648,621	\$ 209,910,005	\$ 213,310,908	\$ 216,023,963	\$ 219,973,239	\$ 225,183,545	\$ 234,755,147	\$ 235,542,224	\$ 244,395,674	\$ 255,039,187
Total net debt applicable to the limit as a percentage of debt limit	<u>0.00%</u>									

Legal Debt Margin Calculation for Fiscal Year 2023

Assessed value	<u>\$ 728,683,392</u>
Debt limit -- 35% of assessed value	255,039,187
General obligation and excess revenue bonds	\$ <u>-</u>
Less: amount available for repayment of general obligation and excess revenue bonds	<u>-</u>
Total net debt applicable to limit	<u>-</u>
Legal debt margin	<u>\$ 255,039,187</u>

Note: Louisiana R.S. 39:562 allows for a maximum of 10% of the assessed valuation for bonded debt for any one purpose or 35% of the total assessed value for all purposes.

CITY OF KENNER, LOUISIANA
SCHEDULE 14 – PLEDGED-REVENUE COVERAGE
LAST TEN FISCAL YEARS
(Uaudited)

Fiscal Year	Sales Tax Bonds			
	Sales Tax Collections	Debt Service		Coverage
		Principal	Interest	
2014	11,789,242	2,020,000	1,466,161	3.38
2015	12,025,651	2,315,000	1,734,551	2.97
2016	13,352,252	2,385,000	1,644,624	3.31
2017	13,921,420	1,605,000	1,594,369	4.35
2018	12,872,530	1,650,000	1,546,219	4.03
2019	14,913,533	1,700,000	1,496,719	4.67
2020	14,351,703	1,770,000	1,428,719	4.49
2021	15,593,702	-	678,959	22.97
2022	21,483,742	-	668,786	32.12
2023	20,526,683	2,440,000	674,101	6.59

NOTES: Details regarding the City's outstanding debt can be found in the notes to the financial statements. Certain information for prior periods is not shown since it was not previously maintained by the City.

CITY OF KENNER, LOUISIANA
SCHEDULE 15 -- DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(Uunaudited)

Fiscal Year	(1) Population	Personal Income	(2) (4) Per Capita Personal Income	(3) Unemployment Rate
2014	66,975	1,755,079,875	26,205	6.0%
2015	67,064	1,748,626,736	26,074	6.7%
2016	66,993	1,731,233,106	25,842	6.4%
2017	67,089	1,761,421,695	26,255	5.9%
2018	67,451	1,832,508,768	27,168	5.7%
2019	66,657	1,810,937,376	27,168	5.0%
2020	68,265	1,947,463,920	28,528	12.8%
2021	68,039	1,975,104,131	29,029	8.9%
2022	65,364	1,997,393,112	30,558	5.1%
2023	64,007	2,092,644,858	32,694	4.5%

(1) Source: American Community Survey Estimate for 2007-2010; July 2017 population estimates for 2011-2017. Except for 2009-2010, the figures represent the City's population for the preceding calendar year.

(2) Source: Bureau of Economic Analysis, U.S. Department of Commerce. Figures apply to Jefferson Parish, in which the City of Kenner is an incorporated municipality.

(3) Source: Louisiana Department of Labor, Research and Statistical Division for calendar years. Figures apply to Jefferson Parish, in which the City of Kenner is an incorporated municipality.

(4) 2009 figure used for 2009, 2010, and 2011; 2012 figure used for 2012 and 2013; annual figures used for each subsequent year.

CITY OF KENNER, LOUISIANA
SCHEDULE 16 -- PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
 (Unaudited)

Employer	June 30, 2023			June 30, 2014		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Ochsner Medical Center	689	1	2.13%	767	1	2.28%
City of Kenner	586	2	1.81%	615	3	1.84%
Pellerin Milnor Group	489	3	1.51%	588	5	1.76%
Treasure Chest Casino	350	4	1.08%	750	2	2.24%
Altus Global Trade Solutions	207	5	0.64%			
Alfred Conhagen Inc. of LA	67	6	0.21%			
Cycle Construction	65	7	0.20%			
Pellerin Laundry Machinery	60	8	0.19%			
Mr. Mudbug	60	9	0.19%			
Atlantic Aviation	50	10	0.15%			
Cross Road Centers				600	4	1.79%
Sams				250	6	0.75%
Macy's Inc.				185	7	0.55%
St. Theresa Medical Complex				168	8	0.50%
Waldon Healthcare Center				140	9	0.42%
United Airlines	_____	_____	_____	132	10	0.39%
Total	<u><u>2,623</u></u>		<u><u>8.11%</u></u>	<u><u>4,195</u></u>		<u><u>12.52%</u></u>

Source: JEDCO, EDS Department

CITY OF KENNER, LOUISIANA
SCHEDULE 17 – FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
 (Unaudited)

Function/Program	Full-time Equivalent Employees as of June 30									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General government	89	86	85	88	83	91	97	93	81	88
Public safety	328	326	324	318	311	338	326	322	313	323
Public works	73	69	68	69	73	84	113	106	109	104
Health and welfare	36	35	34	38	34	34	34	26	26	24
Culture and recreation	75	68	64	69	54	38	35	33	29	27
Transit and urban development	14	14	14	12	19	21	21	20	19	20
Total	615	598	589	594	574	606	626	600	577	586

Source: City of Kenner payroll department.

CITY OF KENNER, LOUISIANA
SCHEDULE 18 -- OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS
(Unaudited)

Function	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Police										
Physical arrests	7,573	7,625	7,333	6,134	5,692	4,110	3,103	3,280	2,145	3,844
Parking violations	447	470	418	471	384	548	409	324	258	142
Traffic violations	17,397	18,568	17,139	15,292	15,586	18,899	12,880	10,515	13,732	7,660
Fire										
Emergency responses	1,366	1,504	1,728	1,706	2,044	2,124	2,191	2,454	3,040	2,858
Fires extinguished	136	189	146	113	203	151	157	81	135	128
Refuse collection										
Refuse collected (tons per month)	3,129	3,254	2,908	2,914	3,049	3,089	3,517	3,757	4,078	4,078
Recyclables collected (tons per month)	11.15	11.00	30.00	80.15	74.85	52.84	25.44	16.18	16.00	16.00
Other public works										
Street resurfacing (sq. ft.)	39,609	124,569	3,705	3,890	3,890	4,680	2,410	2,700	44,200	47,000
Potholes repaired	1,123	1,153	1,154	2,017	855	258	151	157	196	210
Wastewater										
Average daily sewage treatment (mil per day)	9.1	9.5	10.6	11.8	10.6	10.6	11.1	11.1	12.2	11.2

Source: City of Kenner Finance Department.

CITY OF KENNER, LOUISIANA
SCHEDULE 19 -- CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS
(Uaudited)

Function	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017	Fiscal Year 2018	Fiscal Year 2019	Fiscal Year 2020	Fiscal Year 2021	Fiscal Year 2022	Fiscal Year 2023
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	201	182	181	180	191	171	184	182	185	227
Fire										
Stations	6	6	6	6	6	5	6	6	6	6
Pieces of equipment	19	19	18	18	20	20	27	28	30	29
Water										
Water mains (miles)	264	264	264	264	264	264	264	264	264	264
Fire hydrants	2,923	2,725	2,726	2,919	2,919	2,927	2,928	2,927	2,927	2,867
Storage capacity (thousands of gallons)	**	**	**	**	**	**	**	**	**	**
Other public works										
Streets (miles)	300	300	300	300	300	300	300	300	300	300
(1) Highways (miles)	10	10	10	10	10	10	10	10	10	10
Bridges	33	33	33	33	33	33	33	33	33	33
Streetlights	6,995	7,000	7,000	7,000	7,060	6,931	7,141	7,160	7,160	7,170
Traffic signals	19	20	20	20	20	20	20	21	21	21
Health and welfare	**	**	**	**	**	**	**	**	**	**
Culture and recreation										
Parks	4	4	4	4	4	4	4	4	4	4
Playgrounds	11	11	11	11	11	9	9	9	9	9
Art Galleries and Museums	7	5	5	5	5	5	5	5	5	5
Gymnasiums	10	10	10	10	10	9	10	10	10	10
Wastewater										
Sanitary and storm sewers (miles)	905	905	905	905	905	905	905	905	905	905
Treatment plants	1	1	1	1	1	1	1	1	1	1
Low-lift stations	79	79	79	79	79	79	79	79	79	79
Treatment capacity	13.5 MGD	13.5 MGD	13.5 MGD	15.2 MGD	15.2 MGD	15.2 MGD	15.2 MGD	14.3 MGD	14.3 MGD	14.3 MGD

Source: City of Kenner finance department

** Certain information for prior periods is not shown since it was not previously maintained by the City.

(1) Highways are maintained by the State

For the items not recorded, information was not accumulated in those years.

SINGLE AUDIT



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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*

December 21, 2023

Honorable Mayor and Members of the Council
City of Kenner, 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 City of Kenner, Louisiana, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise City of Kenner, Louisiana's basic financial statements, and have issued our report thereon dated December 21, 2023.

Report on Internal Control over Financial Reporting

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

www.dhhmcpa.com

Members
American Institute of
Certified Public Accountants
Society of LA CPAs

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Kenner, Louisiana's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

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New Orleans, Louisiana

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

December 21, 2023

Honorable Mayor and Members of the Council
City of Kenner, Louisiana

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited City of Kenner, Louisiana's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of City of Kenner, Louisiana's major federal programs for the year ended June 30, 2023. City of Kenner, Louisiana's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, City of Kenner, Louisiana, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance Section of our report.

We are required to be independent of City of Kenner, Louisiana and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City of Kenner, Louisiana's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City of Kenner, Louisiana's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City of Kenner, Louisiana's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City of Kenner, Louisiana's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City of Kenner, Louisiana's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City of Kenner, Louisiana's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the City of Kenner, Louisiana's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on 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 attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Duplantier, Chapman, Hogan & Voter LLP
New Orleans, Louisiana

CITY OF KENNER, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

FEDERAL GRANTOR / PASS-THROUGH GRANTOR / PROGRAM TITLE	FEDERAL ASSISTANCE LISTING NUMBER	GRANT	PASS-THROUGH ENTITY IDENTIFYING NUMBER	2023 FEDERAL EXPENDITURES
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
Direct:				
Cluster of Programs:				
Community Development Block Grant	14.218	B-15-MC-22-0008	\$	49,962
Community Development Block Grant	14.218	B-20-MC-22-0008		9,790
Community Development Block Grant - CARES Act	14.218.119	B-20-MW-22-0008		105,265
Community Development Block Grant	14.218	B-21-MC-22-0008		14,933
Community Development Block Grant	14.218	B-22-MC-22-0008		<u>205,403</u>
				<u>385,353</u>
Passed Through Jefferson Parish:				
Lead Hazard Reduction Grant Program	14.905	FR-6300-N-13		<u>29,908</u>
TOTAL DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				<u>415,261</u>
DEPARTMENT OF JUSTICE				
Direct:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2021-15PBJA-21-GG-01513-JAGX		11,540
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2022-15PBJA-21-GG-01513-JAGX		<u>10,820</u>
				<u>22,360</u>
Bulletproof Vest Partnership Grant Program	16.607	Unavailable		<u>8,561</u>
Passed Through Louisiana Commission Law Enforcement:				
Narcotics Criminal Patrols Program	16.738	6199		8,865
Narcotics Criminal Patrols Program	16.738	6410		6,835
Narcotics Criminal Patrols Program	16.738	7257		<u>1,465</u>
				<u>17,165</u>
Victims of Child Abuse Act Training and Assistance	16.758	6452		15,617
Victims of Child Abuse Act Training and Assistance	16.758	6945		<u>6,555</u>
				<u>22,172</u>
Victim Assistance Grant	16.575	5907		704
Victim Assistance Grant	16.575	6453		20,398
Victim Assistance Grant	16.575	6944		<u>4,426</u>
				<u>25,528</u>
TOTAL DEPARTMENT OF JUSTICE				<u>95,786</u>
DEPARTMENT OF HOMELAND SECURITY				
Direct:				
2020 Port Security Grant	97.056	EMW-2020-PU-00259		<u>13,333</u>
Passed through Louisiana Governor's Office of Homeland Security and Emergency Preparedness:				
Disaster Grants - Public Assistance - Ida	97.036	4611-DR-LA		2,325,838
Disaster Grants - Public Assistance - Laura	97.036	4559-DR-LA		458
Disaster Grants - Public Assistance - Sally	97.036	3543-DR-LA		312
Disaster Grants - Public Assistance - Barry	97.036	4458-DR-LA		50,740
Disaster Grants - Public Assistance - Zeta	97.036	4577-DR-LA		101,549
Disaster Grants - Public Assistance - Gustav	97.036	1786-DR-LA		2
Assistance to Firefighters Grant	97.044	EMW-2018-FO-05960		3,633
Homeland Security Customs and Border Protection	97.067	Unavailable		<u>5,991</u>
				<u>2,488,523</u>
TOTAL DEPARTMENT OF HOMELAND SECURITY				<u>2,501,856</u>

CITY OF KENNER, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)

OFFICE OF NATIONAL DRUG CONTROL POLICY

Passed Through Jefferson Parish Sheriff's Office:

Gulf Coast High Intensity Drug Trafficking Areas	95.001	G22GC0001A	<u>6,251</u>
TOTAL OFFICE OF NATIONAL DRUG CONTROL POLICY			<u>6,251</u>

DEPARTMENT OF TRANSPORTATION

Passed Through the LA Highway Safety Commission

State and Community Highway Safety	20.600	2022-30-31	21,294
State and Community Highway Safety	20.600	2023-30-31	10,843
			<u>32,137</u>

Passed Through Louisiana Department of Transportation and Development:

FAP - Fire Station Relocation	20.205	H013104	40,726
FAP - West Esplanade/Duncan Canal Improvements	20.205	H011731	800,366
FAP - Veterans Blvd Lighting Airport	20.205	H010973	25,138
			<u>866,230</u>
TOTAL DEPARTMENT OF TRANSPORTATION			<u>898,367</u>

ENVIRONMENTAL PROTECTION AGENCY

Passed Through the Louisiana Department of Environmental Quality:

Loan from Louisiana Municipal Revolving Loan Fund	66.458	Unavailable	<u>156,993</u>
TOTAL ENVIRONMENTAL PROTECTION AGENCY			<u>156,993</u>
TOTAL FEDERAL ASSISTANCE			<u>\$ 4,074,514</u>

The accompanying Notes to Schedule of Expenditures of Federal Awards are an integral part of this schedule.

CITY OF KENNER, LOUISIANA
NOTES TO SCHEDULE OF FEDERAL AWARD EXPENDITURES
JUNE 30, 2023

1. BASIS OF PRESENTATION:

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the City of Kenner, Louisiana under programs of the federal government for the year ended June 30, 2023. 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 of Kenner, Louisiana, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City of Kenner, Louisiana.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in Office of Management and Budget Circular A-87, Cost Principles for State, Local and Indian Tribal Governments or the cost principles contained in Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), wherein certain types of expenditures are not allowable or are limited as to reimbursement.

3. INDIRECT COST RATE:

The City of Kenner, Louisiana has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

4. SUBRECIPIENTS:

There were no awards passed through to sub-recipients.

5. LOAN PROGRAMS:

City of Kenner, Louisiana had outstanding loans with the Louisiana Department of Environmental Quality at June 30, 2023. Loans made during the year are included in the federal expenditures presented in the Schedule. The balance of loans outstanding at June 30, 2023 consist of:

<u>Assistance Listing Number</u>	<u>Program Name</u>	<u>Outstanding Balance</u>
66.458	LDEQ #3	\$10,326,822
66.458	LDEQ #4	13,446,000
66.458	LDEQ #5	5,810,328
66.458	LDEQ #6	1,655,029

CITY OF KENNER, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2023

A. SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

Type of auditor's report issued: unmodified opinion.

Internal control over financial reporting:

• Material weakness(es) identified?	<input type="checkbox"/> yes <input checked="" type="checkbox"/> none noted
• Significant deficiencies identified that are not considered to be material weaknesses?	<input type="checkbox"/> yes <input checked="" type="checkbox"/> none noted
• Noncompliance material to financial statements noted?	<input type="checkbox"/> yes <input checked="" type="checkbox"/> none noted

Federal Awards:

Internal control over major programs:

• Material weakness(es) identified?	<input type="checkbox"/> yes <input checked="" type="checkbox"/> none noted
• Significant deficiencies identified that are not considered to be material weaknesses	<input type="checkbox"/> yes <input checked="" type="checkbox"/> none noted

Type of auditor's report issued on compliance for the major federal award programs: unmodified

Any audit findings disclosed that are required to be yes no
Reported in accordance with Uniform Guidance, Title 2 U.S. Code of Federal Regulations (CFR) section 200.516(a)

Identification of major programs:

	<u>CFDA Number</u>	<u>Expenditures</u>
Disaster Grants – Public Assistance	97.036	\$ 2,478,899
Dollar threshold for distinguishing Types A and B programs:		\$ 750,000
Auditee qualified as low-risk auditee?	<input checked="" type="checkbox"/> yes	<input type="checkbox"/> no

CITY OF KENNER, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2023

**B. FINDINGS REQUIRED TO BE REPORTED UNDER GENERALLY ACCEPTED
GOVERNMENTAL AUDITING STANDARDS**

NONE

C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

NONE

**CITY OF KENNER, LOUISIANA
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR JUNE 30, 2022**

A. SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS

2022-01: Pooled Cash

Condition

During our testing of pooled cash, we noted several issues with the pooled cash bank reconciliation. We noted various transactions that were shown as outstanding on the bank reconciliation but had cleared the bank as of June 30, 2022. We also noted several items recorded on the bank that were not recorded on the general ledger, and several items recorded on the general ledger that were not recorded on the bank statement. This could have resulted in a material misstatement in the financial statements.

Criteria

Pooled cash accounts should be reconciled monthly and on a timely basis from the end of each month and properly reconciled to financial records.

Effect

Several adjustments needed to be made to correct the postings in the general ledger and reconcile the pooled cash balances as of June 30, 2022.

Cause

The transactions noted above in the condition were not reconciled and recorded on a timely basis by June 30, 2022, and instead, were reconciled several months later.

Recommendation

We recommend all transactions be recorded timely and reconciled timely so that there are no posting errors and pooled cash can be properly reconciled to the City's financial records.

Status

This matter was resolved during the current year.

2022-02: Amended Budget

Condition

The City did not submit a revised amended budget for the One Percent Sales Tax of 1984 Fund, a special revenue fund, which had actual expenditures above budgeted expenditures by more than 5%.

**CITY OF KENNER, LOUISIANA
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR JUNE 30, 2022**

A. SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS (Continued)

2022-02: Amended Budget (Continued)

Criteria

A revised amended budget is required to reflect a change in operations when actual expenditures exceed budgeted expenditures by more than 5%.

Effect

A revised amended budget has not been submitted as required.

Cause

The increase in expenditures was related to the increase in revenue as the City continued to recover from the COVID-19 pandemic. Due to an increase in sales tax revenue collected in the current fiscal year, there was an increase in the related distributions of that tax revenue, which had not been anticipated or budgeted for the current fiscal year.

Recommendation

We recommend the City more closely monitor the budget and actual revenues and expenditures of the One Percent Sales Tax of 1984 Fund so that the budget can be amended in a timely manner when necessary.

Status

This matter was resolved during the current year.

2022-03: Allowable Costs

Program: Disaster Grants – Public Assistance

CFDA Number: 97.036

Condition

During our allowable costs testing procedures, we selected several expenditures and traced them to supporting invoice documentation. Through our testing, we noted two expense invoices which contained an amount that agreed to what was paid, however, there was no backup documentation to determine how the vendor arrived at the amount that was charged to the City. The expenses in question totaled \$1,840,440.

Criteria

OMB Uniform Guidance requires that eligible costs must be directly tied to the performance of eligible work and adequately documented. The amount paid by the City agreed to the amount on the invoices, however, it appears the calculation of the amount charged was not adequately documented.

**CITY OF KENNER, LOUISIANA
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR JUNE 30, 2022**

A. SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS (Continued)

Cause

In the immediate aftermath of Hurricane Ida, emergency debris removal was required to ensure public safety. Due to the mass devastation in the geographic region, several outside vendors were needed to perform this service. To ensure the work could get done as quickly as possible and ensure public safety, all invoices were approved and paid without ensuring they had all the required supporting documentation.

Effect

Two supporting invoices may not have included enough supporting calculations to determine the amount charged. These expenses may not be reimbursed.

Recommendation

The City should ensure all proper documentation and calculations are obtained for expenditures that are expected to be reimbursed with federal funds to ensure all expenditures will be reimbursed.

Status

This matter was resolved during the current year.