

**CITY OF KENNER, LOUISIANA**

**ANNUAL COMPREHENSIVE  
FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2025**



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 30, 2025

Honorable Mayor, City Councilpersons, and Citizens of Kenner  
**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, 2025, 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, 2025 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 2.9% in the current year. This year, the City of Kenner has continued to make meaningful progress---safer streets, stronger

neighborhoods, growing businesses, and more opportunities for our families. 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 facilitates traffic flow going into and coming out of the airport from West Esplanade and Loyola avenues. Louis Armstrong Airport announced a major expansion, detailed in its Master plan. The plan includes adding a second terminal, 15 new gates, more parking and upgraded roadways, to include a new shuttle road that will connect with proposed rail service. The first phase targets completion by 2031, aiming to meet projected passenger growth.

Across the city, our infrastructure improvements are creating safer roads, better drainage, and more beautiful public spaces. Major roadway improvements are being made along Williams Boulevard, between I-10 and Airline highway and are near completion. These improvements will have a beneficial effect on traffic in that area of Kenner, which should have a positive impact on commerce. From Joe Yenni to the Lake, I-10 to West Metairie, and West Metairie to Airline, motorists, cyclists, and pedestrians can enjoy smoother and safer travel. The Treasure Chest Casino's move also came with a brand-new roadway behind the Pontchartrain Center. Projects like the Power Boulevard median and multi-use path, the Vintage Drive multi-use path, the resurfacing of Veterans Blvd from Williams to Roosevelt, and the resurfacing of Roosevelt from West Metairie to West Napoleon represent millions of dollars in federal, state, parish and city investments — all working together to move Kenner forward. You can also see newly repaired and resurfaced roadways on Vintage Drive from the Duncan Canal to Power Blvd, Loyola Drive from 31st Street to the three Loyolas, and on Bainbridge from Veterans Blvd to the airport.

From Rivertown to Laketown, Kenner's economy is growing stronger every day. We're seeing local entrepreneurs thrive — from Restaurant Week highlights to new financing partnerships through JEDCO — proving that Kenner is open for business. Rivertown is alive again with flourishing new businesses, and the Riverfront is slated to for major redevelopment with the investment of Rivertown's newest neighbor, American Cruise Lines, who will be constructing a multi-million-dollar docking facility to serve as a stop for many of its domestic cruises. This will bring hundreds of new visitors to Rivertown weekly and construction is about to begin.

Additionally, the trailhead expansion grant is nearly \$1 million dollars strictly dedicated for the expansion and beautification of LaSalle's Landing in Rivertown. This project will be underway soon as well and will be a perfect supplement to the investment of American Cruise Lines.

Laketown is transforming with the success of the Treasure Chest's new land-based casino that has doubled its profits in one year. Huge attractions like our annual Food Truck Festival also plays a vital role in bringing thousands to visit Kenner's lakeshore each year.

Over the past three years, Kenner has invested \$2 million in upgrades to Muss Bertolino Stadium. These projects have focused on field improvements, stadium infrastructure, lighting upgrades, and site readiness to support expanded programming and regional events, with additional improvements planned. In the absence of a dedicated recreation funding source, the City has supplemented capital and program needs through sponsorships and public-private partnerships. Contributions from corporate partners, nonprofits, and civic organizations have supported equipment, programming, and services, helping to sustain and enhance recreation offerings.

Kenner successfully implemented a rate increase to the wastewater fee structure that allows for Kenner to continue making critical upgrades to this system. We've spent \$4 million on sewer treatment plant clarifiers and the replacement of steel beams and sides on the belt press building. With 84 lift stations throughout Kenner, we have \$15 million dollars slated for rehabilitation at several. We are also working with the New Orleans International Airport representatives to ensure the airport expansion will consider funds needed for additional sewerage capacity.

After many years of talks of a development, preconstruction has begun for a 7,500 seated amphitheater. The Amphitheater facility will be located on the shore of Lake Pontchartrain in Kenner's Laketown district. The Amphitheater will be utilized as a high-quality venue for live music, other theatrical performances, and civic events.

## 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. The new construction of

the cruise line dock in Rivertown & the Amphitheatre in Laketown will bring a new vision to the City, with visitors directly contributing to Kenner's economy. 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, 2024. This was the twenty-seventh 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, 2024

*Christopher P. Morill*

Executive Director/CEO

## SELECTED OFFICIALS OF THE CITY OF KENNER

### CITY COUNCIL

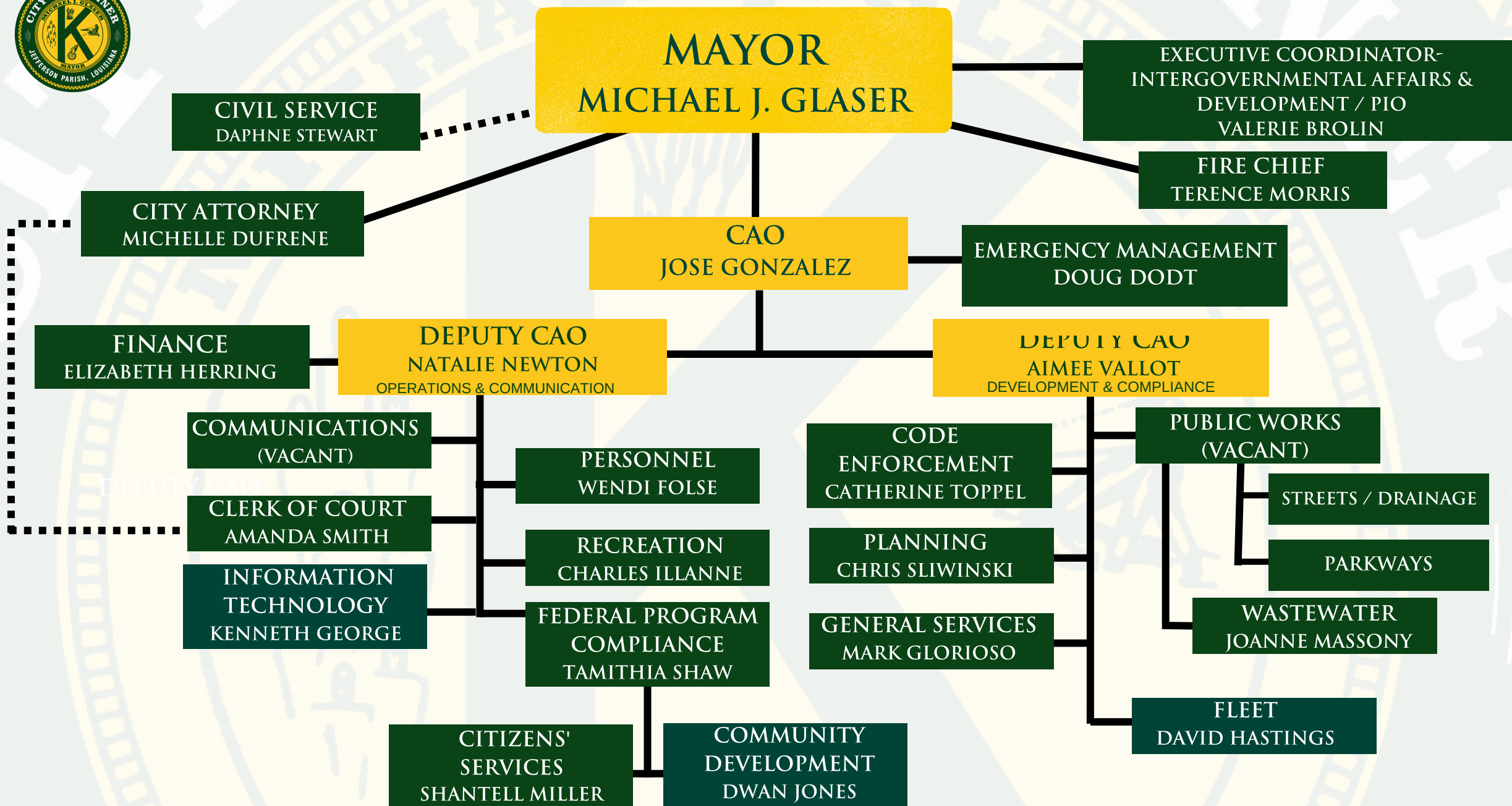
Councilwoman at Large Division A	Kristi McKinney
Councilman at Large Division B	Thomas Willmott
District No. 1	Dee Dunn
District No. 2	Ronald Scharwath
District No. 3	Joseph LaHatte, III
District No. 4	George Branigan
District No. 5	Brian Brennan

### 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
Public Information Officer	Valerie Brolin

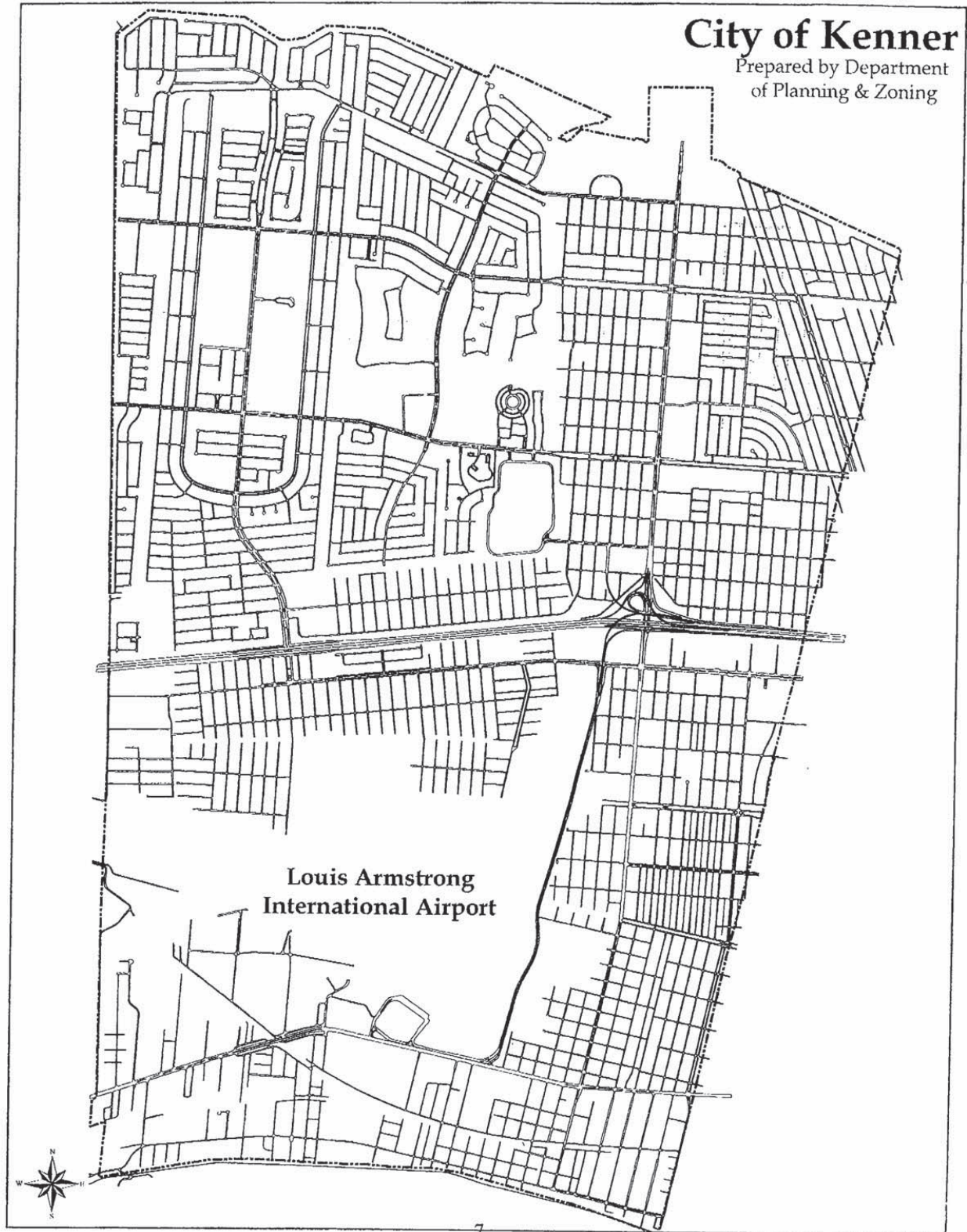
### DEPARTMENT HEADS

Inspection and Code Enforcement	Catherine Toppel
Community Development	Dwan Jones
Parks and Recreation	Charles Illane
Personnel	Wendi Folse
Planning	Christopher Sliwinski
Fire Chief	Terence Morris
Clerk of Court Director	Amanda Smith
Information Technology	Kenneth George
Council Clerk	Natalie Hall
Civil Service	Daphne Stewart
Fleet Management	David Hastings
Public Works	Vacant
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

Prepared by Department  
of Planning & Zoning



## **FINANCIAL SECTION**





# Duplantier Hrapmann Hogan & Maher, LLP

A.J. Duplantier, Jr., CPA  
(1919-1985)  
Felix J. Hrapmann, Jr., CPA  
(1919-1990)  
William R. Hogan, Jr., CPA  
(1920-1996)  
James Maher, Jr., CPA  
(1921-1999)

## INDEPENDENT AUDITOR'S REPORT

December 30, 2025

Lindsay J. Calub, CPA, LLC  
Michelle H. Cunningham, CPA  
Grady C. Lloyd, III, CPA  
Robynn P. Beck, CPA  
J. Patrick Butler, III, CPA  
Wesley D. Wade, CPA

Heather M. Jovanovich, CPA  
Terri L. Kitto, CPA  
Gregory J. Binder, IT Director  
Colleen A. Casey, CPA  
Jason C. Montegut, CPA  
J. Michael Flynn, III CPA

### **Metairie**

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Fax: (504) 525-5888

### **Covington**

220 Park Place  
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Covington, LA 70433  
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Fax: (985) 892-0952

### **Houma**

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Suite 412  
Houma, LA 70360  
Phone: (985) 868-2630  
Fax: (985) 872-3833

### **Slidell**

1290 Seventh Street  
Slidell, LA 70458  
Phone: (985) 641-1272  
Fax: (985) 781-6497

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, 2025, 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, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of 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.

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American Institute of  
Certified Public Accountants  
Society of LA CPAs

## **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, budgetary schedules, the combining Internal Service Fund statements, the combining Fiduciary Funds statements, the schedule of councilperson's compensation, the schedule of compensation, benefits, and other payments to the Agency Head, 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 30, 2025, 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 "Duplantier, Hopmann, Hogan & Rotter LLP". The signature is written in a cursive, flowing style.

Metairie, Louisiana

## **REQUIRED SUPPLEMENTARY INFORMATION - PART I**

**CITY OF KENNER, LOUISIANA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2025**

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, 2025. 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 \$185.7 million at June 30, 2025, which is an increase of approximately \$13.6 million, primarily due to increases in property tax revenue of approximately \$6.9 million and charges for services of approximately \$4.8 million.

The City's net investment in capital assets is approximately \$179.1 million. The City's restricted net position is approximately \$24.8 million which is primarily restricted for capital projects and debt service. The City's unrestricted net position (deficit) is approximately \$(18.1) million.

The City's unrestricted net position (deficit) in governmental activities is approximately \$(21.9) million, which is an increase of \$1.5 million, primarily due to funds released from restrictions for capital projects and a decrease in net pension liability related to the City's participation in three pension plans.

Business-type activities' unrestricted net position is approximately \$3.7 million, which is an increase of \$1.8 million, primarily due to an increase in charges for services revenue of approximately \$2.2 million.

The City's general fund reported an unassigned fund balance of approximately \$52.2 million, which is an increase of \$4.5 million primarily due to an increase in net transfers in of approximately \$7.9 million, which was offset by an increase in expenditures of approximately \$4.4 million. The increase in transfers was primarily from the One Percent Sales Tax of 1984 fund to reimburse losses from homestead exemption and from the Nonmajor governmental funds to transfer excess revenue.

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 \$1.9 million due to an increase in expenditures for new public works projects, while the Capital Projects funded with Bond Proceeds fund had an increase in fund balance of \$4.2 million due to a significant decrease in expenditures. The General Debt fund had an increase in fund balance of \$276 thousand due to an increase in tax revenue and transfers in.

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 \$60.9 million of net pension liability, OPEB liability of \$16.1 million, finance lease liability of \$2.1 million, subscription-based IT arrangement liability of \$182 thousand, and compensated absences of \$8.9 million.

The City's other debt consists of bonds and notes payable of \$709 million. During the year, the City made principal payments of \$6.7 million and received \$7.9 million of drawdowns and new bond issues.

**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, 2025**

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, 2025**

**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		(Restated) Governmental	Business-type	(Restated)
	Activities	Activities	Total	Activities	Activities	Total
	2025	2025	2025	2024	2024	2024
<b>Assets:</b>						
Current and other assets	\$ 135,587	\$ 11,012	\$ 146,599	\$ 123,152	\$ 7,636	\$ 130,788
Capital Assets	135,401	75,560	210,961	137,670	73,499	211,169
Total assets	270,988	86,572	357,560	260,822	81,135	341,957
<b>Deferred Outflows of Resources:</b>						
Related to pensions, OPEB, and bond refunding	23,653	200	23,853	26,950	218	27,168
<b>Liabilities:</b>						
Long-term debt	121,241	27,089	148,330	127,367	27,147	154,514
Other liabilities	18,295	5,568	23,863	14,540	3,697	18,237
Total liabilities	139,536	32,657	172,193	141,907	30,844	172,751
<b>Deferred Inflows of Resources:</b>						
Related to pensions, OPEB, leases, and deferred revenue	23,492	8	23,500	24,278	7	24,285
<b>Net Position:</b>						
Net investment in capital assets	133,559	45,512	179,071	130,737	43,635	174,372
Restricted	19,918	4,857	24,775	14,273	4,916	19,189
Unrestricted	(21,864)	3,738	(18,126)	(23,423)	1,951	(21,472)
Total net position	\$ 131,613	\$ 54,107	\$ 185,720	\$ 121,587	\$ 50,502	\$ 172,089

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.
- The City's current assets increased significantly due to an increase of cash of \$8.7 million primarily due to additional property tax revenue and bond proceeds in 2025.
- For Business-type activities, the increase in capital assets is attributed to \$5.5 million in new projects offset by \$4.6 million in accumulated depreciation for buildings, improvements other than buildings, equipment, and vehicles.
- For Governmental activities, the decrease in deferred outflows of resources is due to the difference between projected and actual earnings on plan investments related to pensions. In 2024, this difference was a deferred outflow of \$7.9 million, but in 2025 this difference is a deferred outflow of \$1.2 million.
- The City's long-term debt decreased significantly due to a decrease in net pension liability from \$68.1 million in 2024 to \$60.9 million in 2025 based on changes in assumptions and annual payments of bonds.



**CITY OF KENNER, LOUISIANA**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

**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)

				(Restated)		(Restated)
	Governmental	Business-type	Total	Governmental	Business-type	Total
	Activities	Activities		Activities	Activities	
	2025	2025	2025	2024	2024	2024
<b>Revenues:</b>						
Program revenues:						
Charges for services	\$ 21,287	\$ 14,480	\$ 35,767	\$ 19,793	\$ 12,252	\$ 32,045
Operating grants & contributions	6,398	-	6,398	3,156	-	3,156
Capital grants & contributions	5,040	1,572	6,612	6,374	94	6,468
General revenues:						
Property taxes	17,170	706	17,876	10,239	704	10,943
Sales taxes	44,813	-	44,813	45,189	-	45,189
Other taxes	9,279	368	9,647	8,405	390	8,795
Grants and contributions not restricted to specific program	43	-	43	42	-	42
Other	6,624	457	7,081	7,300	558	7,858
Total revenues	110,654	17,583	128,237	100,498	13,998	114,496
<b>Program expenses:</b>						
General government	20,542	-	20,542	18,895	-	18,895
Public safety	49,651	-	49,651	46,310	-	46,310
Public works	22,430	-	22,430	24,590	-	24,590
Health and welfare	2,761	-	2,761	218	-	218
Culture and recreation	2,774	-	2,774	4,364	-	4,364
Transit & urban development	1,474	-	1,474	1,470	-	1,470
Interest on long term debt	1,391	-	1,391	1,263	-	1,263
Debt issuance costs	168	-	168	-	-	-
Sewer operations	-	10,954	10,954	-	11,345	11,345
Civic center operations	-	2,615	2,615	-	2,684	2,684
Total expenses	101,191	13,569	114,760	97,110	14,029	111,139
Change in net position before transfers and extraordinary items	9,463	4,014	13,477	3,388	(31)	3,357
Extraordinary item:						
Funds returned to FEMA	-	-	-	(1,174)	-	(1,174)
Gain/(Loss) on disposal of assets	154	-	154	73	-	73
Transfers	409	(409)	-	354	(354)	-
Change in net position	10,026	3,605	13,631	2,641	(385)	2,256
Net Position-beginning of year	121,587	50,502	172,089	118,946	50,887	169,833
Net Position-end of year	\$ 131,613	\$ 54,107	\$ 185,720	\$ 121,587	\$ 50,502	\$ 172,089

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, 2025 were \$111.8 million compared to \$100.5 million for the year ended June 30, 2024. The increase is due to an increase in charges for services, property taxes, and operating grants. Property taxes increased due to an increase in millage for the fire department implemented.

**CITY OF KENNER, LOUISIANA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2025**

**Government-wide Financial Analysis (Continued)**

- The total cost of governmental activities' programs was \$102.3 million in 2025 compared to \$97.1 million in 2024. The primary reason for this change is due to an increase in public safety expenses. The increase in public safety expenses from \$46.3 million in 2024 to \$50.3 million in 2025 is attributed to a variety of factors, including an increase in expenditures related to capital projects as the City relocating a fire station, and an increase in expenditures for the fire department in accordance with the increased millage.
- The City's business-type activities' revenues increased from \$14.0 million in 2024 to \$17.6 million in 2025. This increase is attributed to an increase in Wastewater and Civic Center services charges from \$12.3 million in 2024 to \$14.5 million in 2025.
- The total cost of business-type activities declined from \$14.0 million in 2024 to \$13.6 million in 2025. 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 \$172.1 million in 2024 to \$185.7 million in 2025.

**Capital Assets and Debt Administration**

**Capital assets.** The City's investment in capital assets as of June 30, 2025, for its governmental and business-type activities was approximately \$211 million, net of depreciation as reflected in the schedule below:

	<b>Capital Assets</b> <b>June 30, 2025</b> <b>(Net of depreciation in thousands)</b>		
	Governmental Activities	Business-type Activities	Total
Land	\$ 11,413	\$ 3,799	\$ 15,212
Works of art	2,360	-	2,360
Construction in progress	5,709	8,322	14,031
Buildings	14,555	59,821	74,376
Improvements other than buildings	8,372	-	8,372
Equipment	8,825	3,618	12,443
Infrastructure	83,398	-	83,398
Right-of-use assets	769	-	769
Total	<u>\$ 135,401</u>	<u>\$ 75,560</u>	<u>\$ 210,961</u>

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. The City also made improvements to some major streets during the year. 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 \$165 million in long-term debt as shown in the table below.

	<b>Outstanding long-term debt</b> <b>June 30, 2025</b> <b>(In thousands)</b>		
	Governmental Activities	Business-type Activities	Total
Revenue bonds	\$ 40,728	\$ 30,249	\$ 70,967
Finance lease payable	2,061	-	2,061
SBITA Liability	182	-	182
OPEB Liability	16,113	-	16,113
Net Pension Liability	60,949	-	60,949
Estimated Claims Payable	5,329	-	5,329
Accrued Claim Payable	340	-	340
Compensated Absences	8,874	-	8,874
Total	<u>\$ 134,576</u>	<u>\$ 30,249</u>	<u>\$ 164,825</u>

**CITY OF KENNER, LOUISIANA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2025**

**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 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 increased by 12.9% during the year primarily due to additional property tax revenue. The City received \$1.6 million in FEMA funds in 2024 and \$2.9 million in FEMA funds in 2025 for expenses incurred in the preparation and recovery from the effects of Hurricane Ida, with additional expenses submitted to FEMA for reimbursement.

Total expenses increased by 4.3% primarily due to an increase in expenses relating to public safety for the fire department. The City has also issued new bonds in the current year which further increased expenses.

**BUDGETARY HIGHLIGHTS**

General Fund revenues came in 2.54% over budget as a result of ongoing monitoring of budgeted revenues.

General Fund expenditures finished the year 9.51% 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 2.9% 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.

The construction of a new terminal at the Louis Armstrong New Orleans International Airport located in Kenner was a major project which was completed toward the end of calendar 2019, and has had a very favorable impact in sales tax collections. The increase in passengers at the new terminal has driven the airport to include another expansion to be completed by 2031, which will include another terminal, with 15 new gates, additional parking and a new shuttle road.

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. Laketown will also experience much development with the addition of an amphitheater. Kenner's Riverfront is slated for a major redevelopment with the investment of Rivertown's newest neighbor, American Cruise Lines, who will be constructing a multi-million-dollar docking facility to serve as a stop for many of its domestic cruises. This will bring hundreds of new visitors to Rivertown weekly and construction is about to begin.

## **BASIC FINANCIAL STATEMENTS**

**CITY OF KENNER, LOUISIANA**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2025**

	<b>GOVERNMENTAL ACTIVITIES</b>	<b>BUSINESS-TYPE ACTIVITIES</b>	<b>TOTAL</b>
<b>ASSETS</b>			
Cash	\$ 6,580,297	\$ 441,130	\$ 7,021,427
Equity in pooled cash	47,945,205	12,048,550	59,993,755
Receivables (net, where applicable, of allowances for uncollectibles)			
Taxes	1,912,571	-	1,912,571
Accounts	6,544,586	-	6,544,586
Intergovernmental	29,572,685	195,408	29,768,093
Special assessments - delinquent	6,303	-	6,303
Interest	1,324,846	-	1,324,846
Service charges	-	3,949,950	3,949,950
Leases	19,452,796	-	19,452,796
Other	11,993	19,330	31,323
Internal balances	10,517,006	(10,517,006)	-
Inventory, at cost	25,229	-	25,229
Prepaid items	1,078,766	13,692	1,092,458
Refundable deposits	-	3,669	3,669
Restricted assets			
Cash	7,507,228	4,857,303	12,364,531
Investments	1,961,580	-	1,961,580
Deposit on vehicle	1,145,482	-	1,145,482
Capital assets:			
Right of use assets - lease, net of accumulated amortization	604,370	-	604,370
Right of use assets - SBITA, net of accumulated amortization	164,722	-	164,722
Capital assets not being depreciated	19,482,149	12,121,060	31,603,209
Capital assets being depreciated, net of accumulated depreciation	115,150,274	63,439,360	178,589,634
Total assets	<u>270,988,088</u>	<u>86,572,446</u>	<u>357,560,534</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred charge on refunding	1,841,014	199,600	2,040,614
Related to pensions	19,675,459	-	19,675,459
Related to OPEB	2,136,745	-	2,136,745
Total deferred outflows of resources	<u>23,653,218</u>	<u>199,600</u>	<u>23,852,818</u>
<b>LIABILITIES</b>			
Accounts payable	2,122,237	1,994,640	4,116,877
Accrued liabilities	1,344,857	93,368	1,438,225
Deposits on future events	-	320,678	320,678
Due to other governments	1,181,917	-	1,181,917
Other liabilities	311,243	-	311,243
Non-current liabilities			
Due within one year	13,334,580	3,159,000	16,493,580
Non-current liabilities			
Due in more than one year	121,241,169	27,089,539	148,330,708
Total liabilities	<u>139,536,003</u>	<u>32,657,225</u>	<u>172,193,228</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred revenue	-	8,292	8,292
Related to leases	18,897,671	-	18,897,671
Related to pensions	4,286,618	-	4,286,618
Related to OPEB	307,339	-	307,339
Total deferred inflows of resources	<u>23,491,628</u>	<u>8,292</u>	<u>23,499,920</u>
<b>NET POSITION</b>			
Net investment in capital assets	133,558,785	45,511,481	179,070,266
Restricted for			
Capital projects	8,869,129	2,923,143	11,792,272
Debt service	9,388,405	1,934,160	11,322,565
Law enforcement	852,173	-	852,173
Federal grants	808,997	-	808,997
Unrestricted	(21,863,814)	3,737,745	(18,126,069)
Total net position	<u>\$ 131,613,675</u>	<u>\$ 54,106,529</u>	<u>\$ 185,720,204</u>

The accompanying notes are an integral part of this statement.

**CITY OF KENNER, LOUISIANA  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2025**

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
<b>Governmental Activities</b>							
General government	\$ 20,541,866	\$ 6,866,026	\$ 711,828	\$ 32,366	\$ (12,931,646)	\$ -	\$ (12,931,646)
Public safety	49,650,537	4,642,415	2,248,891	38,869	(42,720,362)	-	(42,720,362)
Public works	22,429,698	8,130,595	3,071,683	3,314,114	(7,913,306)	-	(7,913,306)
Health and welfare	(21,780)	56,266	74,127	-	152,173	-	152,173
Culture and recreation	5,253,246	677,297	62,777	1,052,745	(3,460,427)	-	(3,460,427)
Transit and urban development	1,777,305	914,684	228,438	601,591	(32,592)	-	(32,592)
Interest on long-term debt and other charges	1,390,797	-	-	-	(1,390,797)	-	(1,390,797)
Debt issuance costs	168,272	-	-	-	(168,272)	-	(168,272)
Total Governmental Activities	<u>101,189,941</u>	<u>21,287,283</u>	<u>6,397,744</u>	<u>5,039,685</u>	<u>(68,465,229)</u>	<u>-</u>	<u>(68,465,229)</u>
<b>Business-type Activities</b>							
Wastewater Operations	10,954,371	13,072,557	-	10,479	-	2,128,665	2,128,665
Civic Center Operations	2,614,805	1,407,885	-	1,561,034	-	354,114	354,114
Total Business-type Activities	<u>13,569,176</u>	<u>14,480,442</u>	<u>-</u>	<u>1,571,513</u>	<u>-</u>	<u>2,482,779</u>	<u>2,482,779</u>
Total	<u>\$ 114,759,117</u>	<u>\$ 35,767,725</u>	<u>\$ 6,397,744</u>	<u>\$ 6,611,198</u>	<u>(68,465,229)</u>	<u>2,482,779</u>	<u>(65,982,450)</u>
General Revenues:							
Taxes:							
Ad valorem					17,170,055	705,685	17,875,740
Hotel/motel					136,592	132,494	269,086
Sales and use					44,813,042	-	44,813,042
Beer tax					51,453	-	51,453
Parking					3,678,694	-	3,678,694
Franchise					5,351,243	235,771	5,587,014
Consumer					60,350	-	60,350
Grants and contributions not restricted to specific programs					43,440	-	43,440
Interest					5,066,448	423,789	5,490,237
Lease revenue					411,368	-	411,368
Loan forgiveness					-	33,020	33,020
Miscellaneous					1,145,672	-	1,145,672
Gain/(Loss) on disposal of capital assets					154,370	-	154,370
Transfers					409,169	(409,169)	-
Total general revenues, transfers, and other					<u>78,491,896</u>	<u>1,121,590</u>	<u>79,613,486</u>
Change in Net Position					<u>10,026,667</u>	<u>3,604,369</u>	<u>13,631,036</u>
Net position - beginning of year, as previously reported					124,321,221	50,502,160	174,823,381
Restatement (GASB 101)					<u>(2,734,213)</u>	<u>-</u>	<u>(2,734,213)</u>
Net position - beginning of year, restated					<u>121,587,008</u>	<u>50,502,160</u>	<u>172,089,168</u>
Net position - end of year					<u>\$ 131,613,675</u>	<u>\$ 54,106,529</u>	<u>\$ 185,720,204</u>

The accompanying notes are an integral part of this statement.

**CITY OF KENNER, LOUISIANA**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2025**

	<b>GENERAL</b>	<b>ONE PERCENT SALES TAX OF 1984</b>	<b>FIRE PROTECTION</b>
<b>ASSETS</b>			
Cash	\$ 5,780,461	\$ -	\$ -
Equity in pooled cash	20,648,937	436,014	2,132,323
Investments	-	-	-
Receivables (net, where applicable, of allowances for uncollectibles)			
Taxes	1,912,571	-	-
Accounts	4,761,524	-	19,330
Intergovernmental	5,315,061	2,548,631	-
Special assessments - delinquent	6,303	-	-
Interest	1,305,043	-	19,803
Other	-	-	201
Due from other funds	30,244,937	310,733	958,759
Inventory, at cost	25,229	-	-
Prepaid items	1,078,766	-	-
<b>Total assets</b>	<b>\$ 71,078,832</b>	<b>\$ 3,295,378</b>	<b>\$ 3,130,416</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
	-	-	-
<b>LIABILITIES:</b>			
Accounts payable	\$ 595,663	\$ -	\$ 74,969
Accrued liabilities	772,513	-	433,691
Due to other funds	14,111,754	3,295,378	1,878,319
Due to other governments	1,181,917	-	-
Other liabilities	311,243	-	-
Total liabilities	16,973,090	3,295,378	2,386,979
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenues	1,884,707	-	743,437
<b>FUND BALANCES:</b>			
Nonspendable			
Prepaid items	1,078,766	-	-
Inventory	25,229	-	-
Restricted			
Federal grants	-	-	-
Debt service	-	-	-
Capital projects	-	-	-
Law Enforcement	852,173	-	-
Committed	405,261	-	80,903
Assigned			
Subsequent year's expenditures	15,514,436	-	-
Unassigned	34,345,170	-	(80,903)
Total fund balances	52,221,035	-	-
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 71,078,832</b>	<b>\$ 3,295,378</b>	<b>\$ 3,130,416</b>

The accompanying notes are an integral part of this statement.

<b>GENERAL CAPITAL PROJECTS</b>	<b>CAPITAL PROJECTS FUNDED WITH BOND PROCEEDS</b>	<b>GENERAL DEBT</b>	<b>OTHER GOVERNMENTAL FUNDS</b>	<b>TOTAL GOVERNMENTAL FUNDS</b>
\$ -	\$ 4,302,987	\$ 3,204,241	\$ 57,642	\$ 13,345,331
103,591	10,410,384	12,056,224	2,155,324	47,942,797
-	1,961,580	-	-	1,961,580
-	-	-	-	1,912,571
-	-	-	1,763,732	6,544,586
21,401,911	183,388	109,920	13,774	29,572,685
-	-	-	-	6,303
-	-	-	-	1,324,846
10,336	-	951	505	11,993
11,904,786	2,698,688	-	776,184	46,894,087
-	-	-	-	25,229
-	-	-	-	1,078,766
<b>\$ 33,420,624</b>	<b>\$ 19,557,027</b>	<b>\$ 15,371,336</b>	<b>\$ 4,767,161</b>	<b>\$ 150,620,774</b>
-	-	-	-	-
\$ 735,328	\$ 4,386	\$ -	\$ 703,344	\$ 2,113,690
-	-	-	19,082	1,225,286
3,637,195	2,824,547	7,311,519	1,728,316	34,787,028
-	-	-	-	1,181,917
-	-	-	-	311,243
<b>4,372,523</b>	<b>2,828,933</b>	<b>7,311,519</b>	<b>2,450,742</b>	<b>39,619,164</b>
<b>23,498,056</b>	<b>498,498</b>	<b>-</b>	<b>178,834</b>	<b>26,803,532</b>
-	-	-	-	1,078,766
-	-	-	-	25,229
-	-	-	805,117	805,117
-	-	8,059,817	1,328,588	9,388,405
484,251	16,035,356	-	-	16,519,607
-	-	-	-	852,173
5,065,794	194,240	-	3,880	5,750,078
-	-	-	-	15,514,436
-	-	-	-	34,264,267
<b>5,550,045</b>	<b>16,229,596</b>	<b>8,059,817</b>	<b>2,137,585</b>	<b>84,198,078</b>
<b>\$ 33,420,624</b>	<b>\$ 19,557,027</b>	<b>\$ 15,371,336</b>	<b>\$ 4,767,161</b>	<b>\$ 150,620,774</b>



**CITY OF KENNER, LOUISIANA**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS**  
**BALANCE SHEET TO THE STATEMENT OF NET POSITION**  
**JUNE 30, 2025**

Fund balances - total governmental funds	\$ 84,198,078
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.	134,632,423
Deposits on future capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.	1,145,482
Lease receivables related to the implementation of GASB 87 are not financial resources and, therefore, are not reported in the governmental funds.	19,452,796
Right of use assets associated with leases are not financial resources and, therefore, are not reported in the governmental funds.	604,370
Right of use assets associated with IT subscriptions are not financial resources and, therefore, are not reported in the governmental funds.	164,722
Deferred outflows of resources related to pensions are applicable to future reporting periods and, therefore, are not reported in the governmental funds	19,675,459
Deferred outflows of resources related to OPEB are applicable to future reporting periods and, therefore, are not reported in the governmental funds.	2,136,745
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.	(6,182,541)
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.	26,803,532
Deferred inflows of resources related to pensions are applicable to future reporting periods and, therefore, are not reported in the governmental funds.	(4,286,618)
Deferred inflows of resources related to OPEB are applicable to future reporting periods and, therefore, are not reported in the governmental funds.	(307,339)
Deferred inflows of resources related to leases are applicable to future reporting periods and, therefore, are not reported in the governmental funds.	(18,897,671)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	
Accrued interest payable	(119,570)
OPEB payable	(16,113,491)
Compensated absences	(8,874,015)
Bonds, notes, and loans payable (net of premiums, discounts, and deferred charges)	(38,887,400)
Finance lease liability	(2,060,691)
IT subscription liability	(181,797)
Accrued claim liability	(340,000)
Net pension liability	(60,948,799)
Net position of governmental activities	<u>\$ 131,613,675</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, 2025**

	<b>GENERAL</b>	<b>ONE PERCENT SALES TAX OF 1984</b>	<b>FIRE PROTECTION</b>
<b>REVENUES</b>			
Taxes	\$ 34,307,011	\$ 15,792,393	\$ 13,249,649
Licenses and permits	4,105,982	-	-
Intergovernmental	2,200,383	-	-
Charges for services	725,964	-	-
Fines and forfeitures	1,696,499	-	-
Interest	1,943,418	-	54,862
Miscellaneous	706,835	-	63
	<hr/>	<hr/>	<hr/>
Total revenues	45,686,092	15,792,393	13,304,574
	<hr/>	<hr/>	<hr/>
<b>EXPENDITURES</b>			
Current:			
General government	14,594,370	-	-
Public safety	28,076,525	-	13,804,030
Public works	6,334,590	-	-
Health and welfare	-	-	-
Culture and recreation	2,783,154	-	-
Transit and urban development	303,615	-	-
Debt service			
Principal	328,983	-	2,365
Interest and fiscal charges	64,315	-	119
Debt issuance costs	-	-	-
Miscellaneous	-	-	-
	<hr/>	<hr/>	<hr/>
Total expenditures	52,485,552	-	13,806,514
	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	(6,799,460)	15,792,393	(501,940)
	<hr/>	<hr/>	<hr/>
<b>OTHER FINANCING SOURCES (USES)</b>			
Proceeds from sale of property	66,671	-	-
Transfers in	16,888,665	-	1,176,577
Transfers out	(5,681,044)	(15,792,393)	(674,637)
Premium on issuance of debt	-	-	-
Issuance of long term debt	-	-	-
	<hr/>	<hr/>	<hr/>
Total other financing sources and uses	11,274,292	(15,792,393)	501,940
	<hr/>	<hr/>	<hr/>
Net change in fund balances	4,474,832	-	-
	<hr/>	<hr/>	<hr/>
Fund balances - beginning of year, as previously reported	47,895,745	-	-
	<hr/>	<hr/>	<hr/>
Restatement (Note U)	(149,542)	-	-
	<hr/>	<hr/>	<hr/>
Fund balances - beginning of year, restated	47,746,203	-	-
	<hr/>	<hr/>	<hr/>
Fund balances - end of year	\$ 52,221,035	\$ -	\$ -
	<hr/>	<hr/>	<hr/>

The accompanying notes are an integral part of this statement.

<b>GENERAL CAPITAL PROJECTS</b>	<b>CAPITAL PROJECTS FUNDED WITH BOND PROCEEDS</b>	<b>GENERAL DEBT</b>	<b>OTHER GOVERNMENTAL FUNDS</b>	<b>TOTAL GOVERNMENTAL FUNDS</b>
\$ -	\$ -	\$ 4,334,434	\$ 5,468,897	\$ 73,152,384
-	-	-	-	4,105,982
4,548,401	784,005	-	401,248	7,934,037
-	-	-	6,380,397	7,106,361
-	-	-	-	1,696,499
487,103	666,960	323,027	72,328	3,547,698
1,150,420	-	-	-	1,857,318
6,185,924	1,450,965	4,657,461	12,322,870	99,400,279
3,852,312	-	-	-	18,446,682
1,758,698	1,506,458	-	-	45,145,711
2,642,436	892,807	-	9,682,374	19,552,207
-	-	-	274,928	274,928
1,959,770	-	-	-	4,742,924
783,056	-	-	703,286	1,789,957
604,734	31,892	4,151,000	182,561	5,301,535
96,726	3,995	897,464	27,897	1,090,516
-	168,272	-	-	168,272
-	-	46,000	-	46,000
11,697,732	2,603,424	5,094,464	10,871,046	96,558,732
(5,511,808)	(1,152,459)	(437,003)	1,451,824	2,841,547
87,699	-	-	-	154,370
3,783,778	-	1,346,169	1,755,314	24,950,503
(304,000)	-	(633,000)	(2,571,260)	(25,656,334)
-	454,808	-	-	454,808
-	4,915,000	-	-	4,915,000
3,567,477	5,369,808	713,169	(815,946)	4,818,347
(1,944,331)	4,217,349	276,166	635,878	7,659,894
28,890,381	12,012,247	7,783,651	1,501,707	98,083,731
(21,396,005)	-	-	-	(21,545,547)
7,494,376	12,012,247	7,783,651	1,501,707	76,538,184
\$ 5,550,045	\$ 16,229,596	\$ 8,059,817	\$ 2,137,585	\$ 84,198,078

**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, 2025**

Net change in fund balances, total governmental funds	\$ 7,659,894
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	8,534,130
Amortization expense on right of use asset - leases	(284,357)
Amortization expense on right of use asset - SBITAs	(164,723)
Depreciation expense on capital assets	(10,353,504)
Certain governmental revenues will not be collected for several months after year-end and are deferred in the governmental funds.	2,364,070
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 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 in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	(1,244,026)
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.	(51,063)
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.	1,001,337
The City's proportionate share of non-employer contributions to the pension plans are reported in the statement of activities.	2,122,490
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.	(136,202)
OPEB benefit (expense), which is the change in the OPEB liability adjusted for changes in in deferred outflows and inflows of resources related to OPEB, is reported in the statement of activities.	(421,369)
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.	802,631
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.	169,904
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.	18,505
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.	340,000
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.	(331,050)
Change in net position of governmental activities	<u>\$ 10,026,667</u>

The accompanying notes are an integral part of this statement.

**CITY OF KENNER, LOUISIANA**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2025**

	<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>			<b>GOVERNMENTAL</b>
	<b>DEPARTMENT OF</b>	<b>CIVIC</b>		<b>ACTIVITIES</b>
	<b>WASTEWATER</b>	<b>CENTER</b>		<b>INTERNAL</b>
	<b>OPERATIONS</b>	<b>OPERATIONS</b>	<b>TOTAL</b>	<b>SERVICE FUNDS</b>
<b>ASSETS</b>				
Current assets:				
Cash	\$ -	\$ 441,130	\$ 441,130	\$ 742,194
Equity in pooled cash	12,048,550	-	12,048,550	2,408
Receivables (net, where applicable, of allowances for uncollectibles)				
Intergovernmental	26,364	169,044	195,408	-
Service charges	3,810,893	139,057	3,949,950	-
Other	-	19,330	19,330	-
Due from other funds	130,537	-	130,537	-
Restricted cash	4,857,303	-	4,857,303	-
Prepaid items	-	13,692	13,692	-
Refundable deposits	3,669	-	3,669	-
Total current assets	20,877,316	782,253	21,659,569	744,602
Noncurrent assets:				
Capital assets:				
Land	-	3,798,726	3,798,726	-
Buildings and improvements	139,543,661	20,346,163	159,889,824	-
Improvements other than buildings	-	2,490,052	2,490,052	-
Furniture and fixtures	13,725,750	5,399,964	19,125,714	-
Vehicles and field equipment	2,922,849	-	2,922,849	-
Construction in progress	6,863,162	1,459,172	8,322,334	-
Less: accumulated depreciation	(99,238,696)	(21,750,383)	(120,989,079)	-
Total capital assets, net	63,816,726	11,743,694	75,560,420	-
Total noncurrent assets	63,816,726	11,743,694	75,560,420	-
Total assets	\$ 84,694,042	\$ 12,525,947	\$ 97,219,989	\$ 744,602
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	199,600	-	199,600	-

(Continued)

**CITY OF KENNER, LOUISIANA**  
**STATEMENT OF NET POSITION (CONTINUED)**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2025**

	<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>			<b>GOVERNMENTAL</b>
	<b>DEPARTMENT OF</b>	<b>CIVIC</b>		<b>ACTIVITIES</b>
	<b>WASTEWATER</b>	<b>CENTER</b>		<b>INTERNAL</b>
	<b>OPERATIONS</b>	<b>OPERATIONS</b>	<b>TOTAL</b>	<b>SERVICE FUNDS</b>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	\$ 1,865,043	\$ 129,597	\$ 1,994,640	\$ 8,547
Estimated claims payable	-	-	-	5,328,543
Accrued liabilities	24,508	10,439	34,947	-
Accrued bond interest	58,421	-	58,421	-
Deposits on future events	-	320,678	320,678	-
Due to other funds	8,348,692	2,298,851	10,647,543	1,590,053
Bonds payable	3,159,000	-	3,159,000	-
Total current liabilities	13,455,664	2,759,565	16,215,229	6,927,143
<b>NONCURRENT LIABILITIES</b>				
Bonds payable	27,089,539	-	27,089,539	-
Total noncurrent liabilities	27,089,539	-	27,089,539	-
Total liabilities	40,545,203	2,759,565	43,304,768	6,927,143
<b>DEFERRED INFLOWS OF RESOURCES</b>				
	-	8,292	8,292	-
<b>NET POSITION</b>				
Net investment in capital assets	33,767,787	11,743,694	45,511,481	-
Restricted for capital projects	2,923,143	-	2,923,143	-
Restricted for debt service	1,934,160	-	1,934,160	-
Unrestricted	5,723,349	(1,985,604)	3,737,745	(6,182,541)
Total net position	\$ 44,348,439	\$ 9,758,090	\$ 54,106,529	\$ (6,182,541)

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, 2025**

	<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>			<b>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</b>
	<b>DEPARTMENT OF WASTEWATER OPERATIONS</b>	<b>CIVIC CENTER OPERATIONS</b>	<b>TOTAL</b>	
<b>OPERATING REVENUES</b>				
Charges for services	\$ 13,072,557	\$ 1,407,885	\$ 14,480,442	\$ 6,715,169
Total operating revenues	13,072,557	1,407,885	14,480,442	6,715,169
<b>OPERATING EXPENSES</b>				
Personnel services	2,464,237	-	-	-
Supplies and other expenses	326,167	50,417	376,584	-
Building and maintenance expenses	2,923,416	501,705	3,425,121	-
Outside services	723,464	1,341,968	2,065,432	102,375
Insurance claims	-	-	-	1,235,994
Insurance premiums	-	157,522	157,522	6,855,406
Depreciation	3,996,749	561,729	4,558,478	-
Other	23,992	1,464	25,456	-
Total operating expenses	10,458,025	2,614,805	10,608,593	8,193,775
Operating income (loss)	2,614,532	(1,206,920)	1,407,612	(1,478,606)
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Ad valorem taxes	705,685	-	705,685	-
Hotel/motel taxes	-	132,494	132,494	-
Cable television franchise fees	-	235,771	235,771	-
Loan forgiveness	33,020	-	33,020	-
Amortization of bond premium	(9,796)	-	(9,796)	-
Interest income	420,797	2,992	423,789	32,556
Interest expense	(434,757)	-	(434,757)	-
Bond issuance expense	(51,793)	-	(51,793)	-
Total non-operating revenues (expense)	663,156	371,257	1,034,413	32,556
Income (loss) before contributions and transfers	3,277,688	(835,663)	2,442,025	(1,446,050)
Capital contributions	10,479	1,561,034	1,571,513	-
Transfers out	(1,042,169)	-	(1,042,169)	-
Transfers in	633,000	-	633,000	1,115,000
Change in net position	2,878,998	725,371	3,604,369	(331,050)
Net position - beginning of year	41,469,441	9,032,719	50,502,160	(5,851,491)
Net position - end of year	\$ 44,348,439	\$ 9,758,090	\$ 54,106,529	\$ (6,182,541)

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, 2025**

	<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>			<b>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</b>
	<b>DEPARTMENT OF WASTEWATER OPERATIONS</b>	<b>CIVIC CENTER OPERATIONS</b>	<b>TOTAL</b>	
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Receipts from customers	\$ 11,955,688	\$ 1,475,067	\$ 13,430,755	\$ 6,715,169
Payments to suppliers	(4,840,609)	(2,070,855)	(6,911,464)	(8,060,145)
Internal activity - payments (to)/from other funds	(12,470)	392,872	380,402	113,042
Net cash provided (used) by operating activities	<u>7,102,609</u>	<u>(202,916)</u>	<u>6,899,693</u>	<u>(1,231,934)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>				
Ad valorem taxes	705,685	-	705,685	-
Hotel/motel taxes	-	132,494	132,494	-
Cable television franchise fees	-	236,913	236,913	-
Internal activity - payments (to)/from other funds	(409,169)	-	(409,169)	1,115,000
Net cash provided by noncapital financing activities	<u>296,516</u>	<u>369,407</u>	<u>665,923</u>	<u>1,115,000</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>				
Payments on long-term debt	(2,391,000)	-	(2,391,000)	-
Proceeds from long-term debt	2,580,654	-	2,580,654	-
Interest paid on long-term debt	(420,041)	-	(420,041)	-
Purchases of capital assets	(4,805,729)	(242,500)	(5,048,229)	-
Net cash used by capital and related financing activities	<u>(5,036,116)</u>	<u>(242,500)</u>	<u>(5,278,616)</u>	<u>-</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Interest and dividends received	<u>420,797</u>	<u>2,992</u>	<u>423,789</u>	<u>32,556</u>
Net cash provided (used) by investing activities	<u>369,004</u>	<u>2,992</u>	<u>371,996</u>	<u>32,556</u>
Net increase (decrease) in cash and cash equivalents	2,732,013	(73,017)	2,658,996	(84,378)
Cash and cash equivalents, beginning of year	<u>14,173,840</u>	<u>514,147</u>	<u>14,687,987</u>	<u>828,980</u>
Cash and cash equivalents, end of year	<u>\$ 16,905,853</u>	<u>\$ 441,130</u>	<u>\$ 17,346,983</u>	<u>\$ 744,602</u>

(Continued)



**CITY OF KENNER, LOUISIANA**  
**STATEMENT OF CASH FLOWS (CONTINUED)**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

	<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>			<b>GOVERNMENTAL</b>
	<b>DEPARTMENT OF</b>	<b>CIVIC</b>		<b>ACTIVITIES</b>
	<b>WASTEWATER</b>	<b>CENTER</b>		<b>INTERNAL</b>
	<b>OPERATIONS</b>	<b>OPERATIONS</b>	<b>TOTAL</b>	<b>SERVICE FUNDS</b>
<b>Reconciliation to Statement of Net Position:</b>				
Cash	\$ -	\$ 441,130	\$ 441,130	\$ 742,194
Restricted cash	4,857,303	-	4,857,303	-
Equity in pooled cash	12,048,550	-	12,048,550	2,408
Cash and cash equivalents, end of year	<u>\$ 16,905,853</u>	<u>\$ 441,130</u>	<u>\$ 17,346,983</u>	<u>\$ 744,602</u>
<b>Reconciliation of operating income to net cash provided by (used for) operating activities:</b>				
Operating income (loss)	\$ 2,614,532	\$ (1,206,920)	\$ 1,407,612	\$ (1,478,606)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation	3,996,749	561,729	4,558,478	-
Change in current assets and current liabilities:				
Decrease (increase) in receivables	(1,116,869)	65,932	(1,050,937)	-
Decrease (increase) in due from other funds	(12,470)	-	(12,470)	-
Decrease (increase) in prepaid expenses	-	(2,728)	(2,728)	-
Increase (decrease) in accounts payable	1,611,868	(21,375)	1,590,493	318
Increase (decrease) in accrued liabilities	8,799	6,324	15,123	-
Increase (decrease) in estimated claims payable	-	-	-	133,312
Increase (decrease) in due to other funds	-	392,872	392,872	113,042
Increase (decrease) in deferred revenue	-	1,250	1,250	-
Increase (decrease) in deposits on future events	-	-	-	-
Total adjustments	<u>4,488,077</u>	<u>1,004,004</u>	<u>5,492,081</u>	<u>246,672</u>
Net cash provided by (used for) operating activities	<u>\$ 7,102,609</u>	<u>\$ (202,916)</u>	<u>\$ 6,899,693</u>	<u>\$ (1,231,934)</u>
<b>Noncash investing, capital, and financing activities:</b>				
Contributions of capital	\$ 4,052,777	\$ 1,561,034	\$ 5,613,811	\$ -
Acquisitions of property, plant and equipment through capital contributions	<u>(4,052,777)</u>	<u>(1,561,034)</u>	<u>(5,613,811)</u>	<u>-</u>
Net effect of noncash activities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of this statement.

**CITY OF KENNER, LOUISIANA**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**CUSTODIAL FUNDS**  
**JUNE 30, 2025**

	<u><b>CUSTODIAL FUNDS</b></u>
<b>ASSETS</b>	
Equity in pooled cash	\$ 1,242,421
Receivables (net, where applicable, of allowance for uncollectibles)	
Intergovernmental	<u>512,749</u>
Total assets	<u><u>1,755,170</u></u>
<b>LIABILITIES</b>	
Due to other governments	<u>\$ 512,752</u>
Total liabilities	<u>512,752</u>
<b>NET POSITION</b>	
Restricted	<u>1,242,418</u>
Total net position	<u><u>\$ 1,242,418</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, 2025**

	<u><b>CUSTODIAL FUNDS</b></u>
<b>ADDITIONS</b>	
Taxes	<u>\$ 4,600,727</u>
Total additions	<u>4,600,727</u>
<b>DEDUCTIONS</b>	
Distributions to other governments	<u>4,401,792</u>
Total deductions	<u>4,401,792</u>
Change in net position	198,935
Net position - beginning of year	<u>1,043,483</u>
Net position - end of year	<u><u>\$ 1,242,418</u></u>

The accompanying notes are an integral part of this statement.

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**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, 2025**

**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 two fiduciary funds, which are custodial funds and account for assets held by the City as a custodian for other governmental entities.

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**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, 2025, 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, 2025**

**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.

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.

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**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><b>Asset Description</b></u>	<u><b>Asset Life (Years)</b></u>
Buildings and building improvements	20 to 40
Street system	20 to 40
Drainage system	25
Office equipment	5 to 10
Machinery and equipment	10 to 20
Vehicles	5 to 15
Bridges	30 to 80
Sewerage system	10 to 50
Improvements other than buildings	10 to 30

**9. INTANGIBLE ASSETS**

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

**10. COMPENSATED ABSENCES**

Vacation (annual leave) and sick pay (sick leave) are accrued when earned. Accumulated annual leave, vested sick leave, and accumulated sick leave expected to be used 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. The City accrues accumulated sick leave expected to be used at a rate of 65%.



**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**10. COMPENSATED ABSENCES (CONTINUED)**

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. UNAVAILABLE REVENUES**

Unavailable revenues are reported in governmental funds and represent property tax revenue, grant revenue, and other revenues received more than 60 days following year-end and 150 days following year-end for grant revenue (and therefore, unavailable to pay liabilities of the current period). Unavailable revenue received after 60 days and 150 days for grant revenue is fully recognized in the government-wide financial statements. Deferred inflows of resources in the fund financial statements at June 30, 2025 are composed of the following:

	General Fund			Fire Protection Fund	Capital Projects Fund		Capital Projects Funded with Bond Proceeds	Other Governmental Funds		
	FEMA - Katrina	FEMA - Gustav	FEMA - Lee		FEMA - Katrina	FEMA - Ida			Total	
Unavailable grant revenue	\$ -	\$116,921	\$9,343	\$ 23,278	\$ -	\$1,807,256	\$ 21,690,800	\$ -	\$ -	\$23,647,598
Unavailable property tax revenue	1,513,708	-	-	-	743,437	-	-	498,498	178,834	2,934,477
Unavailable other revenue	221,457	-	-	-	-	-	-	-	-	221,457
Total unavailable revenues			\$ 1,884,707	\$ 743,437		\$ 23,498,056	\$ 498,498	\$ 178,834		\$26,803,532

**13. 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:

- Net investment in capital assets* - consists of right of use lease and SBITA 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.
- 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.

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**13. FUND BALANCE/NET POSITION (CONTINUED)**

- c. *Unrestricted net position* - all other net positions that do not meet the definition of “restricted” or “net investment in capital assets”.

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. The City has a policy which authorizes the Mayor and City Council to assign amounts for specific purposes.
- 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.

**14. 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.

**15. 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.

**16. LEASES**

The City accounts for leases and leasing transactions in accordance with Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases*. 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, 2025**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**17. SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS**

The City accounts for subscription-based information technology arrangements (SBITAs) in accordance with GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. This Statement provides guidance on the accounting and financial reporting for a SBITA for governments. It establishes that a SBITA results in a right-to-use subscription asset and a corresponding subscription liability. For further information on the City's SBITAs, see Note O.

**18. ADOPTION OF NEW ACCOUNTING PRONOUNCEMENTS**

In June 2022, the GASB issued Statement No. 101, *Compensated Absences*, effective for fiscal years beginning after December 15, 2023. GASB Statement No. 101 provides guidance to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. It establishes a consistent approach for all types of leave, eliminating potential comparability issues between governments with different leave policies. This Statement requires that liabilities for compensated absences be recognized for leave that has not been used and leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not yet been used if the leave is attributable to services already rendered, the leave accumulates, and the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. The implementation of this Statement required a restatement of net position of \$2,734,213 reported in the Statement of Activities.

In December 2023, the GASB issued Statement No. 102, *Certain Risk Disclosures*, effective for fiscal years beginning after June 15, 2024. GASB Statement No. 102 requires governments to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause a substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. If a government determines that those criteria have been met for a concentration or constrain, it should disclose the information in notes to financial statements in sufficient detail. The implementation of this Statement resulted in additional disclosure – see Note V.

**18. 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.

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE B - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)**

**2. BUDGETARY COMPARISON (CONTINUED)**

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, 2025, is presented as a note in required supplementary information.

**NOTE C – CASH, CASH EQUIVALENTS, AND INVESTMENTS**

Deposits

At June 30, 2025, the City of Kenner has cash (book balances) totaling \$80,622,134 as follows:

Governmental Funds:	
Money market funds	\$ 2,852,206
Demand deposits	58,432,057
Petty cash	3,865
Proprietary Funds:	
Enterprise Funds:	
Petty cash	500
Demand deposits	17,346,483
Internal Service Funds:	
Demand deposits	744,602
Custodial Funds:	
Demand deposits	1,242,421
	<u>\$ 80,622,134</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, 2025, the City's demand deposits and money market funds bank balances of \$81,056,181 were entirely secured by federal deposit insurance, pledged securities held by the City's agent, and by letters of credit.

Restricted Cash

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, 2025, 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, 2025, 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

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE C – CASH, CASH EQUIVALENTS, AND INVESTMENTS (CONTINUED)**

Investments (Continued)

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.

As of June 30, 2025, the City had the following investment in debt securities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>			
		<u>Less Than 1</u>	<u>1-5</u>	<u>6-10</u>	<u>Greater Than 10</u>
Obligations of Government-Sponsored Entities	<u>\$ 1,961,580</u>	<u>\$ 1,961,580</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Credit risk is defined as 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 \$1,961,580, which are rated Aa1 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>General Pool</u>	<u>Paving Assessments Pool</u>	<u>Sewerage Assessments Pool</u>	<u>Total</u>
<u>Equity in Pooled Cash</u>				
Cash	<u>\$60,891,018</u>	<u>\$ 338,196</u>	<u>\$ 6,962</u>	<u>\$61,236,176</u>
Total Equity in Pooled Cash	<u>\$60,891,018</u>	<u>\$ 338,196</u>	<u>\$ 6,962</u>	<u>\$61,236,176</u>
<u>Equity in Pool</u>				
General Fund	\$20,324,445	\$ 317,530	\$ 6,962	\$20,648,937
Sales Tax Fund	436,014	-	-	436,014
Fire Protection Fund	2,132,323	-	-	2,132,323
Enterprise Funds	12,048,550	-	-	12,048,550
Custodial Funds	1,242,421	-	-	1,242,421
General Debt	12,035,558	20,666	-	12,056,224
Internal Service Funds	2,408	-	-	2,408
Consolidated General Capital Projects	103,591	-	-	103,591
Consolidated Capital Projects w/Bond Proceeds	10,410,384	-	-	10,410,384
Nonmajor Governmental Funds	2,155,324	-	-	2,155,324
Total Equity in Pool	<u>\$60,891,018</u>	<u>\$ 338,196</u>	<u>\$ 6,962</u>	<u>\$61,236,176</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, 2025, consists of the following amounts:

General Fund	<u>\$ 1,092,109</u>
Proprietary Funds:	
Department of Wastewater Operations	<u>\$ 56,755</u>

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE F - SALES TAX**

A sales tax of 9.2% for the period of July 1, 2024 through June 30, 2025, 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 9.2% total, 4.45% 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	<u><math>4\frac{3}{4}\%</math></u>	<u>2%</u>	<u><math>2\frac{7}{12}\%</math></u>

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 2024 which are collected and reported as revenue for the fiscal year ended June 30, 2025, is as follows:

Fund	2024 MILLS
City of Kenner Municipal Tax	1.90
Garbage Collection	1.56
Fire Protection	18.20
Sewerage, Collection and Treatment	1.10
Acquiring, Construction, Improving and Maintaining Public Streets	5.40
Total	<u>28.16</u>

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE H - CAPITAL ASSETS**

1. Capital asset activity for the fiscal year ended June 30, 2025, was as follows:

	June 30, 2024	Additions	Reductions	Completed Construction	June 30, 2025
<b>Governmental Activities</b>					
Capital assets not being depreciated:					
Land	\$ 11,412,898	\$ -	\$ -	\$ -	\$ 11,412,898
Works of art	2,360,128	-	-	-	2,360,128
Construction-in-progress	8,641,317	4,779,260	-	(7,711,454)	5,709,123
 Total capital assets not being depreciated	 22,414,343	 4,779,260	 -	 (7,711,454)	 19,482,149
Capital assets being depreciated:					
Buildings and building improvements	59,989,568	169,415	-	-	60,158,983
Improvements other than buildings	16,363,171	1,331,333	-	1,200,889	18,895,393
Street system	299,611,679	-	-	4,700,659	304,312,338
Drainage system	378,927,269	-	-	1,809,906	380,737,175
Furniture, fixtures, and equipment	26,023,448	937,541	-	-	26,960,989
Vehicles	22,803,893	1,316,581	(532,490)	-	23,587,984
Bridges	20,453,578	-	-	-	20,453,578
 Total capital assets being depreciated	 824,172,606	 3,754,870	 (532,490)	 7,711,454	 835,106,440
Right-of-use assets being amortized:					
Right-of-use lease assets	1,332,754	-	-	-	1,332,754
Right-of-use SBITA assets	658,891	-	-	-	658,891
 Total right-of-use assets being amortized	 1,991,645	 -	 -	 -	 1,991,645
	June 30, 2024	Additions	Reductions	Completed Construction	June 30, 2025
Less accumulated depreciation for:					
Buildings and building improvements	44,501,721	1,102,217	-	-	45,603,938
Improvements other than buildings	9,534,635	988,789	-	-	10,523,424
Street system	243,270,006	4,092,229	-	-	247,362,235
Drainage system	370,506,470	1,521,997	-	-	372,028,467
Furniture, fixtures, and equipment	21,431,659	1,068,313	-	-	22,499,972
Vehicles	18,496,507	1,259,417	(532,490)	-	19,223,434
Bridges	2,394,154	320,542	-	-	2,714,696
 Total accumulated depreciation	 710,135,152	 10,353,504	 (532,490)	 -	 719,956,166
 Total capital assets being depreciated, net	 114,037,454	 (6,598,634)	 -	 7,711,454	 115,150,274
Less accumulated amortization for:					
Right-of-use lease assets	444,027	284,357	-	-	728,384
Right-of-use SBITA assets	329,446	164,723	-	-	494,169
 Total accumulated amortization	 773,473	 449,080	 -	 -	 1,222,553
 Total right-of-use assets being amortized, net	 1,218,172	 (449,080)	 -	 -	 769,092
 Governmental activities capital assets, net	 \$ 137,669,969	 \$ (2,268,454)	 \$ -	 \$ -	 \$ 135,401,515

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE H - CAPITAL ASSETS (CONTINUED)**

	June 30, 2024	Additions	Reductions	Completed Construction	June 30, 2025
<b>Business-Type Activities</b>					
Capital assets not being depreciated:					
Land	\$ 3,798,726	\$ -	\$ -	\$ -	\$ 3,798,726
Construction-in-progress	4,286,500	5,497,224	-	(1,461,390)	8,322,334
 Total capital assets not being depreciated	 8,085,226	 5,497,224	 -	 (1,461,390)	 12,121,060
 Capital assets being depreciated:					
Buildings and building improvements	136,391,021	458,189	-	1,461,390	138,310,600
Improvements other than buildings	24,069,274	-	-	-	24,069,274
Furniture, fixtures, and equipment	18,731,410	394,304	-	-	19,125,714
Vehicles	2,652,824	270,025	-	-	2,922,849
 Total capital assets being depreciated	 181,844,529	 1,122,518	 -	 1,461,390	 184,428,437
 Less accumulated depreciation for:					
Buildings and building improvements	74,413,631	4,076,106	-	-	78,489,737
Improvements other than buildings	24,069,274	-	-	-	24,069,274
Furniture, fixtures, and equipment	16,113,444	315,722	-	-	16,429,166
Vehicles	1,834,250	166,650	-	-	2,000,900
 Total accumulated depreciation	 116,430,599	 4,558,478	 -	 -	 120,989,077
 Total capital assets being depreciated, net	 65,413,930	 (3,435,960)	 -	 1,461,390	 63,439,360
 Business-type activities capital assets, net	 \$ 73,499,156	 \$ 2,061,264	 \$ -	 \$ -	 \$ 75,560,420



**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE H - CAPITAL ASSETS (CONTINUED)**

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

Governmental activities:

General government	\$ 563,184
Public safety	2,071,073
Public works	6,424,009
Culture and recreation	1,263,581
Health and welfare	<u>31,657</u>

Total depreciation expense - governmental activities	<u><u>\$ 10,353,504</u></u>
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Governmental activities:

General government	\$ 212,845
Public safety	136,004
Public works	91,456
Culture and recreation	4,129
Health and welfare	344
Transit and urban development	<u>4,302</u>

Total amortization expense - governmental activities	<u><u>\$ 449,080</u></u>
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Business-type activities:

Wastewater Operations	\$ 3,996,749
Civic Center Operations	<u>561,729</u>

Total depreciation expense - business-type activities	<u><u>\$ 4,558,478</u></u>
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3. Construction in progress for governmental activities is comprised of the following:

	Project/Contract Authorization June 30, 2025	Expended to June 30, 2025	Committed	Required Future Financing
Public safety	\$ 6,668,577	\$ 2,302,171	\$ 4,366,406	\$ 4,366,406
Public works	<u>8,621,545</u>	<u>3,406,950</u>	<u>5,214,595</u>	<u>5,214,595</u>
Total	<u><u>\$ 15,290,122</u></u>	<u><u>\$ 5,709,121</u></u>	<u><u>\$ 9,581,001</u></u>	<u><u>\$ 9,581,001</u></u>

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE I - LONG-TERM DEBT**

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

Long-term debt at June 30, 2025, 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>
<b>Governmental Activities</b>					
Sales Tax Bonds, Series 2020	0.76 - 2.69%	6/1/2035	34,825,000	\$ 34,825,000	\$ 27,440,000
LDEQ loan, Sewer Revenue Bonds, Series 2009 - Direct Borrowing	0.95%	11/1/2030	22,000,000	22,000,000	7,805,822
Excess Revenue Certificate of Indebtness	2.97%	3/21/2029	1,750,000	1,750,000	744,000
Limited Tax Bonds, Series 2024	5.00%	3/1/2034	4,915,000	<u>4,915,000</u>	<u>4,515,000</u>
Total					
<b>Governmental Activities</b>				<u>\$ 63,490,000</u>	<u>\$ 40,504,822</u>
<b>Business-Type Activities</b>					
Sewer Revenue Bonds, Series 2019	2.1 - 3.4%	11/1/2036	12,045,000	12,045,000	9,895,000
LDEQ loan, Sewer Revenue Bonds, Series 2012 - Direct Borrowing	0.45%	11/1/2034	21,000,000	21,000,000	11,310,000
LDEQ loan, Clean Water Revolving Fund	0.45%	6/1/2041	9,500,000	2,053,359	1,737,360
LDEQ loan, Sales Tax Bonds, Series 2015 - Direct Borrowing	0.45%	6/1/2037	15,000,000	9,864,789	7,182,789
LDEQ loan, Sales Tax Bonds, Series 2025 - Direct Borrowing	0.45%	6/1/2045	4,000,000	<u>264,161</u>	<u>231,141</u>
Total					
<b>Business-Type Activities</b>				<u>\$ 45,227,309</u>	<u>\$ 30,356,290</u>
Total Bonds				<u>\$ 108,717,309</u>	<u>\$ 70,861,112</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 \$27,667. At June 30, 2025, the outstanding balance on the loan was \$744,000. 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 \$630,907. As of June 30, 2025, the outstanding balance of this loan, net of discount, was \$27,440,000. 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, 2025**

**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, 2025, \$7,805,822 was outstanding. The City has drawn a total of \$22,000,000 through June 30, 2025. Total interest and administrative fees paid during the year ended June 30, 2025, were \$37,975 and \$42,194, 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, 2025, \$11,310,000 was outstanding. The City has drawn a total of \$21,000,000 through June 30, 2025. Total interest and administrative fees paid during the year ended June 30, 2025, were \$53,309 and \$59,233, 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, 2025, \$7,182,789 was outstanding. The City has drawn a total of \$9,864,789 through June 30, 2025. Total interest and administrative fees paid during the year ended June 30, 2025, were \$27,886 and \$30,985, 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, 2025, \$1,737,360 was outstanding. The City has drawn a total of \$2,053,359 through June 30, 2025. Total interest and administrative fees paid during the year ended June 30, 2025, were \$8,231 and \$9,146, 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 2025, 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 \$4,000,000 with an interest rate of 0.45%. As of June 30, 2025, \$231,141 was outstanding. The City has drawn a total of \$264,161 through June 30, 2025. Total interest and administrative fees paid during the year ended June 30, 2025, were \$-0- and \$-0-, 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 \$307,500. As of June 30, 2025, the outstanding balance of this loan, net of discount, was \$9,895,000. \$12,274,447, which included

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE I - LONG-TERM DEBT (CONTINUED)**

**5. SEWER REFUNDING BONDS SERIES 2019 (CONTINUED)**

\$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. LIMITED TAX BONDS, SERIES 2024**

On September 19, 2024, the City issued \$4,915,000 of Series 2024 Limited Tax Bonds for the purpose of providing funds for constructing, improving, equipping, maintaining, and operating fire department buildings and facilities located within the City. These bonds were issued with a premium of \$454,808, which increases the balance of the debt, and is being amortized over the life of the bonds. Interest paid during the year was \$110,138. As of June 30, 2025, the outstanding balance of this loan, net of premium, was \$4,515,000. Ad valorem taxes 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.

**7. FINANCE LEASES**

The City has several finance lease obligations in effect during the year ended June 30, 2025. For more information on these leases, as well as the financial and reporting effects of GASB Statement No. 87, see Note N.

**8. SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS**

The City has one significant subscription obligation for software in effect during the year ended June 30, 2025. For more information on this arrangement, as well as the financial and reporting effects of GASB Statement No. 96, see Note O.

**9. 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.

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE I - LONG-TERM DEBT (CONTINUED)**

**9. COMPENSATED ABSENCES (CONTINUED)**

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.

In accordance with Statement No. 101 of the Governmental Accounting Standards Board, *"Compensated Absences,"* a liability is recorded for all leave that is more likely than not to be used or otherwise paid out in cash. The City accrues all of the accumulated annual leave up to the maximum and 65% of accumulated sick leave as of June 30, 2025 as it is more likely than not to be used in subsequent periods.

**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.

**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:	<sup>1</sup> / <sub>2</sub> 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.

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE I - LONG-TERM DEBT (CONTINUED)**

**10. CHANGES IN LONG-TERM DEBT**

The following is a summary of long-term debt transactions of the City for the year ended June 30, 2025:

	Balance 6/30/2024	Issue or Additions	Payments or Expenditures	Principal Forgiven	Discount/ (Premium)	Balance 6/30/2025	Net of Unamortized Premium/ Discount 6/30/2025	Due Within One Year
<b>Governmental Activities:</b>								
Sales Tax								
Revenue Refunding Bonds 2020	\$ 29,720,692	\$ -	\$ 2,485,000	\$ -	\$ 18,573	\$ 27,254,265	\$ 27,440,000	\$ 2,510,000
LDEQ loan, Sewer Revenue Bonds, Series 2009 - Direct Borrowing	9,071,822	-	1,266,000	-	-	7,805,822	7,805,822	1,275,000
Excess Revenue Certificate of Indebtness	922,000	-	178,000	-	-	744,000	744,000	183,000
Limited Tax Bonds, Series 2024	-	5,369,808	400,000	-	(45,481)	4,924,327	4,515,000	405,000
OPEB Liability (Note Q)	14,078,261	3,149,922	1,114,692	-	-	16,113,491	16,113,491	1,033,429
Net Pension Liability (Note R)	68,059,002	-	7,110,203	-	-	60,948,799	60,948,799	-
Finance lease liability (Note N)	1,717,840	1,145,482	802,631	-	-	2,060,691	2,060,691	839,631
Subscription-based IT arrangement liability (Note O)	351,701	-	169,904	-	-	181,797	181,797	181,797
Estimated claims payable	5,195,231	1,235,995	1,102,683	-	-	5,328,543	5,328,543	2,573,680
Accrued claim payable	680,000	-	340,000	-	-	340,000	340,000	140,000
Compensated Absences	8,737,812	4,617,505	4,481,304	-	-	8,874,013	8,874,013	4,193,043
Total Governmental Activities	\$ 138,534,361	\$ 15,518,712	\$ 19,450,417	\$ -	\$ (26,908)	\$ 134,575,748	\$ 134,352,156	\$ 13,334,580
<b>Business-Type Activities:</b>								
Sewer Revenue Bonds 2019	\$ 10,462,453	\$ -	\$ 685,000	\$ -	\$ 9,796	\$ 9,787,249	\$ 9,895,000	\$ 705,000
LDEQ loan, Sewer Revenue Bonds 2012 - Direct Borrowing	12,383,000	-	1,073,000	-	-	11,310,000	11,310,000	1,083,000
LDEQ loan, Clean Water Revolving Fund	1,737,045	106,315	106,000	-	-	1,737,360	1,737,360	450,000
LDEQ loan, Sales Tax Bonds 2015 - Direct Borrowing	5,499,611	2,210,178	527,000	-	-	7,182,789	7,182,789	738,000
LDEQ loan, Sales Tax Bonds 2025 - Direct Borrowing	-	264,161	-	33,020	-	231,141	231,141	183,000
Total Business-Type Activities	\$ 30,082,109	\$ 2,580,654	\$ 2,391,000	\$ 33,020	\$ 9,796	\$ 30,248,539	\$ 30,356,290	\$ 3,159,000

The annual requirements to maturity for Sales Tax Revenue Refunding Bonds Series 2020 as of June 30, 2025, are as follows:

Year Ending, June 30,	Principal	Interest
2026	\$ 2,510,000	\$ 601,956
2027	2,550,000	564,030
2028	2,595,000	521,675
2029	2,640,000	471,825
2030	2,695,000	358,642
2031-2035	14,450,000	764,295
	27,440,000	\$ 3,282,423
Less Bond Discount	(185,735)	
Net Debt Service Requirement	\$ 27,254,265	

The annual requirements to maturity for the LDEQ Taxable Sewer Bond Series 2009 as of June 30, 2025, are as follows:

Year Ending, June 30,	Principal	Interest
2026	\$ 1,275,000	\$ 32,257
2027	1,286,000	26,495
2028	1,296,000	20,686
2029	1,306,000	14,831
2030	1,316,000	14,831
2031	1,326,822	2,985
Debt Service Requirement	\$ 7,805,822	\$ 112,085

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE I - LONG-TERM DEBT (CONTINUED)**

**10. CHANGES IN LONG-TERM DEBT (CONTINUED)**

The annual requirements to maturity for the LDEQ Taxable Sewer Bond Series 2012 as of June 30, 2025, are as follows:

Year Ending, June 30,	Principal	Interest
2026	\$ 1,083,000	\$ 48,458
2027	1,094,000	43,560
2028	1,104,000	38,615
2029	1,115,000	33,622
2030	1,125,000	28,582
2031-2035	5,789,000	65,618
Debt Service Requirement	<u>\$ 11,310,000</u>	<u>\$ 258,455</u>

The annual requirements to maturity for the LDEQ Taxable Sales Bond Series 2015 as of June 30, 2025, are as follows:

Year Ending, June 30,	Principal	Interest
2026	\$ 738,000	\$ 32,256
2027	745,000	29,002
2028	752,000	25,649
2029	760,000	22,265
2030	767,000	18,845
2031-2035	3,420,789	41,810
Debt Service Requirement	<u>\$ 7,182,789</u>	<u>\$ 169,827</u>

The loan has not been fully disbursed as of June 30, 2025. 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, 2025, are as follows:

Year Ending, June 30,	Principal	Interest
2026	\$ 183,000	\$ 22,097
2027	188,000	16,662
2028	194,000	11,078
2029	179,000	5,316
Debt Service Requirement	<u>\$ 744,000</u>	<u>\$ 55,153</u>

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE I - LONG-TERM DEBT (CONTINUED)**

**10. CHANGES IN LONG-TERM DEBT (CONTINUED)**

The annual requirements to maturity for the Sewer Refunding Bonds Series 2019 as of June 30, 2025 are as follows:

Year Ending, June 30,	Principal	Interest
2026	\$ 705,000	\$ 290,810
2027	720,000	272,457
2028	740,000	252,743
2029	760,000	231,928
2030	785,000	210,101
2031-2035	4,280,000	673,505
2036-2037	1,905,000	65,131
Debt Service Requirement	9,895,000	\$ 1,996,675
Less Bond Discount	(107,751)	
	<u>\$ 9,787,249</u>	

The annual requirements to maturity for the LDEQ Cleanwater Revolving Loan as of June 30, 2025 are as follows:

Year Ending, June 30,	Principal	Interest
2026	\$ 450,000	\$ 7,818
2027	455,000	5,793
2028	459,000	3,746
2029	373,360	1,680
Debt Service Requirement	<u>\$ 1,737,360</u>	<u>\$ 19,037</u>

The loan has not been fully disbursed as of June 30, 2025. The annual future payments will change once all of the loan proceeds have been received.

The annual requirements to maturity for the Limited Tax Bonds Series 2024 as of June 30, 2025 are as follows:

Year Ending, June 30,	Principal	Interest
2026	\$ 405,000	\$ 224,750
2027	430,000	204,500
2028	450,000	183,000
2029	475,000	160,500
2030	495,000	136,750
2031-2034	2,260,000	287,250
Debt Service Requirement	4,515,000	\$ 1,196,750
Plus Bond Premium	409,327	
	<u>\$ 4,924,327</u>	



**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE I - LONG-TERM DEBT (CONTINUED)**

**10. CHANGES IN LONG-TERM DEBT (CONTINUED)**

The annual requirements to maturity for the LDEQ Taxable Sales Bond Series 2025 as of June 30, 2025, are as follows:

Year Ending, June 30,	Principal	Interest
2026	\$ 183,000	\$ 1,086
2027	48,141	217
Debt Service Requirement	<u>\$ 231,141</u>	<u>\$ 1,303</u>

The loan has not been fully disbursed as of June 30, 2025. 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, 2025, are as follows:

Year Ending, June 30,	Principal	Interest
2026	\$ 839,631	\$ 103,765
2027	612,291	65,106
2028	353,414	31,861
2029	255,355	14,657
	<u>\$ 2,060,691</u>	<u>\$ 215,389</u>

Future payments for the subscription-based information technology arrangements as of June 30, 2025, are as follows:

Year Ending, June 30,	Principal	Interest
2026	\$ 181,797	\$ 12,726

Future payments for the accrued claim liability as of June 30, 2025 are as follows:

June 30,	Payments
2026	\$ 140,000
2027	200,000
	<u>\$ 340,000</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, 2025**

**NOTE J - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

A summary of interfund transfers at June 30, 2025, are as follows:

	Transfer In:							Total
	General Fund	General Capital Projects	Fire Protection	General Debt (Major)	Nonmajor Governmental	Department of Wastewater Operations	Internal Service Funds	
Transfer Out:								
General Fund	\$ -	\$ 3,349,978	\$ 59,538	\$ -	\$ 1,156,528	\$ -	\$ 1,115,000	\$ 5,681,044
One Percent Sales Tax of 1984 Fund	14,076,568	-	1,117,039	-	598,786	-	-	15,792,393
Fire Protection	240,837	433,800	-	-	-	-	-	674,637
General Debt	-	-	-	-	-	-	-	-
General Capital Projects	-	-	-	304,000	-	-	-	304,000
Nonmajor Governmental	2,571,260	-	-	-	-	-	-	2,571,260
Capital Projects Funded with Bonds Proceeds	-	-	-	-	-	-	-	-
General Debt (Major)	-	-	-	-	-	633,000	-	633,000
Department of Wastewater Operations	-	-	-	1,042,169	-	-	-	1,042,169
Total	\$ 16,888,665	\$ 3,783,778	\$ 1,176,577	\$ 1,346,169	\$ 1,755,314	\$ 633,000	\$ 1,115,000	\$ 26,698,503

Transfers are primarily used to move funds from:

General Fund – to the General Capital projects for the gaming revenues dedicated for capital projects and the Fire Protection funds because dedicated revenues are not sufficient to cover expenditures, to the Nonmajor Governmental Fund (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 and to the Internal Service Funds to help stabilize the fund and cover expenses.

One Percent Sales tax of 1984 Fund – to the General, Nonmajor Governmental fund (Garbage Collection & Disposal), 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 (General Debt) to provide additional funding for debt service of the 2009 LDEQ Loan.

Nonmajor Governmental Funds – from the Garbage Collection and Disposal fund and the Streets and Drainage Fund to the General Fund to transfer excess revenue.

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, 2025**

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

The composition of interfund balances as of June 30, 2025, is as follows:

Due to/from other funds

Receivable Fund	Payable Fund	Amount
General Fund	One Percent Sales Tax of 1984 Fund	\$ 3,138,370
	General Capital Projects Fund	1,497,118
	General Capital Projects Funded with Bond Proceeds	2,824,547
	Nonmajor Governmental Funds	1,357,469
	Department of Wastewater Operations	8,348,692
	Internal Service Funds	1,590,053
	General Debt	7,311,519
	Civic Center Operations	2,298,850
	Fire Protection	1,878,319
One Percent Sales Tax of 1984	Nonmajor Governmental Funds	310,733
Fire Protection	One Percent Sales Tax of 1984 Fund	46,535
	Property Tax	912,224
Department of Wastewater	Property Tax	130,537
General Capital Projects	General Fund	11,904,786
Capital Projects Funded with Bond Proceeds	Property Tax	498,498
	Nonmajor Governmental Funds	60,113
	General Capital Projects Fund	2,140,077
Nonmajor Governmental Funds	General Fund	451,626
	One Percent Sales Tax of 1984 Fund	110,472
	Property Tax	214,086
		<u>\$47,024,624</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 was amended and restated to end on December 31, 2046, and the Lessee has the option to extend the term of this lease for five additional Renewal Terms of ten years each. Lease payments to the City include a minimum annual rent ("Estimated Passenger Fee") determined by multiplying the actual number of passengers during the first three quarters of the prior fiscal year by \$3.00. In addition to the Estimated Passenger Fee, the Lessee pays the City the "Minimum Percentage Rent" in an amount equal to 1% of its net gaming revenue based on the first three quarters of the prior fiscal year. Within ten days following the end of each lease fiscal year, the Lessee shall true up the difference between the amount owed to the City for the preceding fiscal year (the actual Passenger Fee plus the actual Percentage Rent) and the amount of Estimated Passenger Fee and Minimum Percentage Rent actually paid to the City during the preceding lease 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.

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, 2025**

**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, 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, 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 September 2025 adjusted by the actual performance of the programs using historical experience. The claims liability of \$5,328,543 (which includes claims incurred but not reported in the Fund at June 30, 2025) 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 2023, 2024, and 2025 were as follows:

	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year End
2022 - 2023	\$ 4,839,454	\$ 339,536	\$ (387,857)	\$ 4,791,133
2023 - 2024	4,791,133	1,216,316	(812,218)	5,195,231
2024 - 2025	5,195,231	1,235,995	(1,102,683)	5,328,543

The amount of estimated claims payable due within one year of these financial statements is \$2,573,680.

**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. The outstanding claim liability as of June 30, 2025 is \$340,000, with the current portion being \$140,000. 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, 2025**

**NOTE M - COMMITMENTS AND CONTINGENCIES (CONTINUED)**

**ENCUMBRANCES**

Significant encumbrances by fund are as follows:

Fund	Amounts
General Fund	\$ 405,261
Fire Protection	80,903
General Capital Projects	4,139,594
Capital Projects Funded with Bond Proceeds	194,240
Other Governmental Funds	3,880
Total Encumbrances	<u>\$ 4,823,878</u>

**NOTE N - 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 financed purchase. Governmental fund assets under finance leases are recorded in the government-wide financial statements. As of June 30, 2025, the City has four finance lease agreements as lessee. See Note I for more information on the City of Kenner's finance lease liability balance.

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. As of June 30, 2025 a lease liability of \$67,674 is recorded in the City's government-wide financial statements

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. As of June 30, 2025 a lease liability of \$197,308 is recorded in the City's government-wide financial statements

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. As of June 30, 2025 a lease liability of \$199,927 is recorded in the City's government-wide financial statements

On July 28, 2024, the City entered into a lease-purchase finance agreement with a vendor for a vehicle under a five-year finance lease. The City will not take possession of the vehicle until October 2027. The amount financed is considered a deposit until the vehicles are provided. Once the City takes possession of the vehicles, the vehicles will be capitalized and depreciated over their useful life. The original net present value of this lease was \$1,145,482 with a corresponding interest rate of 17.86%. 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. As of June 30, 2025 a lease liability of \$941,220 is recorded in the City's government-wide financial statements

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, 2025, a right to use asset, net of amortization of \$296,853, of \$107,946 and a lease liability of \$114,246 are recorded in the City's government-wide financial statements.

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**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, 2025, a right to use asset, net of amortization of \$77,986, of \$68,237 and a lease liability of \$75,951 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, 2025, a right to use asset, net of amortization of \$233,785, of \$261,113 and a lease liability of \$288,389 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, 2025, a right to use asset, net of amortization of \$71,563, of \$81,755 and a lease liability of \$89,766 are recorded in the City's government-wide financial statements.

On June 24, 2024, the City entered into a lease agreement with U.S. Copy Inc., for the use of copy machines. The term of the lease is 36 months, commencing on June 24, 2024 and ending on June 23, 2027. The lease contains a purchase option to purchase the equipment for its fair market value at the end of the lease. The lease contains renewal clauses if the equipment is not purchased or returned at the end of the lease. The minimum monthly payment due on the lease is \$3,825, with an interest rate of 2.00% if payment is late. As of June 30, 2025, a right to use asset, net of amortization of \$48,224, of \$85,319 and a lease liability of \$86,240 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>
2026	\$ 284,357
2027	226,673
2028	93,340
	<u>\$ 604,370</u>

Future payments for the finance lease agreements as of June 30, 2025, are as follows:

<u>Year Ending, June 30,</u>	<u>Principal</u>	<u>Interest</u>
2026	\$ 839,631	\$ 103,765
2027	612,291	65,106
2028	353,414	31,861
2029	255,355	14,657
	<u>\$ 2,060,691</u>	<u>\$ 215,389</u>

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.

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE N - LEASES (CONTINUED)**

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 was amended and restated and currently ends December 31, 2046. The minimum monthly lease payment for July 1, 2024 through December 31, 2046 is \$140,907. The interest rate for this lease is the City's incremental borrowing rate at time of implementation of 7.0%. As of June 30, 2025, this lease resulted in a lease receivable of \$18,769,026 and deferred inflows of resources, net of amortization of \$5,859,935, of \$18,281,842. For more information on the lease agreement with Treasure Chest Casino, L.L.C. see Note K.

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, 2025, this lease resulted in a lease receivable of \$502,954 and deferred inflows of resources, net of amortization of \$100,557, of \$452,505.

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, 2025, this lease resulted in a lease receivable of \$102,658 and deferred inflows of resources, net of amortization of \$62,586, of \$86,056.

The City and Flying Dolly's Kenner 1, L.L.C. (Flying Dolly's) entered into a lease agreement on March 14, 2025 where the City leased a portion of property to Flying Dolly's for the purpose of operating the lessee's business. The term of the lease is 3 years, commencing on April 1, 2025, and the lease automatically renews for 2 years, unless either party elects to terminate the agreement prior to initial end date, with an adjustment in rent based on changes in the consumer price index. The initial lease receivable and deferred inflow includes the two year renewal period. The rental payments will be due monthly at a rate of \$1,728. The interest rate for this lease is 10%. As of June 30, 2025, this lease resulted in a lease receivable of \$78,158 and deferred inflows of resources, net of amortization of \$4,067, of \$77,268.

For the year ended June 30, 2025, lease revenue and interest income relating to these leases were \$407,301 and \$1,371,596, respectively.

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

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
2026	\$ 432,573	\$ 1,345,113
2027	465,510	1,314,427
2028	499,610	1,281,485
2029	536,223	1,246,153
2030	570,310	1,208,926
2031-2035	3,319,449	5,396,360
2036-2040	4,688,101	4,016,309
2041-2045	6,539,949	2,064,461
2046-2049	2,401,071	135,252
	<u>\$ 19,452,796</u>	<u>\$18,008,486</u>

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE N - LEASES (CONTINUED)**

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

<u>Year Ending June 30,</u>	<u>Amortization</u>
2026	\$ 907,370
2027	907,371
2028	907,370
2029	907,371
2030	903,304
2031-2035	4,385,108
2036-2040	4,377,285
2041-2045	4,327,014
2046-2049	1,275,478
	<u>\$ 18,897,671</u>

**NOTE O – 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.

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, 2025, a right to use asset, net of amortization of \$484,169, of \$164,722 and a SBITA liability of \$181,797 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>
2026	\$ 164,722
	<u>\$ 164,722</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>
2026	\$ 181,797	\$ 12,726
	<u>\$ 181,797</u>	<u>\$ 12,726</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, 2025.



**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**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, 2025, 237 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 60<sup>th</sup> birthday and have 10 years of service; (2) for firefighter or police employees, have 25 years of continuous service with the City or reach 50<sup>th</sup> birthday and have 20 years of service with the City or reach 55<sup>th</sup> 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.

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

Retirees under 65 pay contributions for dependent coverage. The City pays \$100 toward premiums for a Medicare Supplement insurance policy for retirees age 65 or above if they were hired prior to 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 \$721 per month for employee/retiree coverage with a health screening and \$651 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 \$200 for People's Health and \$350 for Humana.

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 \$0.370 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, 2025, the following employees were covered by the benefit terms:

Inactive employees currently receiving benefits payments	237
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	606
Total	<u>843</u>

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE Q - POSTEMPLOYMENT BENEFITS (CONTINUED)**

**TOTAL OPEB LIABILITY**

At June 30, 2025, the City reported a total OPEB liability of \$16,113,491. The total OPEB liability was measured as of June 30, 2025, and was determined by an actuarial valuation as of June 30, 2025.

**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 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, 2025, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise noted:

<b>Valuation Date</b>	June 30, 2025
<b>Measurement Date</b>	June 30, 2025
<b>Actuarial cost method</b>	Entry Age Normal, Level Percentage of Pay
<b>Actuarial assumptions:</b>	
<b>Expected remaining service lives</b>	4 years
<b>Inflation rate</b>	2.50%
<b>Salary increase rate</b>	2.00%
<b>Discount rate</b>	4.71%
<b>Mortality rates</b>	<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.
<b>Healthcare cost trend rates</b>	<i>Pre-65</i> : The healthcare cost trend was 7.0%, initially, and decreases to an ultimate rate of 4.0% in 2075. <i>65 &amp; Over</i> : The healthcare cost trend rate is a 0.0%.
<b>Employee turnover rates</b>	Turnover rates were derived from 2024 retirement system annual reports and adjusted for City experience and range from 0.0% to 29.7% 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, 2025:

Balance at 06/30/2024	\$ 14,078,261
Changes for the year:	
Service cost	305,503
Interest	548,909
Differences between expected and actual experience	832,368
Changes in assumptions/inputs	1,463,142
Benefit payments	<u>(1,114,691)</u>
Net changes	<u>2,035,231</u>
Balance at 06/30/2025	<u>\$ 16,113,492</u>

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE Q - POSTEMPLOYMENT BENEFITS (CONTINUED)**

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

For the year ended June 30, 2025, the City recognized OPEB expense of \$1,536,061. At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between actual and expected experience	\$ 880,572	\$ 18,521
Changes of assumptions or other inputs	1,256,173	288,818
	<u>\$ 2,136,745</u>	<u>\$ 307,339</u>

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:	
2026	\$ 681,650
2027	573,878
2028	573,878
	<u>\$ 1,829,406</u>

**SENSITIVITY OF THE TOTAL OPEB LIABILITY TO CHANGES IN THE DISCOUNT RATE**

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (3.71%) or one percentage point higher (5.71%) than the current discount rate:

	1% Decrease	Current Discount Rate	1% Increase
Total OPEB liability	<u>\$ 17,617,049</u>	<u>\$ 16,113,491</u>	<u>\$ 14,699,028</u>

**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:

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
Total OPEB liability	<u>\$ 14,543,042</u>	<u>\$ 16,113,491</u>	<u>\$ 17,888,693</u>

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**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

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, 2024. 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 28.0% of earnable compensation. At July 1, 2025, the employer rate was reduced to 27.0% for the 2025-2026 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.

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE R - PENSION PLANS (CONTINUED)**

**PLAN DESCRIPTIONS (CONTINUED)**

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

The MPERS retirement information in this Note is provided as of the latest actuarial valuation, June 30, 2024. 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 35.60% and 10.0%, respectively. The employer and employee contribution rates for all Non Hazardous Duty members hired after January 1, 2013, were 35.60% and 8.0%, respectively. At July 1, 2025, the employer's contribution rate decreased to 33.475%, 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 decreased to 33.475% 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.

The FRS retirement information in this Note is provided as of the latest actuarial valuation, June 30, 2024. 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, 2025, 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 \$4,243,616 \$3,972,536, and \$2,616,793, respectively, for the year ended June 30, 2025.

**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, 2025, the City of Kenner, Louisiana reported a liability for MERS, MPERS, and FRS of \$21,105,310, \$26,166,402, and \$13,677,087, respectively, for its proportionate share of the net pension liability. The net pension liabilities were measured as of June 30, 2024, 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, 2024, the City of Kenner, Louisiana's proportion for MERS, MPERS, and FRS was 7.500113%, 2.888137%, and 2.429075%, respectively. This reflects an increase for MERS of 0.116418%, an increase for MPERS of 0.455092%, and an increase for FRS of 0.074546% from its proportion measured as of June 30, 2023.

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**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)

For the year ended June 30, 2025, 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	\$ (2,138,933)	\$ 613,823
MPERS	917,374	751,247
FRS	220,222	757,420
Total	<u>\$ (1,001,337)</u>	<u>\$ 2,122,490</u>

At June 30, 2025, the City of Kenner, Louisiana reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>			
	<b>MERS</b>	<b>MPERS</b>	<b>FRS</b>	<b>Total</b>
Difference between employer contributions and proportionate share of contributions	\$ -	\$ -	\$ 20,465	\$ 20,465
Differences between expected and actual experience	-	1,416,719	1,026,838	2,443,557
Changes in proportion	253,467	3,042,401	1,347,545	4,643,413
Change of assumptions	-	-	585,108	585,108
Difference between projected and actual earnings on plan investments	284,215	727,408	138,348	1,149,971
Employer contributions subsequent to the measurement date	4,243,616	3,972,536	2,616,793	10,832,945
Total	<u>\$ 4,781,298</u>	<u>\$ 9,159,064</u>	<u>\$ 5,735,097</u>	<u>\$ 19,675,459</u>

	<b>Deferred Inflows of Resources</b>			
	<b>MERS</b>	<b>MPERS</b>	<b>FRS</b>	<b>Total</b>
Differences between expected and actual experience	\$ 698,674	\$ 791,541	\$ 325,273	\$ 1,815,488
Difference between employer contributions and proportionate share of contributions	18,786	8,153	9,776	36,715
Change of assumptions	124,579	-	-	124,579
Changes in proportion	438,620	222,648	1,648,568	2,309,836
Total	<u>\$ 1,280,659</u>	<u>\$ 1,022,342</u>	<u>\$ 1,983,617</u>	<u>\$ 4,286,618</u>

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**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)

During the year ended June 30, 2025, employer contributions totaling \$4,243,616, \$3,972,536, and \$2,616,793 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 ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

	<u>MERS</u>	<u>MPERS</u>	<u>FRS</u>	<u>Total</u>
Year Ending June 30,				
2026	\$ (1,025,798)	\$ 945,394	\$ 394,684	\$ 314,280
2027	1,531,282	3,596,851	1,694,826	6,822,959
2028	(724,483)	80,481	(688,082)	(1,332,084)
2029	(523,978)	(458,540)	(510,605)	(1,493,123)
2030	-	-	80,833	80,833
Thereafter	-	-	163,031	163,031
Total	<u>\$ (742,977)</u>	<u>\$ 4,164,186</u>	<u>\$ 1,134,687</u>	<u>\$ 4,555,896</u>

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE R - PENSION PLANS (CONTINUED)**

**ACTUARIAL ASSUMPTIONS**

Total pension liabilities for MERS, MPERS, and FRS in the June 30, 2024 actuarial valuations were determined using the following actuarial assumptions, applied to all periods included in the measurements:

	<b>MERS</b>	<b>MPERS</b>	<b>FRS</b>
<b>Actuarial cost method</b>	Entry Age Normal	Entry Age Normal	Entry Age Normal
<b>Actuarial assumptions:</b>			
<b>Expected Remaining Service Lives</b>	3 Years	4 Years	7 Years
<b>Investment rate of return</b>	6.85%, net of investment expense	6.75%, net of investment expense	6.90%, net of investment expense
<b>Inflation rate</b>	2.50% per annum	2.50% per annum	2.50% per annum
<b>Projected salary increases</b>	Vary from 9.0% in the first two years of service to 4.4% after two 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.
<b>Cost-of-living adjustments</b>	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.
<b>Mortality</b>	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
<b>Termination and disability</b>	Termination, disability and retirement assumptions were projected based on a five year (2018-2023) 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, 2024, are summarized in the following table:

<b>Asset Class</b>	<b>Target Allocation</b>			<b>Long-Term Expected Real Rate of Return</b>		
	<b>MERS</b>	<b>MPERS</b>	<b>FRS</b>	<b>MERS</b>	<b>MPERS</b>	<b>FRS</b>
Equity	56%	52%	54%	2.44%	3.14%	6.47%
Fixed Income	29%	34%	30%	1.26%	1.07%	2.25%
Alternatives	15%	14%	16%	0.65%	1.03%	7.82%
Other	0%	0%	0%	0.00%	0.00%	0.00%
Total	100%	100%	100%	4.35%	5.24%	16.53%
Inflation				2.50%	2.62%	2.50%
Expected Arithmetic Nominal Return				6.85%	7.86%	19.03%



**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**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:

	1% Decrease	Current Discount Rate	1% Increase
MERS	\$ 31,781,478	\$ 21,105,310	\$ 12,092,771
MPERS	38,869,544	26,166,402	15,561,747
FRS	22,706,828	13,677,087	6,145,409
Total	<u>\$ 93,357,850</u>	<u>\$ 60,948,799</u>	<u>\$ 33,799,927</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 2024 Annual Financial Reports at [www.mersla.com](http://www.mersla.com), [www.lampers.org](http://www.lampers.org), and [www.lafirefightersret.com](http://www.lafirefightersret.com), respectively.

**PAYABLES TO THE PENSION PLANS**

At June 30, 2025, 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, 2025, the Self-Insurance Fund had a deficit in its unrestricted net position of \$5,200,138. This deficit will be eliminated by the City making additional contributions into the fund during future years.

At June 30, 2025, the Health Insurance Fund had a deficit in its unrestricted net position of \$982,403. This deficit will be eliminated by the City making additional contributions into the fund during future years.

At June 30, 2025, the Civic Center Operations Fund had a deficit in its unrestricted net position of \$1,985,604. This deficit will be eliminated by the 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, 2025, 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, 2025, the City has recognized \$1,672,278 as revenue and expenditure for on-behalf salary payments made by the State of Louisiana.

**CITY OF KENNER, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE U – ERROR CORRECTION AND RESTATEMENT**

During the year ended June 30, 2025, the City discovered an error in the recording of an intergovernmental receivable from the Federal Emergency Management Agency (FEMA), resulting in an overstatement of intergovernmental revenues and an understatement of deferred inflows (unavailable revenues) in the General Fund and the Capital Projects Fund on the fund financial statements. The error has been corrected by adjusting the opening unavailable revenues balance for the current year, resulting in a change in fund balance adjustment of \$21,545,547.

During the year ended June 30, 2025, the City implemented GASB Statement No. 101. As a result of this standard, the City recorded an adjustment to correct the ending balance for compensated absences as of June 30, 2024. The adjustment has been recorded by adjusting the opening compensated absences balance, resulting in a change in net position adjustment of \$2,734,213 in the government-wide financial statements.

The prior period adjustments had the following impact on the ending net position and fund balance at June 30, 2024:

	<b>Governmental Activities</b>	<b>Business-type Activities</b>
Net position - June 30, 2024, as previously reported	\$ 124,321,221	\$ 50,502,160
Adjustments:		
Compensated absences	(2,734,213)	-
Net position - June 30, 2024, as restated	<u>\$ 121,587,008</u>	<u>\$ 50,502,160</u>

	<b>GENERAL PROJECTS</b>	<b>GENERAL CAPITAL</b>
Fund balance - June 30, 2024, as previously reported	\$ 47,895,745	\$ 28,890,381
Adjustments:		
Unavailable revenues	(149,542)	(21,396,005)
Fund balance - June 30, 2024, as restated	<u>\$ 47,746,203</u>	<u>\$ 7,494,376</u>

**NOTE V – CERTAIN RISK DISCLOSURES**

The City is exposed to concentration risk related to its primary revenue source. Approximately 62% of the City's tax revenues and approximately 35% of the City's total revenues for fiscal year 2025 were derived from tourism-related taxes, specifically sales taxes and hotel/motel taxes. Significant declines in tourism activity, such as those caused by natural disasters or economic downturns, could materially affect the City's ability to fund operations and capital projects.

## **REQUIRED SUPPLEMENTARY INFORMATION - PART II**

**CITY OF KENNER, LOUISIANA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2025**

		ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL			ORIGINAL BUDGET	FINAL BUDGET	
<b>REVENUES</b>						
Taxes	\$ 34,307,011	\$ -	\$ 34,307,011	\$ 32,977,620	\$ 36,075,005	\$ (1,767,994)
Licenses and permits	4,105,982	-	4,105,982	4,123,950	4,123,950	(17,968)
Intergovernmental	2,200,383	(309,671)	1,890,712	1,509,000	1,509,000	381,712
Charges for services	725,964	-	725,964	531,414	531,414	194,550
Fines and forfeitures	1,696,499	-	1,696,499	1,204,290	1,443,637	252,862
Interest	1,943,418	-	1,943,418	1,029,600	1,804,789	138,629
Miscellaneous	706,835	(4,457)	702,378	376,969	376,969	325,409
Total revenues	45,686,092	(314,128)	45,371,964	41,752,843	45,864,764	(492,800)
<b>EXPENDITURES</b>						
General government	14,594,370	2,750	14,597,120	17,480,098	16,502,688	1,905,568
Public safety	28,076,525	(321,189)	27,755,336	26,905,297	26,460,461	(1,294,875)
Public works	6,334,590	47,366	6,381,956	7,911,738	6,849,027	467,071
Culture and recreation	2,783,154	54,379	2,837,533	3,634,935	3,714,840	877,307
Transit and urban development	303,615	-	303,615	468,000	468,000	164,385
Debt service						
Principal	328,983	-	328,983	-	-	(328,983)
Interest and fiscal charges	64,315	-	64,315	-	-	(64,315)
Total expenditures	52,485,552	(216,694)	52,268,858	56,400,068	53,995,016	1,726,158
Excess (deficiency) of revenues over (under) expenditures	(6,799,460)	(97,434)	(6,896,894)	(14,647,225)	(8,130,252)	1,233,358
<b>OTHER FINANCING SOURCES (USES)</b>						
Proceeds from sale of property	66,671	-	66,671	-	-	66,671
Operating transfers in	16,888,665	-	16,888,665	14,326,242	14,307,731	2,580,934
Operating transfers out	(5,681,044)	-	(5,681,044)	(7,501,369)	(9,357,596)	3,676,552
Total other financing sources (uses)	11,274,292	-	11,274,292	6,824,873	4,950,135	6,324,157
Net change in fund balance	4,474,832	(97,434)	4,377,398	(7,822,352)	(3,180,117)	7,557,515
Fund balance - beginning of year, as restated	47,746,203	-	47,746,203	47,746,203	47,746,203	-
Fund balance - end of year	\$ 52,221,035	\$ (97,434)	\$ 52,123,601	\$ 39,923,851	\$ 44,566,086	\$ 7,557,515

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, 2025**

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
<b>REVENUES</b>						
Taxes:						
Sales tax	\$ 15,792,393	\$ -	\$ 15,792,393	\$ 16,000,000	\$ 16,000,000	\$ (207,607)
Total revenues	15,792,393	-	15,792,393	16,000,000	16,000,000	(207,607)
<b>EXPENDITURES</b>						
Personnel	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	-	-	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	15,792,393	-	15,792,393	16,000,000	16,000,000	(207,607)
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers out	(15,792,393)	-	(15,792,393)	(16,000,000)	(16,775,205)	982,812
Net change in fund balance	-	-	-	-	(775,205)	775,205
Fund balance - beginning of year	-	-	-	-	-	-
Fund balance - end of year	\$ -	\$ -	\$ -	\$ -	\$ (775,205)	\$ 775,205

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, 2025**

		ADJUSTMENT TO BUDGETARY		BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL	BASIS	BUDGETARY	ORIGINAL BUDGET	FINAL BUDGET	
<b>REVENUES</b>						
Taxes:						
Ad valorem tax	\$ 11,448,745	\$ -	\$ 11,448,745	\$ 11,146,068	\$ 11,146,068	\$ 302,677
Parking tax	1,565,133	-	1,565,133	1,950,000	1,950,000	(384,867)
Cable franchise tax	235,771	-	235,771	276,000	276,000	(40,229)
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Interest	54,862	-	54,862	2,000	2,000	52,862
Miscellaneous	63	-	63	100	100	(37)
Total revenues	<u>13,304,574</u>	<u>-</u>	<u>13,304,574</u>	<u>13,374,168</u>	<u>13,374,168</u>	<u>(69,594)</u>
<b>EXPENDITURES</b>						
Public safety:						
Personnel	12,445,243	-	12,445,243	12,021,214	12,450,472	5,229
Supplies	94,420	24,567	118,987	197,567	157,246	38,259
Capital outlay	12,500	-	12,500	-	12,500	-
Service charges	<u>1,254,351</u>	<u>19,560</u>	<u>1,273,911</u>	<u>1,869,376</u>	<u>1,503,003</u>	<u>229,092</u>
Total expenditures	<u>13,806,514</u>	<u>44,127</u>	<u>13,850,641</u>	<u>14,088,157</u>	<u>14,123,221</u>	<u>272,580</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(501,940)</u>	<u>(44,127)</u>	<u>(546,067)</u>	<u>(713,989)</u>	<u>(749,053)</u>	<u>202,986</u>
<b>OTHER FINANCING SOURCES</b>						
Transfers out	(674,637)	-	(674,637)	-	-	(674,637)
Transfers in	1,176,577	-	1,176,577	1,147,790	1,147,790	28,787
Increase in obligations under lease	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	501,940	-	501,940	1,147,790	1,147,790	(645,850)
Net change in fund balance	-	(44,127)	(44,127)	433,801	398,737	(442,864)
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>\$ (44,127)</u>	<u>\$ (44,127)</u>	<u>\$ 433,801</u>	<u>\$ 398,737</u>	<u>\$ (442,864)</u>

See accompanying note to budgetary comparison schedules.

**CITY OF KENNER, LOUISIANA**  
**NOTES TO BUDGETARY COMPARISON SCHEDULES**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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	Garbage Collection and Disposal Fund
Net change in fund balances (budgetary basis)	\$ 4,377,398	\$ 324,705	\$ (517,103)	\$ (44,127)	\$ (28,948)
Basis differences:					
To adjust for encumbrances	(216,694)	3,880	517,103	44,127	28,948
Entity differences:					
To adjust for revenues not budgeted	<u>314,128</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances (GAAP basis)	<u>\$ 4,474,832</u>	<u>\$ 328,585</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS**  
**FOR THE EIGHT YEARS ENDED JUNE 30, 2025**

	2018	2019	2020	2021	2022	2023	2024	2025
Total OPEB Liability								
Service cost	\$ 362,812	\$ 370,068	\$ 316,253	\$ 388,785	\$ 465,902	\$ 295,536	\$ 324,875	\$ 305,503
Interest	769,735	775,992	463,758	395,892	329,734	495,928	576,171	548,909
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	(55,568)	832,368
Changes in assumption or other inputs	-	(1,379,446)	1,308,416	(419,939)	(3,439,558)	635,264	(866,452)	1,463,142
Benefit payments	(850,746)	(971,517)	(912,190)	(881,893)	(945,921)	(977,324)	(1,008,271)	(1,114,692)
Net change in total OPEB liability	225,970	(6,595,534)	1,254,634	969,691	(3,547,797)	1,474,585	(1,029,245)	2,035,230
Total OPEB liability - beginning	21,325,957	21,551,927	14,956,393	16,211,027	17,180,718	13,632,921	15,107,506	14,078,261
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>	<u>\$ 14,078,261</u>	<u>\$ 16,113,491</u>
Covered employee payroll	\$ 28,193,097	\$ 25,381,491	\$ 25,889,121	\$ 26,792,806	\$ 27,328,662	\$ 28,048,890	\$ 28,609,868	\$ 31,743,034
Total OPEB liability as a percentage of covered employee payroll	76.4%	58.9%	62.6%	64.1%	49.9%	53.9%	49.2%	50.8%

**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%	2024 - 3.97%	2025 - 4.71%

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, 2025**

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>					
2025	7.50011%	\$ 21,105,310	\$ 15,289,492	138.0%	79.1%
2024	7.38370%	\$ 26,986,402	\$ 14,843,614	181.8%	72.5%
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%
<u>MPERS:</u>					
2025	2.88814%	\$ 26,166,402	\$ 10,179,541	257.0%	75.8%
2024	2.43305%	\$ 25,705,045	\$ 8,240,611	311.9%	71.3%
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%
<u>FRS:</u>					
2025	2.42908%	\$ 13,677,087	\$ 7,068,415	193.5%	81.7%
2024	2.35453%	\$ 15,367,555	\$ 6,323,231	243.0%	77.7%
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%

See accompanying notes.

**CITY OF KENNER, LOUISIANA**  
**SCHEDULE OF EMPLOYER'S PENSION CONTRIBUTIONS**  
**FOR THE TEN YEARS ENDED JUNE 30, 2025**

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>					
2025	\$ 4,243,616	\$ 4,243,616	\$ -	\$ 15,157,024	28.0%
2024	\$ 4,509,804	\$ 4,509,804	\$ -	\$ 15,289,492	29.5%
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%
<u>MPERS:</u>					
2025	\$ 3,972,536	\$ 3,972,536	\$ -	\$ 11,165,837	35.6%
2024	\$ 3,453,971	\$ 3,453,971	\$ -	\$ 10,179,541	33.9%
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%
<u>FRS:</u>					
2025	\$ 2,616,793	\$ 2,616,793	\$ -	\$ 7,871,400	33.2%
2024	\$ 2,349,614	\$ 2,349,614	\$ -	\$ 7,068,415	33.2%
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%

See accompanying notes.

**CITY OF KENNER, LOUISIANA**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION II**  
**JUNE 30, 2025**

**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, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017
Investment Rate of Return	6.85%	6.85%	6.85%	6.85%	6.95%	7.00%	7.275%	7.40%
Inflation Rate	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.60%	2.775%
Projected Salary Increases	4.4 - 9.0%	4.5 - 6.4%	4.5 - 6.4%	4.5 - 6.4%	4.5 - 6.4%	4.5 - 6.4%	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, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017
Investment Rate of Return	6.75%	6.75%	6.75%	6.75%	6.95%	7.125%	7.20%	7.325%
Inflation Rate	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.60%	2.70%
Projected Salary Increases	4.7 - 12.3%	4.7 - 12.3%	4.7 - 12.3%	4.7 - 12.3%	4.7 - 12.3%	4.25 - 9.75%	4.25 - 9.75%	4.25 - 9.75%

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, 2025**

**FRS: (Continued)**

2. CHANGES OF ASSUMPTIONS (Continued)

Valuation Date	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017
Investment Rate of Return	6.90%	6.90%	6.90%	6.90%	7.00%	7.150%	7.30%	7.400%
Inflation Rate	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.70%	2.775%
Projected Salary Increases	5.2 - 14.1%	5.2 - 14.1%	5.2 - 14.1%	5.2 - 14.1%	4.5 - 14.1%	4.5 - 14.75%	4.75 - 15%	4.75 - 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, 2025**

**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, 2025**

	SPECIAL REVENUE FUNDS			
	GARBAGE COLLECTION AND DISPOSAL	STREETS AND DRAINAGE	COMMUNITY DEVELOPMENT BLOCK GRANT	TOTAL
<b>ASSETS</b>				
Cash	\$ -	\$ 158	\$ 57,484	\$ 57,642
Equity in pooled cash	-	156,174	723,528	879,702
Receivables (net, where applicable, of allowances for uncollectibles)				
Accounts	1,763,732	-	-	1,763,732
Intergovernmental	-	-	13,774	13,774
Other	-	-	505	505
Due from other funds	300,309	376,128	30,884	707,321
Total assets	<u>\$ 2,064,041</u>	<u>\$ 532,460</u>	<u>\$ 826,175</u>	<u>\$ 3,422,676</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 544,142	\$ 151,169	\$ 8,033	\$ 703,344
Accrued liabilities	-	9,937	9,145	19,082
Due to other funds	1,357,469	370,847	-	1,728,316
Total liabilities	<u>1,901,611</u>	<u>531,953</u>	<u>17,178</u>	<u>2,450,742</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues	<u>162,430</u>	<u>507</u>	<u>-</u>	<u>162,937</u>
Fund balances:				
Restricted				
Federal grants	\$ -	\$ -	\$ 805,117	\$ 805,117
Debt service	-	-	-	-
Committed	<u>-</u>	<u>-</u>	<u>3,880</u>	<u>3,880</u>
Total fund balances	<u>-</u>	<u>-</u>	<u>808,997</u>	<u>808,997</u>
Total liabilities, deferred inflows of resources, and fund balances				
	<u>\$ 2,064,041</u>	<u>\$ 532,460</u>	<u>\$ 826,175</u>	<u>\$ 3,422,676</u>

AD VALOREM TAX BONDS	DEBT SERVICE		TOTAL NONMAJOR GOVERNMENTAL FUNDS
	FIREMEN'S PENSION MERGER FUND	TOTAL	
\$ -	\$ -	\$ -	\$ 57,642
56,548	1,219,074	1,275,622	2,155,324
-	-	-	1,763,732
-	-	-	13,774
-	-	-	505
68,863	-	68,863	776,184
<u>\$ 125,411</u>	<u>\$ 1,219,074</u>	<u>\$ 1,344,485</u>	<u>\$ 4,767,161</u>
\$ -	\$ -	\$ -	\$ 703,344
-	-	-	19,082
-	-	-	1,728,316
-	-	-	2,450,742
15,897	-	15,897	178,834
\$ -	\$ -	\$ -	\$ 805,117
109,514	1,219,074	1,328,588	1,328,588
-	-	-	3,880
109,514	1,219,074	1,328,588	2,137,585
<u>\$ 125,411</u>	<u>\$ 1,219,074</u>	<u>\$ 1,344,485</u>	<u>\$ 4,767,161</u>



**CITY OF KENNER, LOUISIANA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

	SPECIAL REVENUE FUNDS			
	GARBAGE COLLECTION AND DISPOSAL	STREETS AND DRAINAGE	COMMUNITY DEVELOPMENT BLOCK GRANT	TOTAL
<b>REVENUES</b>				
Taxes	\$ 1,573,791	\$ 3,435,350	\$ -	\$ 5,009,141
Intergovernmental	-	214,662	186,586	401,248
Charges for services	6,380,397	-	-	6,380,397
Interest	231	-	18,803	19,034
Total Revenues	7,954,419	3,650,012	205,389	11,809,820
<b>EXPENDITURES</b>				
Current:				
General government	-	-	-	-
Public works	7,492,190	2,190,184	-	9,682,374
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	274,928	274,928
Transit and urban development	-	-	703,286	703,286
Debt service:				
Principal	-	-	4,561	4,561
Interest and fiscal charges	-	-	230	230
Miscellaneous	-	-	-	-
Debt issuance costs	-	-	-	-
Total Expenditures	7,492,190	2,190,184	983,005	10,665,379
Excess (deficiency) of revenues over (under) expenditures	462,229	1,459,828	(777,616)	1,144,441
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	296,669	352,534	1,106,111	1,755,314
Transfers out	(758,898)	(1,812,362)	-	(2,571,260)
Total other financing sources (uses)	(462,229)	(1,459,828)	1,106,111	(815,946)
Net change in fund balances	-	-	328,495	328,495
Fund balances - beginning of year	-	-	480,502	480,502
Fund balances - end of year	\$ -	\$ -	\$ 808,997	\$ 808,997

DEBT SERVICE FUNDS			TOTAL
AD VALOREM	FIREMEN'S		NONMAJOR
TAX BONDS	PENSION MERGER		GOVERNMENTAL
	FUND	TOTAL	FUNDS
\$ -	\$ 459,756	\$ 459,756	\$ 5,468,897
-	-	-	401,248
-	-	-	6,380,397
11,628	41,666	53,294	72,328
11,628	501,422	513,050	12,322,870
-	-	-	-
-	-	-	9,682,374
-	-	-	-
-	-	-	-
-	-	-	274,928
-	-	-	703,286
-	178,000	178,000	182,561
-	27,667	27,667	27,897
-	-	-	-
-	-	-	-
-	205,667	205,667	10,871,046
11,628	295,755	307,383	1,451,824
-	-	-	1,755,314
-	-	-	(2,571,260)
-	-	-	(815,946)
11,628	295,755	307,383	635,878
97,886	923,319	1,021,205	1,501,707
\$ 109,514	\$ 1,219,074	\$ 1,328,588	\$ 2,137,585

**CITY OF KENNER, LOUISIANA**  
**SCHEDULE OF REVENUES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2025**

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
<b>TAXES</b>						
Ad valorem tax	\$ 624,942	\$ -	\$ 624,942	\$ 1,382,620	\$ 1,382,620	\$ (757,678)
Sales tax	24,686,215	-	24,686,215	24,190,000	25,347,923	(661,708)
Beer tax	51,453	-	51,453	60,000	60,000	(8,547)
Parking tax	2,113,561	-	2,113,561	1,950,000	1,950,000	163,561
Franchises						
Electricity service	806,168	-	806,168	1,746,000	1,746,000	(939,832)
Gas service	271,843	-	271,843	199,000	199,000	72,843
Off-track wagering	61,678	-	61,678	60,000	60,000	1,678
Hotel/motel tax	398,251	-	398,251	360,000	360,000	38,251
Telephone	32,310	-	32,310	70,000	70,000	(37,690)
Video service	92,161	-	92,161	160,000	160,000	(67,839)
Consumer tax	60,350	-	60,350	100,000	100,000	(39,650)
Riverboat	5,108,079	-	5,108,079	2,700,000	4,639,462	468,617
Total taxes	34,307,011	-	34,307,011	32,977,620	36,075,005	(1,767,994)
<b>LICENSES AND PERMITS</b>						
Business:						
Occupational	2,459,338	-	2,459,338	2,660,000	2,660,000	(200,662)
Alcoholic beverage	92,685	-	92,685	91,000	91,000	1,685
Chain store	28,932	-	28,932	40,000	40,000	(11,068)
Plumbing	36,385	-	36,385	41,000	41,000	(4,615)
Electrical	30,650	-	30,650	32,000	32,000	(1,350)
Taxi cab	805,365	-	805,365	660,900	660,900	144,465
Air conditioning	18,500	-	18,500	19,000	19,000	(500)
Bingo	50	-	50	50	50	-
Total business	3,471,905	-	3,471,905	3,543,950	3,543,950	(72,045)
Non-business:						
Building	461,866	-	461,866	405,000	405,000	56,866
Miscellaneous	1,810	-	1,810	-	-	1,810
Brake tags	170,401	-	170,401	175,000	175,000	(4,599)
Total non-business	634,077	-	634,077	580,000	580,000	54,077
Total licenses and permits	4,105,982	-	4,105,982	4,123,950	4,123,950	(17,968)
<b>INTERGOVERNMENTAL</b>						
Federal Grants	1,019,768	(309,671)	710,097	-	-	710,097
From state:						
Parish transportation fund	75,000	-	75,000	405,000	405,000	(330,000)
Parish road fund	206,400	-	206,400	200,000	200,000	6,400
Video poker	631,882	-	631,882	660,000	660,000	(28,118)
Other state grants	16,000	-	16,000	-	-	16,000
From other local government subdivisions:						
Jefferson Council on Aging	40,333	-	40,333	33,000	33,000	7,333
Jefferson Parish	211,000	-	211,000	211,000	211,000	-
Total intergovernmental	\$ 2,200,383	\$ (309,671)	\$ 1,890,712	\$ 1,509,000	\$ 1,509,000	\$ 381,712

(Continued)

**CITY OF KENNER, LOUISIANA**  
**SCHEDULE OF REVENUES - BUDGET AND ACTUAL (CONTINUED)**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2025**

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
<b>CHARGES FOR SERVICES</b>						
Zoning fees	\$ 16,525	\$ -	\$ 16,525	\$ 8,700	\$ 8,700	\$ 7,825
Inspection fees						
Electrical	59,322	-	59,322	53,000	53,000	6,322
Plumbing	38,733	-	38,733	36,000	36,000	2,733
Air conditioning, heating, and other	41,040	-	41,040	55,650	55,650	(14,610)
Maps and document sales	11,138	-	11,138	3,000	3,000	8,138
Tax research fees	3,440	-	3,440	5,900	5,900	(2,460)
Police reports	69,971	-	69,971	50,000	50,000	19,971
Weed cutting fees	83,322	-	83,322	34,700	34,700	48,622
Recreation department						
Participation fees	59,336	-	59,336	40,000	40,000	19,336
Admission fees	125,229	-	125,229	62,364	62,364	62,865
Identification and other fees	116,058	-	116,058	121,100	121,100	(5,042)
Community service fees	-	-	-	-	-	-
Administrative charges	101,850	-	101,850	61,000	61,000	40,850
Total charges for services	725,964	-	725,964	531,414	531,414	194,550
<b>FINES AND FORFEITURES</b>						
Fines	1,351,589	-	1,351,589	1,002,000	1,241,347	110,242
Forfeitures	314,133	-	314,133	172,390	172,390	141,743
DWI fines	2,523	-	2,523	3,500	3,500	(977)
Reinstatement fees	28,254	-	28,254	26,400	26,400	1,854
Total fines and forfeitures	1,696,499	-	1,696,499	1,204,290	1,443,637	252,862
<b>INTEREST ON INVESTED FUNDS</b>	1,943,418	-	1,943,418	1,029,600	1,804,789	138,629
<b>MISCELLANEOUS</b>						
Donations	105,269	-	105,269	-	-	105,269
Rents	210,116	(4,457)	205,659	254,012	254,012	(48,353)
Other investment income	115,699	-	115,699	55,500	55,500	60,199
Other	275,751	-	275,751	67,457	67,457	208,294
Total miscellaneous	706,835	(4,457)	702,378	376,969	376,969	325,409
<b>Total revenues</b>	<u>\$ 45,686,092</u>	<u>\$ (314,128)</u>	<u>\$ 45,371,964</u>	<u>\$ 41,752,843</u>	<u>\$ 45,864,764</u>	<u>\$ (492,800)</u>

**CITY OF KENNER, LOUISIANA**  
**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2025**

		ADJUSTMENT TO BUDGETARY		BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL	BASIS	BUDGETARY	ORIGINAL BUDGET	FINAL BUDGET	
<b>GENERAL GOVERNMENT</b>						
Personnel	\$ 8,457,248	\$ -	\$ 8,457,248	\$ 9,978,446	\$ 9,488,097	\$ 1,030,849
Supplies	264,286	6,380	270,666	226,945	291,760	21,094
Service charges	5,694,567	(3,630)	5,690,937	7,274,707	6,709,464	1,018,527
Capital outlay	178,269	-	178,269	-	13,367	(164,902)
Total general government	14,594,370	2,750	14,597,120	17,480,098	16,502,688	1,905,568
<b>PUBLIC SAFETY</b>						
Personnel	22,934,021	(131,815)	22,802,206	21,668,067	22,232,615	(569,591)
Supplies	811,014	(17,521)	793,493	827,495	815,224	21,731
Service charges	2,777,520	8,043	2,785,563	3,154,735	3,265,007	479,444
Capital outlay	1,553,970	(179,896)	1,374,074	1,255,000	147,615	(1,226,459)
Total public safety	28,076,525	(321,189)	27,755,336	26,905,297	26,460,461	(1,294,875)
<b>PUBLIC WORKS</b>						
Personnel	4,278,530	-	4,278,530	5,141,513	4,554,040	275,510
Supplies	790,760	38,208	828,968	999,300	670,683	(158,285)
Service charges	1,251,659	818	1,252,477	1,770,925	1,574,515	322,038
Capital outlay	13,641	8,340	21,981	-	49,789	27,808
Total public works	6,334,590	47,366	6,381,956	7,911,738	6,849,027	467,071

(Continued)

**CITY OF KENNER, LOUISIANA**  
**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (CONTINUED)**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2025**

		ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL			ORIGINAL BUDGET	FINAL BUDGET	
<b>CULTURE AND RECREATION</b>						
Personnel	\$ 2,257,825	\$ -	\$ 2,257,825	\$ 3,019,285	\$ 2,929,429	\$ 671,604
Supplies	160,532	7,784	168,316	231,450	262,481	94,165
Service charges	339,215	61,495	400,710	351,700	474,442	73,732
Capital outlay	25,582	(14,900)	10,682	32,500	48,488	37,806
Total culture and recreation	2,783,154	54,379	2,837,533	3,634,935	3,714,840	877,307
<b>TRANSIT</b>						
Personnel	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Service charges	303,615	-	303,615	468,000	468,000	164,385
Capital outlay	-	-	-	-	-	-
Total Transit	303,615	-	303,615	468,000	468,000	164,385
<b>TOTAL EXPENDITURES</b>						
Personnel	37,927,624	(131,815)	37,795,809	39,807,311	39,204,181	1,408,372
Supplies	2,026,592	34,851	2,061,443	2,285,190	2,040,148	(21,295)
Service charges	10,366,576	66,726	10,433,302	13,020,067	12,491,428	2,058,126
Capital outlay	1,771,462	(186,456)	1,585,006	1,287,500	259,259	(1,325,747)
Debt service						
Principal	328,983	-	328,983	-	-	(328,983)
Interest and fiscal charges	64,315	-	64,315	-	-	(64,315)
TOTAL EXPENDITURES	\$ 52,485,552	\$ (216,694)	\$ 52,268,858	\$ 56,400,068	\$ 53,995,016	\$ 1,726,158

**CITY OF KENNER, LOUISIANA**  
**COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**GENERAL GOVERNMENT FUNCTION**  
**FOR THE YEAR ENDED JUNE 30, 2025**

COUNCIL OFFICE

		ADJUSTMENT		BUDGETARY AMOUNTS		VARIANCE
	ACTUAL	TO BUDGETARY	BUDGETARY	ORIGINAL	FINAL	WITH FINAL
		BASIS		BUDGET	BUDGET	BUDGET
EXPENDITURES						POSITIVE
						(NEGATIVE)
Personnel	\$ 987,271	\$ -	\$ 987,271	\$ 1,096,948	\$ 995,575	\$ 8,304
Supplies	18,490	6,223	24,713	31,170	34,480	9,767
Service charges	213,522	(30,045)	183,477	293,750	322,299	138,822
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 1,219,283	\$ (23,822)	\$ 1,195,461	\$ 1,421,868	\$ 1,352,354	\$ 156,893

MAYOR'S OFFICE

		ADJUSTMENT		BUDGETARY AMOUNTS		VARIANCE
	ACTUAL	TO BUDGETARY	BUDGETARY	ORIGINAL	FINAL	WITH FINAL
		BASIS		BUDGET	BUDGET	BUDGET
EXPENDITURES						POSITIVE
						(NEGATIVE)
Personnel	\$ 1,059,227	\$ -	\$ 1,059,227	\$ 1,110,628	\$ 1,135,333	\$ 76,106
Supplies	3,003	(80)	2,923	9,000	9,915	6,992
Service charges	47,871	-	47,871	54,200	54,200	6,329
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 1,110,101	\$ (80)	\$ 1,110,021	\$ 1,173,828	\$ 1,199,448	\$ 89,427

FINANCE

		ADJUSTMENT		BUDGETARY AMOUNTS		VARIANCE
	ACTUAL	TO BUDGETARY	BUDGETARY	ORIGINAL	FINAL	WITH FINAL
		BASIS		BUDGET	BUDGET	BUDGET
EXPENDITURES						POSITIVE
						(NEGATIVE)
Personnel	\$ 1,437,945	\$ -	\$ 1,437,945	\$ 1,562,139	\$ 1,598,539	\$ 160,594
Supplies	15,245	(807)	14,438	20,600	23,353	8,915
Service charges	53,814	-	53,814	82,000	80,483	26,669
Capital outlay	2,239	-	2,239	-	2,239	-
Total expenditures	\$ 1,509,243	\$ (807)	\$ 1,508,436	\$ 1,664,739	\$ 1,704,614	\$ 196,178

PERSONNEL

		ADJUSTMENT		BUDGETARY AMOUNTS		VARIANCE
	ACTUAL	TO BUDGETARY	BUDGETARY	ORIGINAL	FINAL	WITH FINAL
		BASIS		BUDGET	BUDGET	BUDGET
EXPENDITURES						POSITIVE
						(NEGATIVE)
Personnel	\$ 513,518	\$ -	\$ 513,518	\$ 493,272	\$ 512,044	\$ (1,474)
Supplies	5,241	94	5,335	5,920	5,241	(94)
Service charges	87,943	-	87,943	92,635	92,668	4,725
Capital outlay	4,077	-	4,077	-	4,077	-
Total expenditures	\$ 610,779	\$ 94	\$ 610,873	\$ 591,827	\$ 614,030	\$ 3,157

(Continued)

**CITY OF KENNER, LOUISIANA**  
**COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**GENERAL GOVERNMENT FUNCTION (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2025**

PLANNING

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 308,630	\$ -	\$ 308,630	\$ 328,608	\$ 334,218	\$ 25,588
Supplies	16,512	-	16,512	19,750	22,411	5,899
Service charges	12,878	-	12,878	30,250	28,589	15,711
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 338,020</u>	<u>\$ -</u>	<u>\$ 338,020</u>	<u>\$ 378,608</u>	<u>\$ 385,218</u>	<u>\$ 47,198</u>

INFORMATION TECHNOLOGY

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 532,447	\$ -	\$ 532,447	\$ 554,822	\$ 475,414	\$ (57,033)
Supplies	4,310	(725)	3,585	10,560	12,004	8,419
Service charges	628,537	20,023	648,560	1,004,164	483,706	(164,854)
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 1,165,294</u>	<u>\$ 19,298</u>	<u>\$ 1,184,592</u>	<u>\$ 1,569,546</u>	<u>\$ 971,124</u>	<u>\$ (213,468)</u>

CIVIL SERVICE

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 361,897	\$ -	\$ 361,897	\$ 355,879	\$ 370,014	\$ 8,117
Supplies	1,145	-	1,145	2,615	2,298	1,153
Service charges	51,814	-	51,814	61,489	63,452	11,638
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 414,856</u>	<u>\$ -</u>	<u>\$ 414,856</u>	<u>\$ 419,983</u>	<u>\$ 435,764</u>	<u>\$ 20,908</u>

GENERAL MUNICIPAL EXPENSE

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 772,049	\$ -	\$ 772,049	\$ 619,414	\$ 643,173	\$ (128,876)
Supplies	188,323	(33)	188,290	108,625	164,203	(24,087)
Service charges	2,717,991	-	2,717,991	2,876,749	2,817,118	99,127
Capital outlay	166,278	-	166,278	-	-	(166,278)
Total expenditures	<u>\$ 3,844,641</u>	<u>\$ (33)</u>	<u>\$ 3,844,608</u>	<u>\$ 3,604,788</u>	<u>\$ 3,624,494</u>	<u>\$ (220,114)</u>

(Continued)



**CITY OF KENNER, LOUISIANA**  
**COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**GENERAL GOVERNMENT FUNCTION (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2025**

MAYOR'S COURT

		ADJUSTMENT		BUDGETARY AMOUNTS		VARIANCE
	ACTUAL	TO BUDGETARY	BUDGETARY	ORIGINAL	FINAL	WITH FINAL
		BASIS		BUDGET	BUDGET	BUDGET
EXPENDITURES						POSITIVE
						(NEGATIVE)
Personnel	\$ 887,065	\$ -	\$ 887,065	\$ 907,876	\$ 931,716	\$ 44,651
Supplies	10,526	1,708	12,234	14,265	15,804	3,570
Service charges	54,264	4,400	58,664	143,000	133,430	74,766
Capital outlay	1,625	-	1,625	-	3,001	1,376
Total expenditures	\$ 953,480	\$ 6,108	\$ 959,588	\$ 1,065,141	\$ 1,083,951	\$ 124,363

CITY ATTORNEY

		ADJUSTMENT		BUDGETARY AMOUNTS		VARIANCE
	ACTUAL	TO BUDGETARY	BUDGETARY	ORIGINAL	FINAL	WITH FINAL
		BASIS		BUDGET	BUDGET	BUDGET
EXPENDITURES						POSITIVE
						(NEGATIVE)
Personnel	\$ 957,044	\$ -	\$ 957,044	\$ 908,860	\$ 953,498	\$ (3,546)
Supplies	1,491	-	1,491	4,440	2,051	560
Service charges	115,961	1,992	117,953	121,470	118,519	566
Capital outlay	4,050	-	4,050	-	4,050	-
Total expenditures	\$ 1,078,546	\$ 1,992	\$ 1,080,538	\$ 1,034,770	\$ 1,078,118	\$ (2,420)

INSURANCE

		ADJUSTMENT		BUDGETARY AMOUNTS		VARIANCE
	ACTUAL	TO BUDGETARY	BUDGETARY	ORIGINAL	FINAL	WITH FINAL
		BASIS		BUDGET	BUDGET	BUDGET
EXPENDITURES						POSITIVE
						(NEGATIVE)
Personnel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Supplies	-	-	-	-	-	-
Service charges	1,685,540	-	1,685,540	2,515,000	2,515,000	829,460
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 1,685,540	\$ -	\$ 1,685,540	\$ 2,515,000	\$ 2,515,000	\$ 829,460

PAY INCENTIVES

		ADJUSTMENT		BUDGETARY AMOUNTS		VARIANCE
	ACTUAL	TO BUDGETARY	BUDGETARY	ORIGINAL	FINAL	WITH FINAL
		BASIS		BUDGET	BUDGET	BUDGET
EXPENDITURES						POSITIVE
						(NEGATIVE)
Personnel	\$ 640,155	\$ -	\$ 640,155	\$ 2,040,000	\$ 1,538,573	\$ 898,418
Supplies	-	-	-	-	-	-
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 640,155	\$ -	\$ 640,155	\$ 2,040,000	\$ 1,538,573	\$ 898,418

(Continued)

**CITY OF KENNER, LOUISIANA**  
**COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**GENERAL GOVERNMENT FUNCTION (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2025**

BAD DEBT

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Supplies	-	-	-	-	-	-
Service charges	24,432	-	24,432	-	-	(24,432)
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 24,432</u>	<u>\$ -</u>	<u>\$ 24,432</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (24,432)</u>

TOTAL - GENERAL GOVERNMENT FUNCTION

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 8,457,248	\$ -	\$ 8,457,248	\$ 9,978,446	\$ 9,488,097	\$ 1,030,849
Supplies	264,286	6,380	270,666	226,945	291,760	21,094
Service charges	5,694,567	(3,630)	5,690,937	7,274,707	6,709,464	1,018,527
Capital outlay	178,269	-	178,269	-	13,367	(164,902)
Total expenditures	<u>\$ 14,594,370</u>	<u>\$ 2,750</u>	<u>\$ 14,597,120</u>	<u>\$ 17,480,098</u>	<u>\$ 16,502,688</u>	<u>\$ 1,905,568</u>

**CITY OF KENNER, LOUISIANA**  
**COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**PUBLIC SAFETY FUNCTION**  
**FOR THE YEAR ENDED JUNE 30, 2025**

POLICE ADMINISTRATIVE SERVICES

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 2,651,422	\$ (29,498)	\$ 2,621,924	\$ 2,640,778	\$ 2,645,578	\$ 23,654
Supplies	40,398	(1,170)	39,228	56,500	39,411	183
Service charges	794,085	10,424	804,509	904,500	822,367	17,858
Capital outlay	128,794	(4,073)	124,721	110,000	1,088	(123,633)
Total expenditures	\$ 3,614,699	\$ (24,317)	\$ 3,590,382	\$ 3,711,778	\$ 3,508,444	\$ (81,938)

POLICE FIELD SERVICES

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 11,096,093	\$ (10,494)	\$ 11,085,599	\$ 9,675,551	\$ 10,742,201	\$ (343,398)
Supplies	550,725	(7,319)	543,406	577,000	544,909	1,503
Service charges	1,585,340	3,314	1,588,654	1,733,000	1,818,896	230,242
Capital outlay	1,425,176	(174,521)	1,250,655	955,000	146,527	(1,104,128)
Total expenditures	\$ 14,657,334	\$ (189,020)	\$ 14,468,314	\$ 12,940,551	\$ 13,252,533	\$ (1,215,781)

POLICE INVESTIGATING SERVICES

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 3,614,159	\$ (76,465)	\$ 3,537,694	\$ 3,758,365	\$ 3,417,065	\$ (120,629)
Supplies	5,541	(708)	4,833	10,000	4,908	75
Service charges	300	-	300	3,000	200	(100)
Capital outlay	-	-	-	160,000	-	-
Total expenditures	\$ 3,620,000	\$ (77,173)	\$ 3,542,827	\$ 3,931,365	\$ 3,422,173	\$ (120,654)

POLICE COMMUNICATIONS SERVICES

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 1,177,156	\$ -	\$ 1,177,156	\$ 1,193,499	\$ 1,175,901	\$ (1,255)
Supplies	-	-	-	-	-	-
Service charges	60,071	-	60,071	40,000	57,500	(2,571)
Capital outlay	-	(1,302)	(1,302)	5,000	-	1,302
Total expenditures	\$ 1,237,227	\$ (1,302)	\$ 1,235,925	\$ 1,238,499	\$ 1,233,401	\$ (2,524)

(Continued)

**CITY OF KENNER, LOUISIANA**  
**COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**PUBLIC SAFETY FUNCTION (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2025**

POLICE JAIL SERVICES

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 1,668,650	\$ -	\$ 1,668,650	\$ 1,308,750	\$ 1,667,925	\$ (725)
Supplies	115,584	(2,857)	112,727	87,000	112,529	(198)
Service charges	26,017	-	26,017	17,000	26,400	383
Capital outlay	-	-	-	25,000	-	-
Total expenditures	\$ 1,810,251	\$ (2,857)	\$ 1,807,394	\$ 1,437,750	\$ 1,806,854	\$ (540)

POLICE TECHNICAL SERVICES

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 626,166	\$ (15,358)	\$ 610,808	\$ 718,054	\$ 604,304	\$ (6,504)
Supplies	76,038	(2,498)	73,540	65,000	78,098	4,558
Service charges	37,515	(2,820)	34,695	53,500	35,447	752
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 739,719	\$ (20,676)	\$ 719,043	\$ 836,554	\$ 717,849	\$ (1,194)

CODE ENFORCEMENT - ADMINISTRATION

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 1,668,126	\$ -	\$ 1,668,126	\$ 1,961,095	\$ 1,545,190	\$ (122,936)
Supplies	14,487	19	14,506	22,778	23,151	8,645
Service charges	246,100	(2,875)	243,225	338,985	450,007	206,782
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 1,928,713	\$ (2,856)	\$ 1,925,857	\$ 2,322,858	\$ 2,018,348	\$ 92,491

EMERGENCY MANAGEMENT

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 432,249	\$ -	\$ 432,249	\$ 411,975	\$ 434,451	\$ 2,202
Supplies	8,241	(2,988)	5,253	9,217	12,218	6,965
Service charges	28,092	-	28,092	64,750	54,190	26,098
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 468,582	\$ (2,988)	\$ 465,594	\$ 485,942	\$ 500,859	\$ 35,265

(Continued)

**CITY OF KENNER, LOUISIANA**  
**COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**PUBLIC SAFETY FUNCTION (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2025**

TOTAL - PUBLIC SAFETY FUNCTION

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 22,934,021	\$ (131,815)	\$ 22,802,206	\$ 21,668,067	\$ 22,232,615	\$ (569,591)
Supplies	811,014	(17,521)	793,493	827,495	815,224	21,731
Service charges	2,777,520	8,043	2,785,563	3,154,735	3,265,007	479,444
Capital outlay	1,553,970	(179,896)	1,374,074	1,255,000	147,615	(1,226,459)
Total expenditures	<u>\$ 28,076,525</u>	<u>\$ (321,189)</u>	<u>\$ 27,755,336</u>	<u>\$ 26,905,297</u>	<u>\$ 26,460,461</u>	<u>\$ (1,294,875)</u>

**CITY OF KENNER, LOUISIANA**  
**COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**PUBLIC WORKS FUNCTION**  
**FOR THE YEAR ENDED JUNE 30, 2025**

PUBLIC WORKS - STREET LIGHTING

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 475,684	\$ -	\$ 475,684	\$ 682,713	\$ 534,999	\$ 59,315
Supplies	12,879	10,373	23,252	11,800	13,805	(9,447)
Service charges	205,470	5,772	211,242	306,000	358,353	147,111
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 694,033</u>	<u>\$ 16,145</u>	<u>\$ 710,178</u>	<u>\$ 1,000,513</u>	<u>\$ 907,157</u>	<u>\$ 196,979</u>

PUBLIC WORKS - PARKWAYS

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 513,688	\$ -	\$ 513,688	\$ 696,462	\$ 495,496	\$ (18,192)
Supplies	15,925	87	16,012	26,900	28,608	12,596
Service charges	433,124	9,539	442,663	744,500	599,336	156,673
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 962,737</u>	<u>\$ 9,626</u>	<u>\$ 972,363</u>	<u>\$ 1,467,862</u>	<u>\$ 1,123,440</u>	<u>\$ 151,077</u>

PUBLIC WORKS - FLEET MANAGEMENT

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 481,664	\$ -	\$ 481,664	\$ 548,050	\$ 450,271	\$ (31,393)
Supplies	262,288	8,167	270,455	364,800	121,197	(149,258)
Service charges	224,330	5,718	230,048	214,925	147,521	(82,527)
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 968,282</u>	<u>\$ 13,885</u>	<u>\$ 982,167</u>	<u>\$ 1,127,775</u>	<u>\$ 718,989</u>	<u>\$ (263,178)</u>

PUBLIC WORKS - GENERAL SERVICES

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 2,400,933	\$ -	\$ 2,400,933	\$ 2,502,400	\$ 2,517,089	\$ 116,156
Supplies	495,217	19,171	514,388	582,500	493,773	(20,615)
Service charges	127,458	76,207	203,665	278,500	225,306	21,641
Capital outlay	13,641	8,340	21,981	-	49,789	27,808
Total expenditures	<u>\$ 3,037,249</u>	<u>\$ 103,718</u>	<u>\$ 3,140,967</u>	<u>\$ 3,363,400</u>	<u>\$ 3,285,957</u>	<u>\$ 144,990</u>

(Continued)

**CITY OF KENNER, LOUISIANA**  
**COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**PUBLIC WORKS FUNCTION (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2025**

PUBLIC WORKS ADMINISTRATION

				BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 406,561	\$ -	\$ 406,561	\$ 711,888	\$ 556,185	\$ 149,624
Supplies	4,451	410	4,861	13,300	13,300	8,439
Service charges	261,277	(96,418)	164,859	227,000	243,999	79,140
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 672,289</u>	<u>\$ (96,008)</u>	<u>\$ 576,281</u>	<u>\$ 952,188</u>	<u>\$ 813,484</u>	<u>\$ 237,203</u>

TOTAL - PUBLIC WORKS FUNCTION

				BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 4,278,530	\$ -	\$ 4,278,530	\$ 5,141,513	\$ 4,554,040	\$ 275,510
Supplies	790,760	38,208	828,968	999,300	670,683	(158,285)
Service charges	1,251,659	818	1,252,477	1,770,925	1,574,515	322,038
Capital outlay	13,641	8,340	21,981	-	49,789	27,808
Total expenditures	<u>\$ 6,334,590</u>	<u>\$ 47,366</u>	<u>\$ 6,381,956</u>	<u>\$ 7,911,738</u>	<u>\$ 6,849,027</u>	<u>\$ 467,071</u>

**CITY OF KENNER, LOUISIANA**  
**COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**CULTURE AND RECREATION FUNCTION**  
**FOR THE YEAR ENDED JUNE 30, 2025**

LEISURE SERVICES

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 33,566	\$ -	\$ 33,566	\$ 225,446	\$ 219,548	\$ 185,982
Supplies	36,547	(11)	36,536	70,000	74,769	38,233
Service charges	-	1,160	1,160	-	-	(1,160)
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 70,113</u>	<u>\$ 1,149</u>	<u>\$ 71,262</u>	<u>\$ 295,446</u>	<u>\$ 294,317</u>	<u>\$ 223,055</u>

PLANETARIUM

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Supplies	39,786	(1,990)	37,796	60,000	66,053	28,257
Service charges	1,532	-	1,532	2,000	2,000	468
Capital outlay	-	(14,900)	(14,900)	-	11,137	26,037
Total expenditures	<u>\$ 41,318</u>	<u>\$ (16,890)</u>	<u>\$ 24,428</u>	<u>\$ 62,000</u>	<u>\$ 79,190</u>	<u>\$ 54,762</u>

CULTURE & RECREATION - HUMANITIES AND MUSEUMS

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 90,499	\$ -	\$ 90,499	\$ 122,299	\$ 125,276	\$ 34,777
Supplies	2,887	210	3,097	3,500	3,500	403
Service charges	(856)	-	(856)	-	-	856
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 92,530</u>	<u>\$ 210</u>	<u>\$ 92,740</u>	<u>\$ 125,799</u>	<u>\$ 128,776</u>	<u>\$ 36,036</u>

RECREATION - ATHLETICS

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 1,009,524	\$ -	\$ 1,009,524	\$ 1,324,500	\$ 1,304,817	\$ 295,293
Supplies	30,052	3,867	33,919	53,700	62,024	28,105
Service charges	116,863	(2,354)	114,509	128,000	163,342	48,833
Capital outlay	24,841	-	24,841	32,500	36,451	11,610
Total expenditures	<u>\$ 1,181,280</u>	<u>\$ 1,513</u>	<u>\$ 1,182,793</u>	<u>\$ 1,538,700</u>	<u>\$ 1,566,634</u>	<u>\$ 383,841</u>

(Continued)



**CITY OF KENNER, LOUISIANA**  
**COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**CULTURE AND RECREATION FUNCTION (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2025**

RECREATION MAINTENANCE

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 780,427	\$ -	\$ 780,427	\$ 926,867	\$ 869,388	\$ 88,961
Supplies	47,915	4,881	52,796	39,000	51,709	(1,087)
Service charges	193,805	62,689	256,494	206,000	279,916	23,422
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 1,022,147</u>	<u>\$ 67,570</u>	<u>\$ 1,089,717</u>	<u>\$ 1,171,867</u>	<u>\$ 1,201,013</u>	<u>\$ 111,296</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	\$ 343,809	\$ -	\$ 343,809	\$ 420,173	\$ 410,400	\$ 66,591
Supplies	3,345	827	4,172	5,250	4,426	254
Service charges	27,871	-	27,871	15,700	29,184	1,313
Capital outlay	741	-	741	-	900	159
Total expenditures	<u>\$ 375,766</u>	<u>\$ 827</u>	<u>\$ 376,593</u>	<u>\$ 441,123</u>	<u>\$ 444,910</u>	<u>\$ 68,317</u>

TOTAL - CULTURE AND RECREATION FUNCTION

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 2,257,825	\$ -	\$ 2,257,825	\$ 3,019,285	\$ 2,929,429	\$ 671,604
Supplies	160,532	7,784	168,316	231,450	262,481	94,165
Service charges	339,215	61,495	400,710	351,700	474,442	73,732
Capital outlay	25,582	(14,900)	10,682	32,500	48,488	37,806
Total expenditures	<u>\$ 2,783,154</u>	<u>\$ 54,379</u>	<u>\$ 2,837,533</u>	<u>\$ 3,634,935</u>	<u>\$ 3,714,840</u>	<u>\$ 877,307</u>

**CITY OF KENNER, LOUISIANA**  
**COMBINING SCHEDULE OF DEPARTMENTAL EXPENDITURES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**TRANSIT FUNCTION**  
**FOR THE YEAR ENDED JUNE 30, 2025**

TOTAL - TRANSIT FUNCTION

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Supplies	-	-	-	-	-	-
Service charges	303,615	-	303,615	468,000	468,000	164,385
Capital outlay	-	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	\$ 303,615	\$ -	\$ 303,615	\$ 468,000	\$ 468,000	\$ 164,385
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

**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, 2025**

				<u>BUDGETARY AMOUNTS</u>		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ACTUAL</u>	<u>ADJUSTMENT TO BUDGETARY BASIS</u>	<u>BUDGETARY</u>	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	
<b>REVENUES</b>						
Intergovernmental	\$ 186,586	\$ -	\$ 186,586	\$ 761,029	\$ 932,077	\$ (745,491)
Interest	18,803	-	18,803	5,000	5,000	13,803
Miscellaneous	-	-	-	-	-	-
Total revenues	<u>205,389</u>	<u>-</u>	<u>205,389</u>	<u>766,029</u>	<u>937,077</u>	<u>(731,688)</u>
<b>EXPENDITURES</b>						
Urban development:						
Personnel	623,162	-	623,162	774,700	782,078	158,916
Supplies	1,733	-	1,733	5,900	5,830	4,097
Service charges	82,239	2,600	84,839	94,800	105,405	20,566
Capital outlay	<u>588</u>	<u>-</u>	<u>588</u>	<u>-</u>	<u>1,076</u>	<u>488</u>
Total urban development	<u>707,722</u>	<u>2,600</u>	<u>710,322</u>	<u>875,400</u>	<u>894,389</u>	<u>184,067</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, 2025**  
**(CONTINUED)**

		ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL			ORIGINAL BUDGET	FINAL BUDGET	
<b>EXPENDITURES (CONTINUED)</b>						
Health & Welfare:						
Personnel	\$ 251,595	\$ -	\$ 251,595	\$ 236,400	\$ 250,785	\$ (810)
Supplies	6,373	462	6,835	9,400	6,502	(333)
Service charges	16,079	818	16,897	24,160	17,684	787
Capital outlay	1,236	-	1,236	-	1,236	-
Total Health & Welfare	275,283	1,280	276,563	269,960	276,207	(356)
Total Expenditures	983,005	3,880	986,885	1,145,360	1,170,596	183,711
Excess (deficiency) of revenues over (under) expenditures	(777,616)	(3,880)	(781,496)	(379,331)	(233,519)	(547,977)
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	1,106,111	-	1,106,111	1,106,111	1,131,297	(25,186)
Transfers out	-	-	-	-	-	-
Increase in obligations under lease	-	-	-	-	-	-
Total other financing sources (uses)	1,106,111	-	1,106,111	1,106,111	1,131,297	(25,186)
Net change in fund balance	328,495	(3,880)	324,615	726,780	897,778	(573,163)
Fund balance - beginning of year	480,502	-	480,502	480,502	480,502	-
Fund balance - end of year	<u>\$ 808,997</u>	<u>\$ (3,880)</u>	<u>\$ 805,117</u>	<u>\$ 1,207,282</u>	<u>\$ 1,378,280</u>	<u>\$ (573,163)</u>

See accompanying note to budgetary comparison schedules.

**CITY OF KENNER, LOUISIANA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**GARBAGE COLLECTION AND DISPOSAL FUND**  
**YEAR ENDED JUNE 30, 2025**

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
<b>REVENUES</b>						
Taxes:						
Ad valorem tax	\$ 1,573,791	\$ -	\$ 1,573,791	\$ 985,978	\$ 985,978	\$ 587,813
Intergovernmental	-	-	-	-	-	-
Charges for services:						
Garbage fees and penalties	6,380,397	-	6,380,397	6,312,568	7,702,688	(1,322,291)
Interest	231	-	231	-	-	231
Total revenues	<u>7,954,419</u>	<u>-</u>	<u>7,954,419</u>	<u>7,298,546</u>	<u>8,688,666</u>	<u>(734,247)</u>
<b>EXPENDITURES</b>						
Public works:						
Contractual services	7,123,242	-	7,123,242	7,060,496	7,068,209	(55,033)
Claims and judgments	340,000	-	340,000	390,000	385,291	45,291
Capital Outlay	28,948	28,948	57,896	-	-	(57,896)
Total expenditures	<u>7,492,190</u>	<u>28,948</u>	<u>7,521,138</u>	<u>7,450,496</u>	<u>7,453,500</u>	<u>(67,638)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>462,229</u>	<u>(28,948)</u>	<u>433,281</u>	<u>(151,950)</u>	<u>1,235,166</u>	<u>(801,885)</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	296,669	-	296,669	151,950	151,950	144,719
Transfers out	(758,898)	-	(758,898)	-	-	(758,898)
Total other financing sources (uses)	<u>(462,229)</u>	<u>-</u>	<u>(462,229)</u>	<u>151,950</u>	<u>151,950</u>	<u>(614,179)</u>
Net change in fund balances	-	(28,948)	(28,948)	-	1,387,116	(1,416,064)
Fund balance - beginning of year	-	-	-	-	-	-
Fund balance - end of year	<u>\$ -</u>	<u>\$ (28,948)</u>	<u>\$ (28,948)</u>	<u>\$ -</u>	<u>\$ 1,387,116</u>	<u>\$ (1,416,064)</u>

See accompanying note to budgetary comparison schedules.

**CITY OF KENNER, LOUISIANA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**STREETS AND DRAINAGE FUND**  
**YEAR ENDED JUNE 30, 2025**

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS ORIGINAL BUDGET	FINAL BUDGET	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
<b>REVENUES</b>						
Taxes:						
Ad valorem tax	\$ 3,435,350	\$ -	\$ 3,435,350	\$3,423,421	\$ 3,423,421	\$ 11,929
Intergovernmental	214,662	-	214,662	-	-	214,662
Total revenues	3,650,012	-	3,650,012	3,423,421	3,423,421	226,591
<b>EXPENDITURES</b>						
Public works:						
Personnel	807,892	-	807,892	1,194,146	811,817	3,925
Supplies	1,189,115	8,401	1,197,516	2,138,000	1,824,274	626,758
Capital outlay	181,277	-	181,277	-	-	(181,277)
Service charges	11,900	508,702	520,602	11,500	13,480	(507,122)
Total expenditures	2,190,184	517,103	2,707,287	3,343,646	2,649,571	(57,716)
Excess (deficiency) of revenues over (under) expenditures	1,459,828	(517,103)	942,725	79,775	773,850	168,875
<b>OTHER FINANCING SOURCES</b>						
Transfers in	352,534	-	352,534	352,534	371,045	(18,511)
Transfers out	(1,812,362)	-	(1,812,362)	(432,309)	(1,302,309)	(510,053)
Net change in fund balance	-	(517,103)	(517,103)	-	(157,414)	(359,689)
Fund balance - beginning of year	-	-	-	-	-	-
Fund balance - end of year	\$ -	\$ (517,103)	\$ (517,103)	\$ -	\$ (157,414)	\$ (359,689)

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, 2025**

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
<b>REVENUES</b>						
Taxes:						
Sales tax	\$ 4,334,434	\$ -	\$ 4,334,434	\$ 4,349,135	\$ 4,349,135	\$ (14,701)
Interest	323,027	-	323,027	88,800	88,800	234,227
Total revenues	4,657,461	-	4,657,461	4,437,935	4,437,935	219,526
<b>EXPENDITURES</b>						
Debt service:						
Principal	4,151,000	-	4,151,000	4,928,000	4,928,000	777,000
Interest	897,464	-	897,464	770,648	770,648	(126,816)
Miscellaneous	46,000	-	46,000	36,000	36,000	(10,000)
Total expenditures	5,094,464	-	5,094,464	5,734,648	5,734,648	640,184
Excess (deficiency) of revenues over (under) expenditures	(437,003)	-	(437,003)	(1,296,713)	(1,296,713)	859,710
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	1,346,169	-	1,346,169	1,346,169	1,346,169	-
Transfers out	(633,000)	-	(633,000)	-	-	(633,000)
Total other financing sources (uses)	713,169	-	713,169	1,346,169	1,346,169	(633,000)
Net change in fund balance	276,166	-	276,166	49,456	49,456	226,710
Fund balance - beginning of year	7,783,651	-	7,783,651	7,783,651	7,783,651	-
Fund balance - end of year	\$ 8,059,817	\$ -	\$ 8,059,817	\$ 7,833,107	\$ 7,833,107	\$ 226,710

**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, 2025**

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
<b>REVENUES</b>						
Taxes:						
Ad valorem tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	11,628	-	11,628	-	-	11,628
Total revenues	11,628	-	11,628	-	-	11,628
<b>EXPENDITURES</b>						
Debt service:						
Principal	-	-	-	-	-	-
Total expenditures	-	-	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	11,628	-	11,628	-	-	11,628
Fund balance - beginning of year	97,886	-	97,886	97,886	97,886	-
Fund balance - end of year	\$ 109,514	\$ -	\$ 109,514	\$ 97,886	\$ 97,886	\$ 11,628



**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, 2025**

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
<b>REVENUES</b>						
Taxes						
Fire insurance premium	\$ 459,756	\$ -	\$ 459,756	\$ 450,000	\$ 450,000	\$ 9,756
Interest	41,666	-	41,666	36,000	36,000	5,666
Total revenues	501,422	-	501,422	486,000	486,000	15,422
<b>EXPENDITURES</b>						
Debt service:						
Principal	178,000	-	178,000	178,000	178,000	-
Interest and fiscal charges	27,667	-	27,667	27,384	27,384	(283)
Total expenditures	205,667	-	205,667	205,384	205,384	(283)
Excess (deficiency) of revenues over (under) expenditures	295,755	-	295,755	280,616	280,616	15,139
Fund balance - beginning of year	923,319	-	923,319	923,319	923,319	-
Fund balance - end of year	\$ 1,219,074	\$ -	\$ 1,219,074	\$ 1,203,935	\$ 1,203,935	\$ 15,139

**CITY OF KENNER, LOUISIANA**  
**ENTERPRISE FUND DESCRIPTIONS**  
**JUNE 30, 2025**

**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**  
**DEPARTMENT OF WASTEWATER OPERATIONS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

	ACTUAL	ADJ. TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
<b>OPERATING REVENUES</b>						
Charges for services						
Sewerage service charges	\$13,072,557	\$ -	\$13,072,557	\$ 9,208,600	\$ 9,208,600	\$ 3,863,957
Total operating revenues	13,072,557	-	13,072,557	9,208,600	9,208,600	3,863,957
<b>OPERATING EXPENSES</b>						
Personnel services	2,464,237	-	2,464,237	2,896,337	2,701,321	237,084
Supplies and other expenses	326,167	-	326,167	493,964	495,120	168,953
Building and maintenance expenses	2,923,416	-	2,923,416	4,881,357	3,631,379	707,963
Outside services	723,464	-	723,464	1,641,360	898,862	175,398
Depreciation	3,996,749	(3,996,749)	-	-	-	-
Public works	-	-	-	(10,999,108)	(10,999,108)	(10,999,108)
Other	23,992	-	23,992	27,000	2,831,269	2,807,277
Total operating expenses	10,458,025	(3,996,749)	6,461,276	(1,059,090)	(441,157)	(6,902,433)
Operating income (loss)	2,614,532	3,996,749	6,611,281	10,267,690	9,649,757	(3,038,476)
<b>NON-OPERATING REVENUES (EXPENSES)</b>						
Ad valorem taxes	705,685	-	705,685	698,233	698,233	7,452
Interest income	420,797	-	420,797	(963,832)	(963,832)	1,384,629
Loan proceeds / forgiveness	33,020	-	33,020	(4,717,266)	(4,717,266)	4,750,286
Amortization of bond discount	(9,796)	9,796	-	-	-	-
Interest expense	(434,757)	-	(434,757)	(420,042)	(420,042)	(14,715)
Bond issuance expense	(51,793)	-	(51,793)	92,850	92,850	(144,643)
Total non-operating revenues (expenses)	663,156	9,796	672,952	(5,310,057)	(5,310,057)	5,983,009
Income (loss) before contributions and transfers	3,277,688	4,006,545	7,284,233	4,957,633	4,339,700	2,944,533
Bond payments	-	-	-	(1,758,000)	(1,758,000)	1,758,000
Capital contributions	10,479	(10,479)	-	-	-	-
Transfer in	633,000	-	633,000	3,166,765	3,223,195	(2,590,195)
Transfer out	(1,042,169)	-	(1,042,169)	(1,042,169)	(1,042,169)	-
Change in net position	2,878,998	3,996,066	6,875,064	5,324,229	4,762,726	2,112,338
Net position - beginning of year	41,469,441	-	41,469,441	41,469,441	41,469,441	-
Net position - end of year	\$44,348,439	\$ 3,996,066	\$48,344,505	\$46,793,670	\$46,232,167	\$ 2,112,338

**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, 2025**

	ACTUAL	ADJ. TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
<b>OPERATING REVENUES</b>						
Charges for services:						
Rental charges	\$ 739,869	\$ -	\$ 739,869	\$ 710,000	\$ 710,000	\$ 29,869
Parking	45,870	-	45,870	43,000	43,000	2,870
Concessions and catering	378,000	-	378,000	355,000	355,000	23,000
Reimbursed services	93,329	-	93,329	257,000	257,000	(163,671)
Advertising	30,754	-	30,754	25,000	25,000	5,754
Miscellaneous	120,063	-	120,063	31,400	31,400	88,663
Total operating revenues	1,407,885	-	1,407,885	1,421,400	1,421,400	(13,515)
<b>OPERATING EXPENSES</b>						
Supplies and other expenses	50,417	-	50,417	83,670	83,670	33,253
Building and maintenance expense	501,705	-	501,705	639,455	843,615	341,910
Outside services	1,341,968	-	1,341,968	1,353,867	1,300,014	(41,954)
Insurance premiums	157,522	-	157,522	127,300	127,300	(30,222)
General expenses:						
Depreciation	561,729	(561,729)	-	-	-	-
Other	1,464	-	1,464	-	526	(938)
Total operating expenses	2,614,805	(561,729)	2,053,076	2,204,292	2,355,125	302,049
Operating income (loss)	(1,206,920)	561,729	(645,191)	(782,892)	(933,725)	288,534
<b>NON-OPERATING REVENUES (EXPENSES)</b>						
Hotel/motel taxes	132,494	-	132,494	132,494	132,494	-
Cable television franchise fees	235,771	-	235,771	270,000	270,000	(34,229)
Interest income	2,992	-	2,992	2,500	2,500	492
Total non-operating revenues	371,257	-	371,257	404,994	404,994	(33,737)
Income (loss) before contributions, and transfers	(835,663)	561,729	(273,934)	(377,898)	(528,731)	254,797
Capital Contributions	1,561,034	-	1,561,034	-	-	(1,561,034)
Change in net position	725,371	561,729	1,287,100	(377,898)	(528,731)	(1,306,237)
Net position - beginning of year	9,032,719	-	9,032,719	9,032,719	9,032,719	-
Net position - end of year	\$ 9,758,090	\$ 561,729	\$ 10,319,819	\$ 8,654,821	\$ 8,503,988	\$ (1,306,237)

**CITY OF KENNER, LOUISIANA**  
**INTERNAL SERVICE FUND DESCRIPTIONS**  
**JUNE 30, 2025**

**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, 2025**

	SELF- INSURANCE FUND	HEALTH INSURANCE FUND	TOTAL
<b>ASSETS</b>			
Cash	\$ 128,888	\$ 613,306	\$ 742,194
Equity in pooled cash	<u>2,408</u>	<u>-</u>	<u>2,408</u>
Total assets	<u>131,296</u>	<u>613,306</u>	<u>744,602</u>
<b>LIABILITIES</b>			
Accounts payable	-	8,547	8,547
Estimated claims payable	5,328,543	-	5,328,543
Due to other funds	<u>2,891</u>	<u>1,587,162</u>	<u>1,590,053</u>
Total liabilities	<u>5,331,434</u>	<u>1,595,709</u>	<u>6,927,143</u>
<b>NET POSITION</b>			
Unrestricted	<u>(5,200,138)</u>	<u>(982,403)</u>	<u>(6,182,541)</u>
Total net position	<u>\$ (5,200,138)</u>	<u>\$ (982,403)</u>	<u>\$ (6,182,541)</u>

**CITY OF KENNER, LOUISIANA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES,**  
**AND CHANGES IN FUND NET POSITION**  
**INTERNAL SERVICE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

	SELF- INSURANCE FUND	HEALTH INSURANCE FUND	TOTAL
<b>OPERATING REVENUES</b>			
Charges for services	\$ -	\$ 6,715,169	\$ 6,715,169
<b>OPERATING EXPENSES</b>			
Outside services	102,375	-	102,375
Insurance claims	1,235,994	-	1,235,994
Insurance premiums	-	6,855,406	6,855,406
Total operating expenses	1,338,369	6,855,406	8,193,775
Operating income (loss)	(1,338,369)	(140,237)	(1,478,606)
<b>NON-OPERATING REVENUE (EXPENSE)</b>			
Interest income	11,558	20,998	32,556
Total non-operating revenue	11,558	20,998	32,556
Income (loss) before transfers	(1,326,811)	(119,239)	(1,446,050)
Transfers in	1,115,000	-	1,115,000
Change in net position	(211,811)	(119,239)	(331,050)
Net position - beginning of year	(4,988,327)	(863,164)	(5,851,491)
Net position - end of year	<u>\$ (5,200,138)</u>	<u>\$ (982,403)</u>	<u>\$ (6,182,541)</u>

**CITY OF KENNER, LOUISIANA**  
**COMBINING STATEMENT OF CASH FLOWS**  
**INTERNAL SERVICE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

	SELF- INSURANCE FUND	HEALTH INSURANCE FUND	TOTAL
<b>Cash flows from operating activities:</b>			
Receipts from insured	\$ -	\$ 6,715,169	\$ 6,715,169
Payments to suppliers	(1,205,057)	(6,855,088)	(8,060,145)
Internal activity - receipts from other funds	-	113,042	113,042
Net cash provided by (used for) operating activities	<u>(1,205,057)</u>	<u>(26,877)</u>	<u>(1,231,934)</u>
<b>Cash flows from non-capital financing activities:</b>			
Transfers in	<u>1,115,000</u>	-	<u>1,115,000</u>
Net cash provided by (used for) non-capital financing activities	<u>1,115,000</u>	<u>-</u>	<u>1,115,000</u>
<b>Cash flows from investing activities:</b>			
Interest and dividends received	<u>11,558</u>	<u>20,998</u>	<u>32,556</u>
Net cash provided by investing activities	<u>11,558</u>	<u>20,998</u>	<u>32,556</u>
Net increase (decrease) in cash and cash equivalents	(78,499)	(5,879)	(84,378)
Cash and cash equivalents, beginning of year	<u>209,795</u>	<u>619,185</u>	<u>828,980</u>
Cash and cash equivalents, end of year	<u><u>\$ 131,296</u></u>	<u><u>\$ 613,306</u></u>	<u><u>\$ 744,602</u></u>
<b>Reconciliation to Statement of Net Position:</b>			
Cash	\$ 128,888	\$ 613,306	\$ 742,194
Equity in pooled cash	<u>2,408</u>	<u>-</u>	<u>2,408</u>
Cash and cash equivalents, end of year	<u><u>\$ 131,296</u></u>	<u><u>\$ 613,306</u></u>	<u><u>\$ 744,602</u></u>
<b>Reconciliation of operating income to net cash provided by (used for) operating activities:</b>			
Operating income (loss)	<u>\$ (1,338,369)</u>	<u>\$ (140,237)</u>	<u>\$ (1,478,606)</u>
Adjustments to reconcile operating income to net cash provided by operating activities:			
Change in assets and liabilities:			
Increase in accounts payable	-	318	318
Increase in estimated claims payable	133,312	-	133,312
Increase (decrease) in due to other funds	-	113,042	113,042
Total adjustments	<u>133,312</u>	<u>113,360</u>	<u>246,672</u>
Net cash provided by (used for) operating activities	<u><u>\$ (1,205,057)</u></u>	<u><u>\$ (26,877)</u></u>	<u><u>\$ (1,231,934)</u></u>



**CITY OF KENNER, LOUISIANA  
FIDUCIARY FUND DESCRIPTIONS  
JUNE 30, 2025**

**FIDUCIARY FUNDS**

Fiduciary funds are used to account for resources held for the benefit of parties outside the government.

**AIRPORT SALES TAX FUND**

The Airport Sales Tax 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.

**VETERANS BOULEVARD ECONOMIC DEVELOPMENT FUND**

The Veterans Boulevard Economic Development 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.

**CITY OF KENNER, LOUISIANA**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**CUSTODIAL FUNDS**  
**JUNE 30, 2025**

	<b>AIRPORT SALES TAX FUND</b>	<b>VETERANS BLVD ECONOMIC DEVELOPMENT FUND</b>	<b>TOTAL</b>
<b>ASSETS</b>			
Equity in pooled cash	\$ 3	\$ 1,242,418	\$ 1,242,421
Receivables (net, where applicable, of allowance for uncollectibles)			
Intergovernmental	<u>512,749</u>	<u>-</u>	<u>512,749</u>
Total assets	<u><u>512,752</u></u>	<u><u>1,242,418</u></u>	<u><u>1,755,170</u></u>
<b>LIABILITIES</b>			
Due to other governments	<u>\$ 512,752</u>	<u>\$ -</u>	<u>\$ 512,752</u>
Total liabilities	<u>512,752</u>	<u>-</u>	<u>512,752</u>
<b>NET POSITION</b>			
Restricted	<u>-</u>	<u>1,242,418</u>	<u>1,242,418</u>
Total net position	<u><u>\$ -</u></u>	<u><u>\$ 1,242,418</u></u>	<u><u>\$ 1,242,418</u></u>

**CITY OF KENNER, LOUISIANA**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**CUSTODIAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

	<b>AIRPORT SALES TAX FUND</b>	<b>VETERANS BLVD ECONOMIC DEVELOPMENT FUND</b>	<b>TOTAL</b>
<b>ADDITIONS</b>			
Taxes	\$ 4,401,792	\$ 198,935	\$ 4,600,727
Total additions	4,401,792	198,935	4,600,727
<b>DEDUCTIONS</b>			
Distributions to other governments	4,401,792	-	4,401,792
Total deductions	4,401,792	-	4,401,792
Change in net position	-	198,935	198,935
Net position - beginning of year	-	1,043,483	1,043,483
Net position - end of year	\$ -	\$ 1,242,418	\$ 1,242,418

**CITY OF KENNER, LOUISIANA**  
**SCHEDULE OF COUNCILPERSONS' COMPENSATION**  
**YEAR ENDED JUNE 30, 2025**

<u>COUNCILPERSON</u>	<u>NUMBER OF DAYS SERVED</u>	<u>COMPENSATION</u>
Kristi McKinney	365	\$ 36,055
Thomas Willmott	365	45,498
George Branigan	365	39,031
Deleger Dunn	365	31,556
Ronald Scharwath	365	40,748
Joseph Lahatte	365	31,017
Brian Brennan	365	<u>39,033</u>
		<u>\$ 262,938</u>

**SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS**  
**TO AGENCY HEAD OR CHIEF EXECUTIVE OFFICER**  
**JUNE 30, 2025**

Agency Head Name: Michael J. Glaser, Mayor  
Period: July 1, 2024 - June 30, 2025

Salary	\$	115,574
Benefits - insurance		9,466
Benefits - retirement		32,361
Reimbursements		5,700
Automobile expenses		<u>6,000</u>
	\$	<u>169,101</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, 2025**

	First Six Month Period Ended <u>12/31/2024</u>	Second Six Month Period Ended <u>06/30/2025</u>
Cash Basis Presentation		
Receipts From:		
LA Office of Motor Vehicles, Criminal Court Costs/Fees	<u>\$ 3,738</u>	<u>\$ 2,463</u>
Subtotal Receipts	<u>\$ 3,738</u>	<u>\$ 2,463</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, 2025**

	First Six Month Period Ended 12/31/2024	Second Six Month Period Ended 06/30/2025
Cash Basis Presentation		
Beginning Balance of Amounts Collected	<u>\$ 4,293,443</u>	<u>\$ 5,024,267</u>
Add Collections:		
Bond Fees	\$ 65,614	\$ 63,684
Pre-Trial Diversion Program Fees	125,270	156,693
Criminal Costs/Fees	89,823	94,115
Criminal Fees - Contempt	8,498	12,596
Criminal Fines - Other	380,489	413,210
Service/Collection Fees	57,398	62,600
Other	<u>147,662</u>	<u>158,365</u>
Subtotal Collections	<u>\$ 874,754</u>	<u>\$ 961,263</u>
Less Disbursements to Governments & Nonprofits:		
Louisiana Association of Chiefs of Police, Criminal Court Costs/Fees	\$ 1,940	\$ 1,982
Treasurer, State of Louisiana, Criminal Court Costs/Fees	5,569	5,347
Supreme Court of Louisiana, Criminal Court Costs/Fees	8,849	9,316
Crimestoppers, Inc., Criminal Court Costs/Fees	6,093	6,335
LA Commission on Law Enforcement, Criminal Court Costs/Fees	5,876	6,386
24th Judicial District Indigent Defendant Board, Criminal Court Costs/Fees	111,743	117,687
Department of Health and Hospitals, Criminal Court Costs/Fees	<u>3,860</u>	<u>4,744</u>
Subtotal Disbursements/Retainage	<u>\$ 143,930</u>	<u>\$ 151,797</u>
Ending Balance of Amounts Assessed but Not Received	<u>\$ 5,024,267</u>	<u>\$ 5,833,733</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.

### **Contents**

### **Schedules**

#### **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

#### **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)**

	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
Governmental activities					
Net investment in capital assets	\$ 149,042,805	\$ 138,501,616	\$ 131,061,483	\$ 129,458,648	\$ 123,879,923
Restricted	6,604,685	9,097,420	9,212,571	9,853,877	9,129,011
Unrestricted	<u>(40,835,794)</u>	<u>(41,045,645)</u>	<u>(53,958,644)</u>	<u>(40,073,193)</u>	<u>(34,684,716)</u>
Total governmental activities net position	<u>\$ 114,811,696</u>	<u>\$ 106,553,391</u>	<u>\$ 86,315,410</u>	<u>\$ 99,239,332</u>	<u>\$ 98,324,218</u>
Business-type activities					
Net investment in capital assets	\$ 59,774,596	\$ 63,270,535	\$ 59,419,503	\$ 54,030,338	\$ 51,167,760
Restricted	13,027,560	13,384,442	14,776,869	16,176,932	9,170,548
Unrestricted	<u>(997,691)</u>	<u>(6,210,890)</u>	<u>(6,645,075)</u>	<u>(8,556,031)</u>	<u>(266,727)</u>
Total business-type activities net position	<u>\$ 71,804,465</u>	<u>\$ 70,444,087</u>	<u>\$ 67,551,297</u>	<u>\$ 61,651,239</u>	<u>\$ 60,071,581</u>
Primary government					
Net investment in capital assets	\$ 208,817,401	\$ 201,772,151	\$ 190,480,986	\$ 183,488,986	\$ 175,047,683
Restricted	19,632,245	22,481,862	23,989,440	26,030,809	18,299,559
Unrestricted	<u>(41,833,485)</u>	<u>(47,256,535)</u>	<u>(60,603,719)</u>	<u>(48,629,224)</u>	<u>(34,951,443)</u>
Total primary government net position	<u>\$ 186,616,161</u>	<u>\$ 176,997,478</u>	<u>\$ 153,866,707</u>	<u>\$ 160,890,571</u>	<u>\$ 158,395,799</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)

				(Restated)	
	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Governmental activities					
Net investment in capital assets	\$ 145,247,752	\$ 137,320,415	\$ 131,102,992	\$ 130,737,408	\$ 133,558,785
Restricted	38,538,685	36,634,898	36,844,851	14,273,471	19,918,704
Unrestricted	<u>(96,510,270)</u>	<u>(57,870,697)</u>	<u>(49,002,354)</u>	<u>(23,423,871)</u>	<u>(21,863,814)</u>
Total governmental activities net position	<u>\$ 87,276,167</u>	<u>\$ 116,084,616</u>	<u>\$ 118,945,489</u>	<u>\$ 121,587,008</u>	<u>\$ 131,613,675</u>
Business-type activities					
Net investment in capital assets	\$ 49,317,389	\$ 47,440,010	\$ 44,474,455	\$ 43,634,793	\$ 45,511,481
Restricted	10,120,330	12,022,015	12,070,382	4,915,916	4,857,303
Unrestricted	<u>(1,652,109)</u>	<u>(5,656,978)</u>	<u>(5,657,450)</u>	<u>1,951,451</u>	<u>3,737,745</u>
Total business-type activities net position	<u>\$ 57,785,610</u>	<u>\$ 53,805,047</u>	<u>\$ 50,887,387</u>	<u>\$ 50,502,160</u>	<u>\$ 54,106,529</u>
Primary government					
Net investment in capital assets	\$ 194,565,141	\$ 184,760,425	\$ 175,577,447	\$ 174,372,201	\$ 179,070,266
Restricted	48,659,015	48,656,913	48,915,233	19,189,387	24,776,007
Unrestricted	<u>(98,162,379)</u>	<u>(63,527,675)</u>	<u>(54,659,804)</u>	<u>(21,472,420)</u>	<u>(18,126,069)</u>
Total primary government net position	<u>\$ 145,061,777</u>	<u>\$ 169,889,663</u>	<u>\$ 169,832,876</u>	<u>\$ 172,089,168</u>	<u>\$ 185,720,204</u>

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

	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
<b>Expenses</b>					
Governmental activities:					
General government	\$ 14,836,858	\$ 16,586,949	\$ 15,358,488	\$ 12,481,649	\$ 15,477,985
Public safety	30,883,950	33,467,757	35,312,148	32,024,036	38,724,619
Public works	32,764,458	24,782,776	25,194,381	25,521,327	26,461,697
Health and welfare	613,131	858,793	1,118,220	465,377	807,725
Culture and recreation	7,008,906	9,948,548	7,139,313	5,209,904	5,612,076
Transit and urban development	2,922,725	1,588,093	1,616,963	1,366,794	2,013,063
Interest on long-term debt and other charges	2,023,349	1,972,444	1,914,936	1,949,980	1,818,282
Debt issuance costs	-	-	-	-	41,325
Total governmental activities expenses	<u>91,053,377</u>	<u>89,205,360</u>	<u>87,654,449</u>	<u>79,019,067</u>	<u>90,956,772</u>
Business-type activities:					
Wastewater operations	10,344,589	10,148,155	12,131,852	11,781,751	10,189,845
Civic center operations	3,461,541	3,091,574	2,795,722	2,533,012	2,556,339
Total business-type activities expenses	<u>13,806,130</u>	<u>13,239,729</u>	<u>14,927,574</u>	<u>14,314,763</u>	<u>12,746,184</u>
Total primary government expenses	<u>\$ 104,859,507</u>	<u>\$ 102,445,089</u>	<u>\$ 102,582,023</u>	<u>\$ 93,333,830</u>	<u>\$ 103,702,956</u>
<b>Program Revenues</b>					
Governmental activities:					
Charges for services:					
General government	\$ 8,518,059	\$ 8,537,637	\$ 7,752,734	\$ 7,125,479	\$ 5,962,627
Public safety	3,651,930	3,542,687	4,261,438	4,540,654	4,667,909
Public works	7,796,416	4,699,524	5,814,361	5,430,424	5,046,721
Other activities	1,310,601	1,774,337	1,788,108	2,031,554	1,561,699
Operating grants and contributions	2,225,208	2,396,402	2,781,272	4,807,988	11,229,153
Capital grants and contributions	3,135,333	5,244,371	5,545,840	10,775,121	7,637,006
Total governmental activities program revenues	<u>26,637,547</u>	<u>26,194,958</u>	<u>27,943,753</u>	<u>34,711,220</u>	<u>36,105,115</u>
Business-type activities:					
Charges for services:					
Wastewater operations	8,146,011	8,810,605	8,305,494	7,770,473	8,588,011
Civic center operations	1,440,206	1,458,603	1,553,304	1,352,263	913,598
Operating grants and contributions	-	-	-	-	5,170
Capital grants and contributions	8,925,652	657,463	984,220	138,937	491,268
Total business-type activities program revenues	<u>18,511,869</u>	<u>10,926,671</u>	<u>10,843,018</u>	<u>9,261,673</u>	<u>9,998,047</u>
Total primary government program revenues	<u>\$ 45,149,416</u>	<u>\$ 37,121,629</u>	<u>\$ 38,786,771</u>	<u>\$ 43,972,893</u>	<u>\$ 46,103,162</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)**

	(Restated)				
	2021	2022	2023	2024	2025
<b>Expenses</b>					
Governmental activities:					
General government	\$ 16,542,202	\$ 20,603,881	\$ 20,305,624	\$ 18,895,211	\$ 20,541,866
Public safety	39,321,598	61,965,240	42,693,086	46,310,136	49,650,537
Public works	27,879,499	26,185,656	25,453,817	24,589,635	22,429,698
Health and welfare	717,023	82,478	376,962	218,468	(21,780)
Culture and recreation	5,240,077	4,613,177	4,150,329	4,363,513	5,253,246
Transit and urban development	2,331,725	1,758,667	1,187,005	1,469,646	1,777,305
Interest on long-term debt and other charges	829,732	1,232,947	1,287,384	1,262,896	1,390,797
Debt issuance costs	579,755	-	-	-	168,272
Total governmental activities expenses	<u>93,441,611</u>	<u>116,442,046</u>	<u>95,454,207</u>	<u>97,109,505</u>	<u>101,189,941</u>
Business-type activities:					
Wastewater operations	10,461,179	12,482,239	12,026,652	11,344,472	10,954,371
Civic center operations	2,445,117	2,644,136	2,742,083	2,684,308	2,614,805
Total business-type activities expenses	<u>12,906,296</u>	<u>15,126,375</u>	<u>14,768,735</u>	<u>14,028,780</u>	<u>13,569,176</u>
Total primary government expenses	<u>\$ 106,347,907</u>	<u>\$ 131,568,421</u>	<u>\$ 110,222,942</u>	<u>\$ 111,138,285</u>	<u>\$ 114,759,117</u>
<b>Program Revenues</b>					
Governmental activities:					
Charges for services:					
General government	\$ 5,897,413	\$ 6,206,645	\$ 6,437,114	\$ 7,050,471	\$ 6,866,026
Public safety	4,574,049	4,053,381	3,945,585	4,620,072	4,642,415
Public works	5,542,394	5,268,659	6,350,983	6,445,742	8,130,595
Other activities	923,026	1,358,792	1,570,099	1,676,571	1,648,247
Operating grants and contributions	5,885,037	40,850,365	5,060,042	3,156,528	6,397,744
Capital grants and contributions	4,364,872	5,040,511	2,999,779	6,374,064	5,039,685
Total governmental activities program revenues	<u>27,186,791</u>	<u>62,778,353</u>	<u>26,363,602</u>	<u>29,323,448</u>	<u>32,724,712</u>
Business-type activities:					
Charges for services:					
Wastewater operations	8,196,502	8,711,014	8,791,301	10,723,081	13,072,557
Civic center operations	1,130,917	940,347	1,537,106	1,529,108	1,407,885
Operating grants and contributions	-	-	-	-	-
Capital grants and contributions	504,676	725,304	-	93,724	1,571,513
Total business-type activities program revenues	<u>9,832,095</u>	<u>10,376,665</u>	<u>10,328,407</u>	<u>12,345,913</u>	<u>16,051,955</u>
Total primary government program revenues	<u>\$ 37,018,886</u>	<u>\$ 73,155,018</u>	<u>\$ 36,692,009</u>	<u>\$ 41,669,361</u>	<u>\$ 48,776,667</u>

(Continued)

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

	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
<b>Net (Expense) Revenue</b>					
Governmental activities	\$ (64,415,830)	\$ (63,010,402)	\$ (59,710,696)	\$ (44,307,847)	\$ (54,851,657)
Business-type activities	<u>4,705,739</u>	<u>(2,313,058)</u>	<u>(4,084,556)</u>	<u>(5,053,090)</u>	<u>(2,748,137)</u>
Total primary government net expense	<u>\$ (59,710,091)</u>	<u>\$ (65,323,460)</u>	<u>\$ (63,795,252)</u>	<u>\$ (49,360,937)</u>	<u>\$ (57,599,794)</u>
<b>General Revenues and Other Changes in Net Position</b>					
Governmental activities:					
Taxes:					
Ad valorem	\$ 8,096,586	\$ 8,118,440	\$ 8,238,143	\$ 8,419,900	\$ 8,587,467
Hotel/motel*	274,270	283,656	499,322	202,958	194,796
Sales and use	32,423,441	33,751,167	33,732,865	36,622,373	34,790,081
Beer tax	67,959	65,301	62,159	60,711	59,227
Parking	2,760,154	2,885,134	3,101,075	3,236,930	2,500,818
Franchise	7,650,076	7,539,276	7,444,344	7,180,721	6,132,818
Grants/contributions not restricted to specific programs	24,511	101,102	35,722	29,933	54,558
Interest	374,122	493,319	605,697	944,943	838,237
Miscellaneous	553,877	302,527	449,888	328,814	313,406
Settlement proceeds	6,960,079	-	-	-	-
Gain (loss) on disposal of capital assets	700,894	773,000	-	22,500	203,400
Transfers	<u>(9,428)</u>	<u>439,175</u>	<u>318,548</u>	<u>271,986</u>	<u>171,735</u>
Total governmental activities	<u>59,876,541</u>	<u>54,752,097</u>	<u>54,487,763</u>	<u>57,321,769</u>	<u>53,846,543</u>
Business-type activities:					
Taxes:					
Ad valorem	542,529	544,023	552,033	564,211	574,499
Hotel/motel*	266,042	275,146	325,883	196,869	188,951
Sales and use	-	-	-	-	-
Franchise	394,707	387,544	409,430	375,944	369,355
Grants/contributions not restricted to specific programs	112,028	-	-	-	-
Interest	172,451	175,142	222,968	287,953	207,409
Miscellaneous	10,505	-	-	-	-
Gain (loss) on disposal of capital assets	(112,846)	10,000	-	(1,999,959)	-
Proceeds from insurance	-	-	-	-	-
Transfers	<u>9,428</u>	<u>(439,175)</u>	<u>(318,548)</u>	<u>(271,986)</u>	<u>(171,735)</u>
Total business-type activities	<u>1,394,844</u>	<u>952,680</u>	<u>1,191,766</u>	<u>(846,968)</u>	<u>1,168,479</u>
Total primary government	<u>\$ 61,271,385</u>	<u>\$ 55,704,777</u>	<u>\$ 55,679,529</u>	<u>\$ 56,474,801</u>	<u>\$ 55,015,022</u>
<b>Change in Net Position</b>					
Governmental activities	\$ (4,539,289)	\$ (8,258,305)	\$ (5,222,933)	\$ 13,013,922	\$ (1,005,114)
Business-type activities	<u>6,100,583</u>	<u>(1,360,378)</u>	<u>(2,892,790)</u>	<u>(5,900,058)</u>	<u>(1,579,658)</u>
Total primary government	<u>\$ 1,561,294</u>	<u>\$ (9,618,683)</u>	<u>\$ (8,115,723)</u>	<u>\$ 7,113,864</u>	<u>\$ (2,584,772)</u>

(Continued)

	(Restated)	(Restated)	(Restated)	
2021	2022	2023	2024	2025

### General Revenues and Other Changes in Net Position

Taxes:

Business-type activities:

Taxes:

Total business-type activities

### Change in Net Position

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

	<b>Fiscal Year</b>				
	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
General fund					
Nonspendable	\$ 132,955	\$ 140,429	\$ 505,737	\$ 515,503	\$ 63,170
Restricted	1,768,991	1,803,344	2,108,511	2,781,633	2,505,370
Committed	3,435,096	584,870	657,696	367,188	271,336
Assigned	2,219,967	1,712,310	3,756,456	1,573,848	7,406,301
Unassigned	<u>8,855,189</u>	<u>11,213,217</u>	<u>10,030,526</u>	<u>16,510,347</u>	<u>15,315,500</u>
Total general fund	<u>\$ 16,412,198</u>	<u>\$ 15,454,170</u>	<u>\$ 17,058,926</u>	<u>\$ 21,748,519</u>	<u>\$ 25,561,677</u>
All other governmental funds					
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	27,129,795	21,941,251	22,717,278	23,126,211	15,610,496
Committed	17,980,162	17,732,624	18,410,977	19,974,112	24,615,123
Assigned	-	-	-	-	-
Unassigned	<u>(22,358)</u>	<u>(293,544)</u>	<u>(28,831)</u>	<u>41,225</u>	<u>128,562</u>
Total all other governmental funds	<u>\$ 45,087,599</u>	<u>\$ 39,380,331</u>	<u>\$ 41,099,424</u>	<u>\$ 43,141,548</u>	<u>\$ 40,354,181</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)  
(Unaudited)

		(Restated)	(Restated)	(Restated)	
			Fiscal Year		
	2021	2022	2023	2024	2025
General fund					
Nonspendable	\$ 648,898	\$ 1,074,620	\$ 1,503,535	\$ 154,490	\$ 1,103,995
Restricted	1,735,581	1,605,753	1,586,230	1,672,647	852,173
Committed	370,856	1,228,279	656,573	471,812	405,261
Assigned	1,016,776	-	-	-	15,514,436
Unassigned	23,634,621	36,149,923	41,335,741	45,447,254	34,345,170
Total general fund	<u>\$ 27,406,732</u>	<u>\$ 40,058,575</u>	<u>\$ 45,082,079</u>	<u>\$ 47,746,203</u>	<u>\$ 52,221,035</u>
All other governmental funds					
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	19,363,651	22,033,963	22,910,366	20,856,559	26,713,129
Committed	19,219,937	12,264,620	9,687,345	7,970,277	5,344,817
Assigned	-	-	-	-	-
Unassigned	198,244	(69,335)	(85,399)	(34,855)	(80,903)
Total all other governmental funds	<u>\$ 38,781,832</u>	<u>\$ 34,229,248</u>	<u>\$ 32,512,312</u>	<u>\$ 28,791,981</u>	<u>\$ 31,977,043</u>



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

	<b>Fiscal Year</b>				
	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
<b>Revenues</b>					
Taxes	\$ 51,327,286	\$ 52,588,514	\$ 52,841,647	\$ 55,119,890	\$ 51,580,860
Licenses and permits	7,027,733	3,897,098	5,314,977	5,018,406	3,929,419
Intergovernmental	4,769,560	7,501,068	7,433,369	12,114,120	17,838,518
Charges for services	4,680,205	4,857,515	4,764,982	4,520,445	4,910,699
Fines and forfeitures	1,894,829	2,165,691	2,421,112	2,211,169	1,384,318
Interest	333,946	414,856	520,678	870,649	762,468
Miscellaneous	1,389,177	1,128,366	1,200,392	2,202,676	1,592,394
Total revenues	<u>71,422,736</u>	<u>72,553,108</u>	<u>74,497,157</u>	<u>82,057,355</u>	<u>81,998,676</u>
<b>Expenditures</b>					
General government	12,118,543	13,462,653	12,475,852	11,276,228	13,390,683
Public safety	28,579,578	28,772,959	29,989,256	30,606,677	32,406,167
Public works	21,777,427	21,073,634	14,995,569	22,387,195	23,850,966
Health and welfare	507,252	647,243	774,831	540,728	528,128
Culture and recreation	5,327,908	8,372,602	5,825,754	4,229,515	4,591,669
Transit and urban development	2,796,924	1,509,933	1,378,299	1,358,396	1,776,046
Debt Service					
Principal	5,109,170	4,620,744	4,808,892	3,024,760	4,692,220
Interest and fiscal charges	1,987,594	1,934,814	1,875,997	1,819,177	1,701,434
Agent fees	-	-	4,000	152,690	139,248
Debt issuance costs	-	-	-	-	41,325
Miscellaneous	36,000	36,000	36,000	36,000	36,000
Total expenditures	<u>78,240,396</u>	<u>80,430,582</u>	<u>72,164,450</u>	<u>75,431,366</u>	<u>83,153,886</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,817,660)</u>	<u>(7,877,474)</u>	<u>2,332,707</u>	<u>6,625,989</u>	<u>(1,155,210)</u>
<b>Other financing sources (uses)</b>					
Proceeds from sale of property	700,894	773,000	-	22,500	203,400
Transfers in	18,273,409	22,248,288	20,441,257	22,105,830	20,594,611
Transfers out	(18,282,837)	(21,809,110)	(20,122,709)	(22,022,603)	(20,770,892)
Premium on bonds issued	-	-	-	-	-
Long-term debt issued	-	-	-	-	1,750,000
Payment to refunded bonds escrow agent	-	-	672,594	-	403,887
Proceeds of refunding bonds and other debt	-	-	-	-	-
Total other financing sources (uses)	<u>691,466</u>	<u>1,212,178</u>	<u>991,142</u>	<u>105,727</u>	<u>2,181,006</u>
<b>Special item</b>					
Proceeds from BP settlement	6,960,079	-	-	-	-
Net change in fund balances	<u>\$ (6,126,194)</u>	<u>\$ (6,665,296)</u>	<u>\$ 3,323,849</u>	<u>\$ 6,731,716</u>	<u>\$ 1,025,796</u>
Capital expenditures	5,036,558	10,251,979	4,816,430	10,790,959	12,483,519
Non-capital expenditures	73,203,838	70,178,603	67,348,020	64,640,407	70,670,367
Debt service, (interest and principal only) as a percentage of noncapital expenditures	<u>9.69%</u>	<u>9.34%</u>	<u>9.93%</u>	<u>7.49%</u>	<u>9.05%</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)  
(Unaudited)

	(Restated)		(Restated)	(Restated)	
	Fiscal Year				
	2021	2022	2023	2024	2025
Revenues					
Taxes	\$ 53,843,051	\$ 65,280,456	\$ 66,862,011	\$ 65,729,438	\$ 73,152,384
Licenses and permits	3,749,745	3,924,954	5,286,680	4,411,619	4,105,982
Intergovernmental	8,976,690	28,264,382	4,466,488	5,888,155	7,934,037
Charges for services	5,093,998	4,485,364	4,683,032	5,681,940	7,106,361
Fines and forfeitures	975,999	1,102,593	1,254,117	1,265,980	1,696,499
Interest	126,137	208,579	2,342,237	3,818,426	3,547,698
Insurance proceeds	-	15,864,121	1,777,589	225,000	-
Miscellaneous	1,171,148	1,445,353	1,186,101	1,552,296	1,857,318
Total revenues	73,936,768	120,575,802	87,858,255	88,572,854	99,400,279
Expenditures					
General government	14,557,643	20,254,269	18,030,144	16,806,045	18,446,682
Public safety	32,099,946	63,097,561	38,722,553	40,210,647	45,145,711
Public works	19,379,316	22,124,209	18,997,275	21,146,192	19,552,207
Health and welfare	468,528	387,204	229,138	240,704	274,928
Culture and recreation	3,554,691	3,243,500	2,831,944	3,517,061	4,742,924
Transit and urban development	2,118,323	1,738,780	991,657	1,462,842	1,789,957
Debt Service					
Principal	1,252,000	1,943,117	4,508,762	4,610,727	5,301,535
Interest and fiscal charges	1,213,371	942,749	1,006,812	982,901	1,090,516
Agent fees	38,543	-	-	-	-
Debt issuance costs	-	-	-	-	168,272
Miscellaneous	36,000	36,000	36,000	36,000	46,000
Total expenditures	74,718,361	113,767,389	85,354,285	89,013,119	96,558,732
Excess (deficiency) of revenues over (under) expenditures	(781,593)	6,808,413	2,503,970	(440,265)	2,841,547
Other financing sources (uses)					
Proceeds from sale of property	55,000	-	705,000	70,000	154,370
Transfers in	24,590,563	40,264,782	32,540,421	30,541,030	24,950,503
Transfers out	(24,224,320)	(39,936,612)	(32,442,823)	(30,186,895)	(25,656,334)
Premium on bonds issued	-	-	-	-	454,808
Long-term debt issued	-	-	-	-	4,915,000
Increase in obligations under finance lease	633,056	962,676	-	133,543	-
Proceeds of refunding bonds and other debt	-	-	-	-	-
Total other financing sources (uses)	1,054,299	1,290,846	802,598	557,678	4,818,347
Special item					
Proceeds from BP settlement	-	-	-	-	-
Funds returned to FEMA	-	-	-	(1,173,620)	-
Net change in fund balances	\$ 272,706	\$ 8,099,259	\$ 3,306,568	\$ (1,056,207)	\$ 7,659,894
Capital expenditures	5,979,890	8,431,967	4,989,755	7,500,023	8,534,130
Non-capital expenditures	68,738,471	104,719,046	80,364,530	81,513,096	88,024,602
Debt service, (interest and principal only) as a percentage of noncapital expenditures	3.59%	2.76%	6.86%	6.86%	7.26%

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

<u>Fiscal Year</u>	<u>City Direct Rate (1)</u>	<u>Overlapping Rates</u>	
		<u>Jefferson Parish (2)</u>	<u>Jefferson Parish School Board</u>
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%
2024	2.5833%	0.1667%	2.0000%
2025	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**  
(Unaudited)

<b>Fiscal Year</b>	<b>Real Estate</b>	<b>Personal Property</b>	<b>Tax Sale</b>	<b>Public Service Corporations</b>	<b>Railway Rolling Stock</b>	<b>Total Assessments</b>	<b>Less: Tax Exempt Real Property</b>	<b>Total Taxable Assessed Value</b>	<b>Total Direct Tax Rate</b>	<b>Estimated Actual Taxable Value</b>	<b>Assessed Value as a Percentage of Actual Value (1)</b>
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%
2024	586,715,040	118,474,447	3,258,840	45,665,930	156,790	754,271,047	101,687,602	652,583,445	28.16	6,995,053,247	9.33%
2025	595,846,090	125,853,998	3,176,970	48,428,093	160,680	773,465,831	101,081,302	672,384,529	28.16	7,153,182,407	9.40%

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, 2024. 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)

<b>Fiscal Year</b>	<b>City Direct Rates</b>							<b>Overlapping Rate</b>	<b>Total Direct &amp; Overlapping Rates</b>
	<b>Basic Rate</b>	<b>Garbage Collection</b>	<b>Fire Protection</b>	<b>General Obligation Debt Service</b>	<b>Street Maintenance &amp; Improvement</b>	<b>Wastewater Operations</b>	<b>Total Direct</b>	<b>Jefferson Parish Districts (1)</b>	
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
2024	1.90	1.56	18.20	-	5.40	1.10	28.16	78.49	106.65
2025	1.90	1.56	18.20	-	5.40	1.10	28.16	78.09	106.25

(1) Source: Jefferson Parish Assessor.

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

Taxpayer	June 30, 2025			June 30, 2016		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Lakeshore CDJR of Kenner, LLC	\$ 17,228,626	1	1.72%			
Entergy Louisiana LLC	12,907,954	2	1.29%	\$ 8,581,637	2	1.40%
Entergy Services LLC	9,809,130	3	0.98%	7,409,650	3	1.20%
Five Properties LLC	9,584,840	4	0.95%	9,291,940	1	1.50%
Pellerin Milnor Corp.	8,367,619	5	0.83%	5,809,329	4	1.00%
Southwest Airlines	7,113,530	6	0.71%	5,260,050	5	0.86%
Treasure Chest Casino	6,863,335	7	0.68%	3,881,153	8	0.64%
NOLA Airport 319 LLC	5,765,230	8	0.57%			
Atmos Energy Corp.	5,749,230	9	0.57%			
United Airlines	5,159,780	10	0.51%	3,271,320	9	0.54%
Esplanade Mall Ltd. Ptn				4,449,050	6	0.73%
WalMart				4,075,200	7	0.67%
Lakes of Chateau Estates				3,127,180	10	0.51%
Total	<u>\$ 88,549,274</u>		<u>8.81%</u>	<u>\$ 55,156,509</u>		<u>9.05%</u>

Source: City of Kenner Finance Department

**CITY OF KENNER, LOUISIANA**  
**SCHEDULE 9 -- PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**  
(Unaudited)

<b>Fiscal Year</b>	<b>Taxes Levied for the Fiscal Year</b>	<b>Collected (or Adjusted) within the Fiscal Year of the Levy</b>		<b>Collections in Subsequent Years</b>	<b>Total Collections to Date</b>	
		<b>Amount</b>	<b>Percentage of Levy</b>		<b>Amount</b>	<b>Percentage of Levy</b>
2016	\$ 8,787,704	\$ 8,488,335	96.59%	\$ 169,312	\$ 8,657,647	98.52%
2017	8,737,422	8,456,190	96.78%	151,338	8,607,528	98.51%
2018	8,865,327	8,551,461	96.46%	167,935	8,719,396	98.35%
2019	9,055,354	8,779,021	96.95%	178,582	8,957,603	98.92%
2020	9,310,343	8,862,523	95.19%	248,246	9,110,769	97.86%
2021	9,772,025	9,365,502	95.84%	353,006	9,718,508	99.45%
2022	9,821,052	9,290,701	94.60%	452,106	9,742,807	99.20%
2023	10,588,859	10,356,313	97.80%	182,464	10,538,777	99.53%
2024	11,117,893	10,839,050	97.49%	131,641	10,970,691	98.68%
2025	18,378,232	17,841,332	97.08%	N/A	17,841,332	97.08%

Source: City of Kenner Finance Department

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

Fiscal Year	Sales Tax Revenue Bonds	Limited Tax 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)
									LDEQ Loans	Sewer Revenue Bonds		
2016	\$ 37,700,000	\$ -	\$ -	\$3,735,000	\$ 12,967,497	\$ 1,989,179	\$ -	\$ -	\$ 119,270	\$30,873,177	\$ 87,384,123	5.05%
2017	36,095,000	-	-	1,880,000	17,134,822	1,889,435	-	-	799,427	32,018,478	89,817,162	5.10%
2018	34,445,000	-	-	-	16,065,822	1,786,355	565,782	-	2,614,002	32,299,000	87,775,961	4.79%
2019	32,745,000	-	-	-	14,988,822	1,668,221	436,157	-	6,291,497	30,780,000	86,909,697	4.80%
2020	30,975,000	-	1,582,000	-	13,902,822	-	687,917	-	6,778,268	29,711,000	83,637,007	4.29%
2021	34,825,000	-	1,424,000	-	12,808,822	-	1,030,786	-	6,540,795	28,092,000	84,721,403	4.29%
2022	34,825,000	-	1,261,000	-	11,572,822	-	1,862,184	-	6,567,886	26,409,000	82,497,892	4.13%
2023	32,385,000	-	1,094,000	-	10,326,822	-	2,149,236	510,490	7,465,357	24,696,000	78,626,905	3.76%
2024	29,925,000	-	922,000	-	9,071,822	-	1,717,840	351,701	7,236,656	22,963,000	72,188,019	3.23%
2025	27,440,000	4,515,000	744,000	-	7,805,822	-	2,060,691	181,797	9,151,290	21,205,000	73,103,600	2.71%

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**  
(Unaudited)

<b>Fiscal Year</b>	<b>General Bonded Debt Outstanding</b>			<b>Percentage of Estimated Actual Taxable Value of Property (1)</b>	<b>Per Capita (2)</b>
	<b>General Obligation Bonds</b>	<b>Debt Service Monies Available</b>	<b>Net General Obligation Bonds Outstanding</b>		
2016	\$ -	\$ -	\$ -	-	\$ -
2017	-	-	-	-	-
2018	-	-	-	-	-
2019	-	-	-	-	-
2020	-	-	-	-	-
2021	-	-	-	-	-
2022	-	-	-	-	-
2023	-	-	-	-	-
2024	-	-	-	-	-
2025	-	-	-	-	-

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, 2025**  
(Unaudited)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (1)</u>	<u>Estimated Share of Overlapping Debt</u>
Jefferson Parish	\$ 578,769,000	17.51%	\$ 101,342,452
Jefferson Parish Public School System	\$ 139,623,000	14.98%	<u>20,915,525</u>
Subtotal, overlapping debt			122,257,977
City direct debt			<u>42,747,310</u>
Total direct and overlapping debt			<u><u>\$ 165,005,287</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)**

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Debt Limit	\$ 213,310,908	\$ 216,023,963	\$ 219,973,239	\$ 225,183,545	\$ 234,755,147	\$ 235,542,224	\$ 244,395,674	\$ 255,039,187	\$ 263,994,866	\$ 270,713,041
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	<u>\$ 213,310,908</u>	<u>\$ 216,023,963</u>	<u>\$ 219,973,239</u>	<u>\$ 225,183,545</u>	<u>\$ 234,755,147</u>	<u>\$ 235,542,224</u>	<u>\$ 244,395,674</u>	<u>\$ 255,039,187</u>	<u>\$ 263,994,866</u>	<u>\$ 270,713,041</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>

<b>Legal Debt Margin Calculation for Fiscal Year 2025</b>	
Assessed value	<u>\$ 773,465,831</u>
Debt limit -- 35% of assessed value	\$ 270,713,041
General obligation and excess revenue bonds	\$ -
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>\$ 270,713,041</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**  
(Unaudited)

Fiscal Year	Sales Tax Bonds			
	Sales Tax Collections	Debt Service		Coverage
		Principal	Interest	
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
2024	21,791,159	2,460,000	655,630	6.99
2025	18,765,215	2,485,000	630,907	6.02

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**  
(Unaudited)

<b>Fiscal Year</b>	<b>(1) Population</b>	<b>Personal Income</b>	<b>(2) (4) Per Capita Personal Income</b>	<b>(3) Unemployment Rate</b>
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%
2024	63,333	2,235,654,900	35,300	4.6%
2025	64,240	2,697,694,560	41,994	3.8%

- (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.

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

<b>Employer</b>	<b>June 30, 2025</b>			<b>June 30, 2016</b>		
	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total City Employment</b>	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total City Employment</b>
Louis Armstrong Airport	4,189	1	13.59%			
Ochsner Medical Center	1,571	2	5.10%	970	1	2.89%
City of Kenner	622	3	2.02%	589	4	1.76%
Treasure Chest Casino	506	4	1.64%	700	2	2.09%
Pellerin Milnor Group	420	5	1.36%	588	5	1.76%
Cycle Construction	120	6	0.39%			
Alfred Conhagen Inc. of LA	80	7	0.26%			
GBP Direct Inc	46	8	0.15%			
Gulf South Pipeline Company LP	30	9	0.10%			
Harlon's LA Fish LLC	30	10	0.10%			
Cross Road Centers				600	3	1.79%
Sams Club				250	6	0.75%
Atlas Global Trade Solutions				207	7	0.62%
Macy's Inc.				185	8	0.55%
St. Theresa's Medical Center				165	9	0.49%
Waldon Healthcare Center				140	10	0.42%
Total	<u>7,614</u>		<u>24.71%</u>	<u>4,394</u>		<u>13.12%</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									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General government	85	88	83	91	97	93	81	88	90	88
Public safety	324	318	311	338	326	322	313	323	361	358
Public works	68	69	73	84	113	106	109	104	106	106
Health and welfare	34	38	34	34	34	26	26	24	26	25
Culture and recreation	64	69	54	38	35	33	29	27	23	27
Transit and urban development	14	12	19	21	21	20	19	20	19	18
Total	589	594	574	606	626	600	577	586	625	622

Source: City of Kenner payroll department.

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

<b>Function</b>	<b>Fiscal Year 2016</b>	<b>Fiscal Year 2017</b>	<b>Fiscal Year 2018</b>	<b>Fiscal Year 2019</b>	<b>Fiscal Year 2020</b>	<b>Fiscal Year 2021</b>	<b>Fiscal Year 2022</b>	<b>Fiscal Year 2023</b>	<b>Fiscal Year 2024</b>	<b>Fiscal Year 2025</b>
Police										
Physical arrests	7,333	6,134	5,692	4,110	3,103	3,280	2,145	3,844	4,129	4,454
Parking violations	418	471	384	548	409	324	258	142	158	132
Traffic violations	17,139	15,292	15,586	18,899	12,880	10,515	13,732	7,660	8,866	12,597
Fire										
Emergency responses	1,728	1,706	2,044	2,124	2,191	2,454	3,040	2,858	2,867	2,509
Fires extinguished	146	113	203	151	157	81	135	128	159	142
Refuse collection										
Refuse collected (tons per month)	2,908	2,914	3,049	3,089	3,517	3,757	4,078	4,078	3,079	3,000
Recyclables collected (tons per month)	30.00	80.15	74.85	52.84	25.44	16.18	16.00	16.00	62.02	57.71
Other public works										
Street resurfacing (sq. ft.)	3,705	3,890	3,890	4,680	2,410	2,700	44,200	47,000	277,066	23,947
Potholes repaired	1,154	2,017	855	258	151	157	196	210	300	1,937
Wastewater										
Average daily sewage treatment (mil per day)	10.6	11.8	10.6	10.6	11.1	11.1	12.2	11.2	12.6	14.5

Source: City of Kenner Finance Department.



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

<b>Function</b>	<b>Fiscal Year 2016</b>	<b>Fiscal Year 2017</b>	<b>Fiscal Year 2018</b>	<b>Fiscal Year 2019</b>	<b>Fiscal Year 2020</b>	<b>Fiscal Year 2021</b>	<b>Fiscal Year 2022</b>	<b>Fiscal Year 2023</b>	<b>Fiscal Year 2024</b>	<b>Fiscal Year 2025</b>
Police										
Stations	1	1	1	1	1	1	1	1	1	2
Patrol units	181	180	191	171	184	182	185	227	252	251
Fire										
Stations	6	6	6	5	6	6	6	6	6	6
Pieces of equipment	18	18	20	20	27	28	30	29	28	28
Water										
Water mains (miles)	264	264	264	264	264	264	264	264	264	264
Fire hydrants	2,726	2,919	2,919	2,927	2,928	2,927	2,927	2,867	2,602	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	7,000	7,000	7,060	6,931	7,141	7,160	7,160	7,170	7,180	7,180
Traffic signals	20	20	20	20	20	21	21	21	22	21
Health and welfare	**	**	**	**	**	**	**	**	**	**
Culture and recreation										
Parks	4	4	4	4	4	4	4	4	4	4
Playgrounds	11	11	11	9	9	9	9	9	9	9
Art Galleries and Museums	5	5	5	5	5	5	5	5	5	3
Gymnasiums	10	10	10	9	10	10	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	15.2 MGD	15.2 MGD	15.2 MGD	15.2 MGD	14.3 MGD	14.3 MGD	14.3 MGD	15.2 MGD	14.5 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 30, 2025

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, 2025, 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 30, 2025.

### 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.

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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.



Metairie, 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 30, 2025

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, 2025. 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, 2025.

#### 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.

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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.



Metairie, Louisiana

**CITY OF KENNER, LOUISIANA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

<u>FEDERAL GRANTOR / PASS-THROUGH GRANTOR / PROGRAM TITLE</u>	<u>FEDERAL ASSISTANCE LISTING NUMBER</u>	<u>GRANT</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>2025 FEDERAL EXPENDITURES</u>
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
Direct:				
Community Development Block Grant	14.218	B-17-MC-22-0008		\$ 73,554
Community Development Block Grant	14.218	B-21-MC-22-0008		19,189
Community Development Block Grant - CARES Act	14.218	B-22-MC-22-0008		55,071
Community Development Block Grant	14.218	B-23-MC-22-0008		192,094
Community Development Block Grant	14.218	B-24-MC-22-0008		234,425
				<u>574,333</u>
Passed Through Jefferson Parish:				
Home Investment Partnership Program	14.239	Unavailable		<u>186,133</u>
Lead Hazard Reduction Grant Program	14.905	FR-6300-N-13		<u>24,739</u>
TOTAL DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				<u>\$ 785,205</u>
DEPARTMENT OF JUSTICE				
Direct:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2023-15PBJA-23-GG-00-03424-JAGX		\$ 5,370
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2024-15PBJA-24-GG-00-04866-JAGX		11,700
				<u>17,070</u>
Bulletproof Vest Partnership Grant Program	16.607	Unavailable		<u>22,039</u>
COPS Hiring Program Grant	16.710	15JCOPS23-GG-4938-UHPX		<u>490,151</u>
Passed Through Louisiana Commission Law Enforcement:				
Narcotics Criminal Patrols Program	16.738	8017		<u>19,995</u>
Victims of Child Abuse Act Training and Assistance	16.758	7920		<u>19,302</u>
Victim Assistance Grant	16.575	7353		9,392
Victim Assistance Grant	16.575	7919		30,159
				<u>39,551</u>
TOTAL DEPARTMENT OF JUSTICE				<u>\$ 608,108</u>
DEPARTMENT OF HOMELAND SECURITY				
Passed through Louisiana Governor's Office of Homeland Security and Emergency Preparedness:				
Disaster Grants - Public Assistance - Katrina	97.036	1603-DR-LA		\$ 646,235
Disaster Grants - Public Assistance - Ida	97.036	4611-DR-LA		2,102,051
Disaster Grants - Public Assistance - Francine	97.036	4817-DR-LA		22,433
Disaster Grants - Public Assistance - Isaac	97.036	4080-DR-LA		11,565
Disaster Grants - Public Assistance - Barry	97.036	4577-DR-LA		475,420
Disaster Grants - Public Assistance - Zeta				<u>3,257,704</u>
Assistance to Firefighters Grant	97.044	EMW-2022-FG-00320		<u>15,455</u>
Rivertown South Kenner Drainage Project	97.039	FMA 2011 PW 2 RRF 2		<u>599,617</u>
TOTAL DEPARTMENT OF HOMELAND SECURITY				<u>\$ 3,872,776</u>



**CITY OF KENNER, LOUISIANA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2025**  
**(CONTINUED)**

FEDERAL GRANTOR / PASS-THROUGH GRANTOR / PROGRAM TITLE	FEDERAL ASSISTANCE LISTING NUMBER	GRANT	PASS-THROUGH ENTITY IDENTIFYING NUMBER	2025 FEDERAL EXPENDITURES
OFFICE OF NATIONAL DRUG CONTROL POLICY				
Passed Through Jefferson Parish Sheriff's Office:				
Gulf Coast High Intensity Drug Trafficking Areas	95.001	G24GC0001A		\$ 17,577
Gulf Coast High Intensity Drug Trafficking Areas	95.001	G25GC0001A		<u>11,703</u>
TOTAL OFFICE OF NATIONAL DRUG CONTROL POLICY				<u>\$ 29,280</u>
DEPARTMENT OF TRANSPORTATION				
Passed Through the LA Highway Safety Commission				
Highway Safety Cluster:				
State and Community Highway Safety	20.600	2024-30-31		\$ 8,967
State and Community Highway Safety	20.600	2025-30-31		<u>23,399</u>
				<u>32,366</u>
Passed Through Louisiana Department of Transportation and Development:				
FAP - Fire Station Relocation	20.205	H013104		11,839
FAP - Power/Vintage Median Improvements	20.205	H011779		<u>774,079</u>
				<u>785,918</u>
TOTAL DEPARTMENT OF TRANSPORTATION				<u>\$ 818,284</u>
ENVIRONMENTAL PROTECTION AGENCY				
Passed Through the Louisiana Department of Environmental Quality:				
Loan from Louisiana Municipal Revolving Loan Fund	66.458	Unavailable		<u>\$ 1,129,315</u>
Passed Through the UNO Research & Technology Foundation:				
Lake Pontchartrain Basin Restoration	66.125	BR-01F84101		<u>10,479</u>
TOTAL ENVIRONMENTAL PROTECTION AGENCY				<u>\$ 1,139,794</u>
TOTAL FEDERAL ASSISTANCE				<u>\$ 7,253,447</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, 2025**

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, 2025. 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 Louisiana City, 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 the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

3. INDIRECT COST RATE:

The Louisiana City 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, 2025. Loans made during the year are included in the federal expenditures presented in the Schedule. The balance of loans outstanding at June 30, 2025 consist of:

<u>Assistance Listing Number</u>	<u>Program Name</u>	<u>Outstanding Balance</u>
66.458	LDEQ #3	\$ 7,805,822
66.458	LDEQ #4	11,310,000
66.458	LDEQ #5	7,182,789
66.458	LDEQ #6	1,737,360
66.458	LDEQ #7	231,141

6. DISASTER GRANTS – PUBLIC ASSISTANCE:

After a presidentially declared disaster, FEMA provides Disaster Grants – Public Assistance (ALN 97.036) to reimburse eligible costs associated with repair, replacement or restoration of disaster-damaged facilities. The federal government makes reimbursements in the form of cost-shared grants that require state matching fund. In the year ended June 30, 2025, FEMA approved \$1,732,837 in eligible expenditures that were incurred in prior fiscal years and are included on the current year schedule of expenditures of federal awards.

**CITY OF KENNER, LOUISIANA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
JUNE 30, 2025**

**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? \_\_\_yes   X none noted
- Significant deficiencies identified that are not considered to be material weaknesses? X yes   \_\_\_ none noted
- Noncompliance material to financial statements noted? \_\_\_yes   X none noted
- Two instances of noncompliance were noted that were not material to the financial statements. See Current Year Audit Findings 2025-02 and 2025-03

Federal Awards:

Internal control over major programs:

- Material weakness(es) identified? \_\_\_yes   X none noted
- Significant deficiencies identified that are not considered to be material weaknesses \_\_\_yes   X 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 Reported in accordance with Uniform Guidance, Title 2 U.S. Code of Federal Regulations (CFR) section 200.516(a) \_\_\_yes   X no

Identification of major programs:

	<u>AL Number</u>	<u>Expenditures</u>
Disaster Grants – Public Assistance	97.036	\$ 3,257,704
Loan from Louisiana Municipal Revolving Loan Fund	66.458	\$ 1,129,315
Dollar threshold for distinguishing Types A and B programs:		\$ 750,000

Auditee qualified as low-risk auditee? X yes   \_\_\_no

**CITY OF KENNER, LOUISIANA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**JUNE 30, 2025**

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

2025-01: Bank Reconciliations

Condition

During our testing of pooled cash, we noted several issues with the pooled cash bank reconciliation. We noted several items recorded on the general ledger that were not recorded on the bank reconciliation. This could have resulted in a material misstatement in the financial statements.

During our testing of cash, we noted one bank statement where no bank reconciliation had been prepared since the account opening during the year. We noted that this account was earning interest that had not been properly accounted for, since no bank reconciliation was prepared.

Criteria

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

Cause

The transactions noted above in the condition were not reconciled and recorded on a timely basis by June 30, 2025, and instead, were reconciled several months later.

Effect

Adjustments needed to be made to the correct the posting in the general ledger and reconcile the cash balances as of June 30, 2025.

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.

Management's Corrective Action Plan

The City will monitor transactions closer, and follow up on reconciliations that are not in agreement with the general ledger. The City will make sure that all statements for new accounts are received timely in order to complete the reconciliation in a more timely manner.

2025-02: Amended Budget

Condition

The City did not submit a revised amended budget for the Community Development Block Grant Fund, a special revenue fund, and the Garbage Collection and Disposal Fund, a special revenue fund, which had actual revenue below budgeted revenue by more than 5%.

**CITY OF KENNER, LOUISIANA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**JUNE 30, 2025**

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

2025-02: Amended Budget (Continued)

Criteria

A revised amended budget is required to reflect a change in operations when actual revenues falls short of budgeted revenues by more than 5%.

Cause

The Community Development Block Grant fund had budgeted revenue for program income that was not received during the fiscal year resulting in budgeted revenues exceeding actual revenues by more than 5%. The Garbage Collection and Disposal Fund budgeted revenues included the prior fiscal year's accrual for garbage fees that was already accounted and budgeted for in the prior fiscal year.

Effect

A revised amended budget has not been submitted as required.

Recommendation

We recommend the City more closely monitor the budget and actual revenues and expenditures of the Community Development Block Grant Fund and Garbage Collection and Disposal Fund so that the budget can be amended in a timely manner when necessary.

Management's Corrective Action Plan

The City will monitor the budget more closely and submit amended budgets in a timely manner.

2025-03: Bond Compliance

Condition

The City was not in compliance with the 2012 Sewer Revenue Bonds requirements during the audit period. Immediate replenishment and strengthened monitoring controls are required.

Criteria

The 2012 Sewer Revenue Bonds require a contingency fund to be maintained up to a maximum of \$500,000 in the fund.

**CITY OF KENNER, LOUISIANA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**JUNE 30, 2025**

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

2025-03: Bond Compliance (Continued)

Cause

The City did not perform a monthly contingency fund verification; monitoring was informal and undocumented.

Effect

Noncompliance with the 2012 Sewer Revenue Bonds contingency fund requirements

Recommendation

We recommend the City replenish the 2012 Sewer Revenue Bonds contingency fund by transferring \$76,000 to the contingency fund in the Wastewater Operations Fund no later than January 31, 2026.

Management's Corrective Action Plan

A transfer was made for the 2012 Sewer Revenue Bonds in November of 2025 when the gap was realized. The City will monitor the monthly transfers more closely to confirm the requirements are being met.

**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, 2025**

**A. SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS**

NONE