

CITY OF KENNER, LOUISIANA

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

FOR THE FISCAL YEAR ENDED JUNE 30, 2021



Submitted by:

Department of Finance

ELIZABETH HERRING
Chief Financial Officer

TABLE OF CONTENTS

	<u>PAGE</u>
INTRODUCTORY SECTION	
Letter of Transmittal.....	1-3
GFOA Certificate of Achievement for Excellence in Financial Reporting	4
Selected Officials of the City of Kenner	5
Organizational Chart of the City of Kenner	6
Map of the City of Kenner	7
FINANCIAL SECTION	
INDEPENDENT AUDITOR’S REPORT	8-10
REQUIRED SUPPLEMENTARY INFORMATION - PART I	
Management’s Discussion and Analysis	11-16
BASIC FINANCIAL STATEMENTS	
Government-wide Financial Statements:	
Statement of Net Position	17
Statement of Activities.....	18
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet	19-20
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	21
Statement of Revenues, Expenditures, and Changes in Fund Balances	22-23
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	24
Proprietary Funds:	
Statement of Net Position	25-26
Statement of Revenues, Expenses, and Changes in Fund Net Position	27
Statement of Cash Flows	28-29

TABLE OF CONTENTS (CONTINUED)

PAGE

FINANCIAL SECTION (CONTINUED)

Fiduciary Fund:

Statement of Fiduciary Net Position.....	30
Statement of Changes in Fiduciary Net Position.....	31
Notes to the Financial Statements.....	32-64

REQUIRED SUPPLEMENTARY INFORMATION - PART II

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - General Fund	65
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - One Percent Sales Tax of 1984 Fund	66
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Fire Protection Fund	67
Notes to Budgetary Comparison Schedules.....	68
Schedule of Changes in Total OPEB Liability and Related Ratios	69
Schedule of Employer's Proportionate Share of the Net Pension Liability	70
Schedule of Employer's Pension Contributions	71
Notes to Required Supplementary Information	72-73

OTHER SUPPLEMENTARY INFORMATION

Governmental Funds:

Nonmajor Fund Descriptions.....	74
Combining Balance Sheet - Nonmajor Governmental Funds	75-76
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds	77-78
Schedule of Revenues - Budget and Actual - General Fund	79-80
Schedule of Expenditures - Budget and Actual - General Fund.....	81-82
Combining Schedule of Departmental Expenditures - Budget and Actual - General Fund	
General Government Function	83-87
Public Safety Function	88-90
Public Works Function.....	91-92
Health and Welfare Function.....	93

TABLE OF CONTENTS (CONTINUED)

PAGE

FINANCIAL SECTION (CONTINUED)

Culture and Recreation Function.....	94-96
Transit Function.....	97
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Community Development Block Grant Fund.....	98-99
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Garbage Collection and Disposal Fund	100
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Streets and Drainage Fund	101
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - General Debt Fund	102
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Ad Valorem Tax Bonds Fund	103
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Firemen's Pension Merger Fund.....	104
Proprietary Funds:	
Enterprise Funds:	
Enterprise Fund Descriptions	105
Schedule of Revenues, Expenses, and Changes in Fund Net Position Budget and Actual - Department of Wastewater Operations Fund.....	106
Schedule of Revenues, Expenses, and Changes in Fund Net Position Budget and Actual - Civic Center Operations Fund.....	107
Internal Service Funds:	
Internal Service Fund Descriptions	108
Combining Statement of Net Position	109
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position	110
Combining Statement of Cash Flows	111-112
Schedule of Councilpersons' Compensation	113
Schedule of Compensation, Benefits, and Other Payments to the Mayor	114

TABLE OF CONTENTS (CONTINUED)

PAGE

STATISTICAL SECTION

Statistical Section Descriptions	115
Financial Trends	116-125
Revenue Capacity	126-130
Debt Capacity	131-135
Demographic and Economic Information	136-137
Operating Information	138-140

SINGLE AUDIT SECTION

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	141-142
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by Uniform Guidance	143-145
Schedule of Expenditures of Federal Awards	146-147
Notes to Schedule of Expenditures of Federal Awards	148
Schedule of Findings and Questioned Costs	149-151
Summary Schedule of Prior Year Findings	152

INTRODUCTORY SECTION



CITY OF KENNER

DEPARTMENT OF FINANCE

E. BEN ZAHN
MAYOR

ELIZABETH HERRING
CFO

December 29, 2021

Honorable Mayor and City Councilpersons
City of Kenner, Louisiana
1801 Williams Boulevard
Kenner, Louisiana 70062

The Comprehensive Annual Financial Report of the City of Kenner, Louisiana, for the fiscal year-ended June 30, 2021, 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 Comprehensive Annual 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 Comprehensive Annual 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, 2021 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. As discussed later in Management's Discussion and Analysis, the City's largest revenue source, Sales Taxes, remain strong. 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. Design of the City's major corridor redevelopment program is complete. These and other potential developments should provide a major boost to the City's economy by creating jobs and generating

additional taxes and fees in the coming years. We expect these anticipated additional revenues to help the City keep pace with ever increasing costs.

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. Two large automotive retail outlets opened during the 2019 fiscal year and are major contributors to the City's economic health. Other significant retail outlets have recently opened near Laketown and along West Esplanade. Dining establishments continue to develop in Rivertown. During the 2019 fiscal year, the City moved its Recreation Department into Esplanade Mall. The resulting increase in traffic has caused sales taxes generated at the mall to increase. Also, present and planned capital development projects will improve the City's outlook. 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 comprehensive annual financial report for the fiscal year ended June 30, 2020. This was the twenty-fourth 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 comprehensive annual 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 comprehensive annual 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 Comprehensive Annual 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 Comprehensive Annual 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

CERTIFICATE OF ACHIEVEMENT



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, 2020

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	Gregory Carroll
District No. 2	Michael Sigur
District No. 3	Glenn Hayes
District No. 4	George Branigan
District No. 5	Brian Brennan

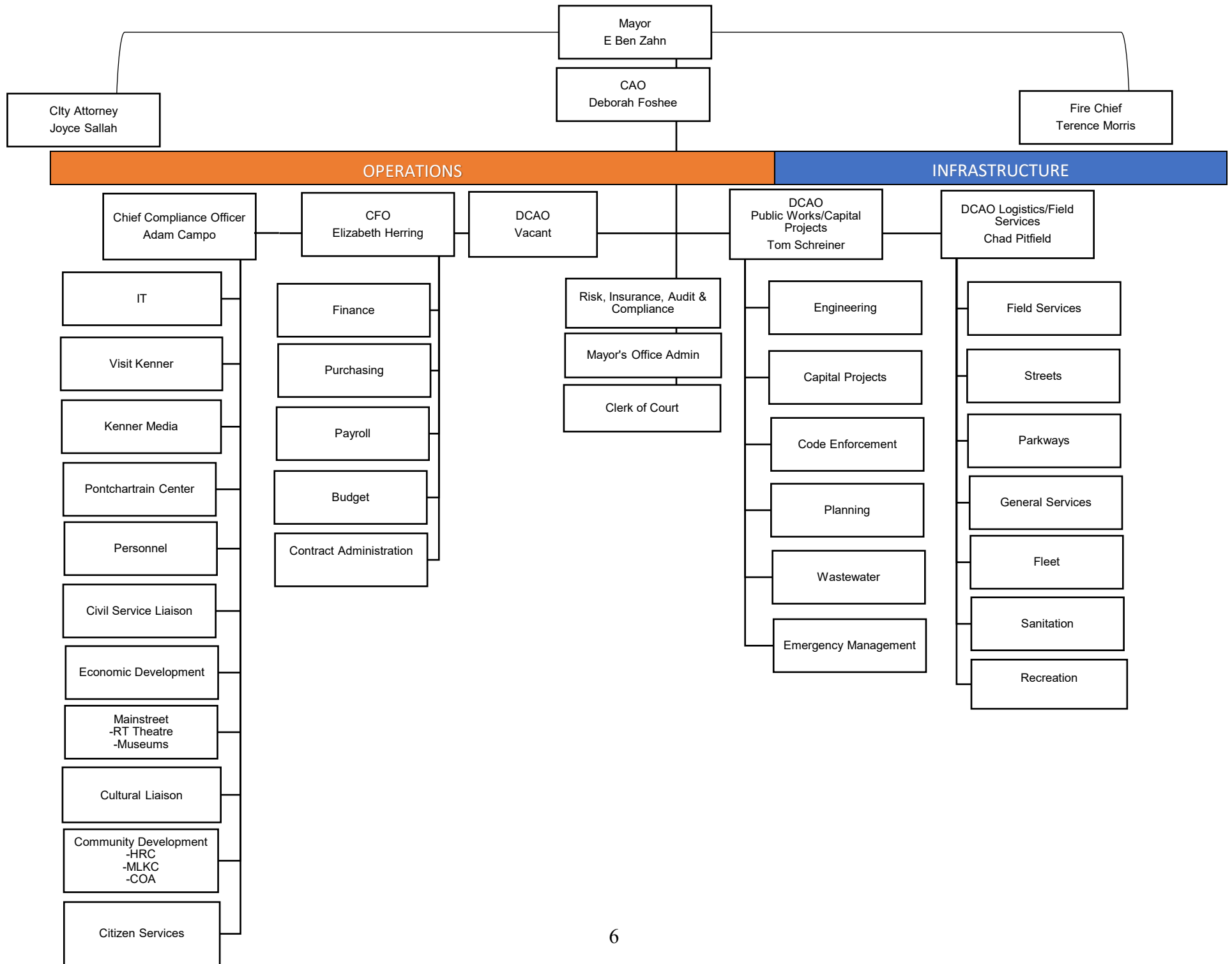
EXECUTIVE STAFF

Mayor	Honorable E. "Ben" Zahn, III
Chief Administrative Officer	Deborah Foshee
Chief of Police	Michael Glaser
City Attorney	Joyce Sallah
Deputy CAO/Public Works	Tom Schreiner
Chief Financial Officer	Elizabeth Herring
Public Information Officer	Bob Ross
Chief Compliance Officer	Adam Campo
Deputy CAO Field Operations/Logistics	Chad Pitfield

DEPARTMENT HEADS

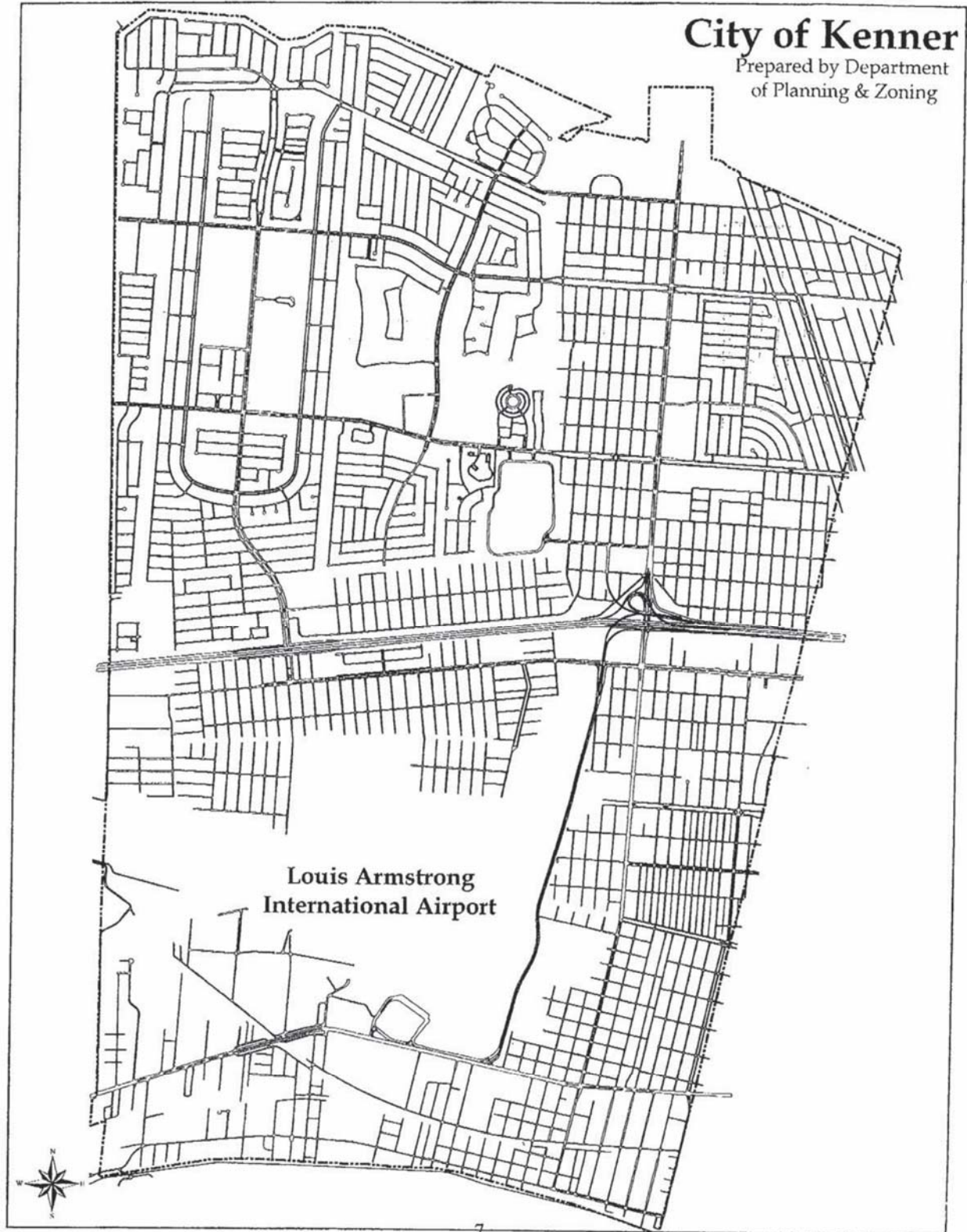
Inspection and Code Enforcement	Tiffany Wilken
Community Development	Tamithia Shaw
Parks and Recreation	Charles Illane
Personnel	Wendi Folse
Planning	Wendel Dufour
Fire Chief	Terence Morris
Clerk of Court Director	Luis Rodriguez
Information Technology	Michael Clause
Risk, Insurance, Audit and Compliance	Leon Contavasprie
Council Clerk	Natalie Hall
Civil Service	Todd McDowell
Fleet Management	Sue Ranatza
Public Works	vacant
General Services	Mark Glorioso
Economic Development	Candace Watkins
Office of Emergency Management	Doug Dodt
Parkways	Jermaine Guillard
Field Services	Kenny Melvin
Pontchartrain Center	George Bode
Citizen Services	Chavonne Thompson

ORGANIZATIONAL CHART OF THE CITY OF KENNER



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

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

Heather M. Jovanovich, CPA
Terri L. Kitto, CPA

Robynn P. Beck, CPA
John P. Butler, CPA
Jason C. Montegut, CPA
Paul M. Novak, CPA, AVB, CVA
Wesley D. Wade, CPA

Michael J. O' Rourke, CPA
David A. Burgard, CPA
Clifford J. Giffin, Jr., CPA
William G. Stamm, CPA

New Orleans
1615 Poydras Street,
Suite 2100
New Orleans, LA 70112
Phone: (504) 586-8866
Fax: (504) 525-5888

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

Houma
247 Corporate Drive
Houma, LA 70360
Phone: (985) 868-2630
Fax: (985) 872-3833

Napoleonville
5047 Highway 1
P.O. Box 830
Napoleonville, LA 70390
Phone: (985) 369-6003
Fax: (985) 369-9941

December 29, 2021

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Kenner, Louisiana, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

www.dhhmcpa.com

Members
American Institute of
Certified Public Accountants
Society of LA CPAs

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Kenner, Louisiana, as of June 30, 2021, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the 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, 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.

Other 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 introductory section, the other supplementary information, as listed in the table of contents, and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, the budget to actual schedules for the General, nonmajor Special Revenue Funds, and the Proprietary Funds, the combining Internal Service Fund schedules, the Fiduciary Fund statement of changes in assets and liabilities, the schedule of councilperson's compensation, the schedule of compensation, benefits, and other payments to the Mayor, 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.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 29, 2021, 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, Hapman, Hogan & Rater LLP". The signature is written in a cursive, flowing style.

New Orleans, Louisiana

REQUIRED SUPPLEMENTARY INFORMATION - PART I

**CITY OF KENNER, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2021**

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, 2021. 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 \$145.1 million at June 30, 2021.

The City's net investment in capital assets is approximately \$194.6 million. The City's restricted net position is approximately \$48.7 million which is primarily restricted for capital projects and debt service. The City's unrestricted net position is approximately \$(98.2) million.

The City's unrestricted net position in governmental activities is approximately \$(96.5) million, which is a decrease of \$61.8 million, primarily due to an increase in the net amount invested in capital assets and amount restricted for capital projects, due to new refunding bonds issued to refund older outstanding bonds. Business-type activities' unrestricted net position is approximately \$(1.7) million, which is a decrease of \$1.4 million, primarily due to an increase in the amount restricted for debt service.

The City's general fund reported an unassigned fund balance of approximately \$23.6 million, which is an increase of \$8.3 million.

There was no change in the fund balance of the One Percent Sales Tax of 1984 fund or the Fire Protection fund. The General Capital Projects fund had a decrease in fund balance of \$1.9 million while the Capital Projects funded with Bond Proceeds fund had a decrease in fund balance of \$2.1 million due to expenses incurred in various public works projects.

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 \$77.4 million of net pension liability, OPEB liability of \$17.2 million, capital lease liability of \$1.3 million, and compensated absences of \$5.7 million.

The City's other debt consists of bonds and notes payable of \$83.3 million. During the year, the City made principal payments of \$34.9 million and received \$34.7 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.

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.

**CITY OF KENNER, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2021**

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 Assets 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.

Fiduciary funds. Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for others. Activities from fiduciary 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, 2021**

Government-wide Financial Analysis

Net position. The following table reflects condensed information on the City's net position for the current and two prior years.

Condensed Statements of Net Position June 30,

	(In thousands)								
	Governmental Activities 2021	Business-type Activities 2021	Total 2021	Governmental Activities 2020	Business-type Activities 2020	Total 2020	Governmental Activities 2019	Business-type Activities 2019	Total 2019
Assets:									
Current and other assets	\$ 80,666	\$ 9,570	\$ 90,236	\$ 73,055	\$ 9,575	\$ 82,630	\$ 71,411	\$ 9,287	\$ 80,698
Capital Assets	147,921	83,803	231,724	156,859	87,500	244,359	159,270	91,102	250,372
Total assets	228,587	93,373	321,960	229,914	97,075	326,989	230,681	100,389	331,070
Deferred Outflows of Resources:									
Related to pensions, OPEB, and bond refunding	30,828	272	31,100	20,913	290	21,203	17,862	-	17,862
Liabilities:									
Long-term debt	145,914	31,803	177,717	131,151	34,009	165,160	128,313	34,830	163,143
Other liabilities	14,700	4,053	18,753	15,697	3,282	18,979	14,388	3,906	18,294
Total liabilities	160,614	35,856	196,470	146,848	37,291	184,139	142,701	38,736	181,437
Deferred Inflows of Resources:									
Related to pensions, OPEB, and deferred revenue	11,524	4	11,528	5,655	2	5,657	6,513	2	6,515
Net Position:									
Net investment in capital assets	145,248	49,317	194,565	123,880	51,168	175,048	129,549	54,030	183,579
Restricted	38,538	10,120	48,658	9,129	9,171	18,300	9,854	16,177	26,031
Unrestricted	(96,510)	(1,651)	(98,161)	(34,685)	(267)	(34,952)	(40,073)	(8,556)	(48,629)
Total net position	\$ 87,276	\$ 57,786	\$ 145,062	\$ 98,324	\$ 60,072	\$ 158,396	\$ 99,330	\$ 61,651	\$ 160,981

**CITY OF KENNER, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2021**

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 years.

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

	Governmental Activities 2021	Business-type Activities 2021	Total 2021	Governmental Activities 2020	Business-type Activities 2020	Total 2020	Governmental Activities 2019	Business-type Activities 2019	Total 2019
Revenues:									
Program revenues:									
Charges for services	\$ 16,937	\$ 9,327	\$ 26,264	\$ 17,239	\$ 9,502	\$ 26,741	\$ 19,128	\$ 9,123	\$ 28,251
Operating grants & contributions	5,885	-	5,885	11,229	5	11,234	4,808	-	4,808
Capital grants & contributions	4,365	505	4,870	7,637	491	8,128	10,775	139	10,914
General revenues:									
Property taxes	9,054	607	9,661	8,587	575	9,162	8,420	564	8,984
Sales taxes	36,434	-	36,434	34,790	-	34,790	36,622	-	36,622
Other taxes	8,412	510	8,922	8,888	558	9,446	10,681	573	11,254
Grants and contributions not restricted to specific program	26	-	26	55	-	55	30	-	30
Other	860	37	897	1,151	208	1,359	1,275	287	1,562
Total revenues	81,973	10,986	92,959	89,576	11,339	100,915	91,739	10,686	102,425
Program expenses:									
General government	16,542	-	16,542	15,478	-	15,478	12,482	-	12,482
Public safety	39,322	-	39,322	38,725	-	38,725	32,024	-	32,024
Public works	27,879	-	27,879	26,462	-	26,462	25,521	-	25,521
Health and welfare	717	-	717	808	-	808	465	-	465
Culture and recreation	5,240	-	5,240	5,612	-	5,612	5,210	-	5,210
Transit & urban development	2,332	-	2,332	2,013	-	2,013	1,367	-	1,367
Interest on long term debt	830	-	830	1,818	-	1,818	1,950	-	1,950
Debt issuance costs	580	-	580	41	-	41	-	-	-
Sewer operations	-	10,461	10,461	-	10,190	10,190	-	11,782	11,782
Civic center operations	-	2,445	2,445	-	2,556	2,556	-	2,533	2,533
Total expenses	93,442	12,906	106,348	90,957	12,746	103,703	79,019	14,315	93,334
Change in net position before transfers and extraordinary items	(11,469)	(1,920)	(13,389)	(1,381)	(1,407)	(2,788)	12,720	(3,629)	9,091
Gain/(Loss) on disposal of assets	55	-	55	203	-	203	23	(2,000)	(1,977)
Transfers	366	(366)	-	172	(172)	-	272	(272)	-
Change in net position	(11,048)	(2,286)	(13,334)	(1,006)	(1,579)	(2,585)	13,015	(5,901)	7,114
Net Position-beginning of year	98,324	60,072	158,396	99,330	61,651	160,981	86,315	67,552	153,867
Net Position-end of year	\$ 87,276	\$ 57,786	\$ 145,062	\$ 98,324	\$ 60,072	\$ 158,396	\$ 99,330	\$ 61,651	\$ 160,981

**CITY OF KENNER, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2021**

Capital Assets and Debt Administration

Capital assets. The City's investment in capital assets as of June 30, 2021, for its governmental and business-type activities was approximately \$232 million, net of depreciation as reflected in the schedule below:

**Capital Assets
June 30, 2021
(Net of depreciation in thousands)**

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Land	\$ 11,593	\$ 3,799	\$ 15,392
Works of art	2,160	-	2,160
Construction in progress	24,781	2,383	27,164
Buildings	18,404	69,734	88,138
Improvements other than buildings	7,531	4,434	11,965
Equipment	6,580	3,453	10,033
Infrastructure	<u>76,872</u>	<u>-</u>	<u>76,872</u>
Total	<u>\$ 147,921</u>	<u>\$ 83,803</u>	<u>\$ 231,724</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. 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 \$185 million in long-term debt as shown in the table below.

**Outstanding long-term debt
June 30, 2021
(In thousands)**

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Revenue bonds	\$ 48,798	\$ 34,486	\$ 83,284
Capital lease payable	1,031	-	1,031
OPEB Liability	17,181	-	17,181
Net Pension Liability	77,361	-	77,361
Compensated Absences	<u>5,736</u>	<u>-</u>	<u>5,736</u>
Total	<u>\$ 150,107</u>	<u>\$ 34,486</u>	<u>\$ 184,593</u>

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

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

State statutes limit the amount of government obligation debt a municipality may issue at a maximum of 10% of the assessed valuation for any purpose. The maximum may be exceeded if the aggregate issued for all purposes does not exceed 35% of the total assessed valuation. The City's outstanding general obligation debt is below the state limit. Approximately \$236

**CITY OF KENNER, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2021**

Capital Assets and Debt Administration (Continued)

million of additional general obligation bonded debt is available for issuance. See note "I" in the Notes to the Financial Statements section of this report for additional information on the City's Long Term Debt.

Revenues decreased by 8.0% during the year primarily due to a decrease in charges for services due to remaining effects of COVID-19 and a decrease in operating grants and contributions.

Total expenses increased by 2.6% due to an increase in expenses relating to general government, public safety, and various public works projects around the City.

BUDGETARY HIGHLIGHTS

General Fund revenues came in 14.3% over budget resulting from the increase in tax revenue as a result of the continued recovery from COVID-19.

General Fund expenditures finished the year 7.5% under budget as a result of the diligent monitoring of the City's expenses.

ECONOMIC OUTLOOK

Sales tax increased compared to last year as a result of the continued recovery from the COVID-19 coronavirus pandemic that reduced airport operations and impacted most retail locations for the last four months of the prior fiscal year and the first few months of the current fiscal year. As the City's primary source of revenue, it is important to a robust economy.

For years, the City has experienced reductions in sales tax generated at the Esplanade Mall. However, many small businesses have been opening in Kenner during the past year in conjunction with the newly implemented economic development initiatives. Plans are being made for additional shopping and dining establishments to open in the near future. Laketown will also experience much development with the addition of new recreational amenities. Boyd Gaming plans to open a land based casino in Laketown, replacing the existing casino boat with a larger, more permanent facility. The commercial corridor along West Esplanade between Williams Boulevard and David Drive has expanded, with the addition of a new auto dealership. The strip mall in the same vicinity is now at near 100% capacity. Laser Tag will begin construction on a new \$10 million family entertainment complex in early 2022 on Veterans Boulevard. Progress is also being made on a \$450 million development on the shores of Lake Pontchartrain in Laketown that will include world-class amenities, upscale condominiums, waterfront dining, a theater, outdoor stage with festival grounds, marina, conference and reception facilities, shops, and attractions.

BASIC FINANCIAL STATEMENTS

CITY OF KENNER, LOUISIANA
STATEMENT OF NET POSITION
JUNE 30, 2021

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS			
Cash	\$ 3,959,474	\$ 404,902	\$ 4,364,376
Equity in pooled cash	31,473,446	704,730	32,178,176
Receivables (net, where applicable, of allowances for uncollectibles)			
Taxes	1,744,046	-	1,744,046
Accounts	3,345,826	-	3,345,826
Intergovernmental	8,939,014	428,666	9,367,680
Special assessments - delinquent	477	-	477
Interest	1,145,967	-	1,145,967
Service charges	-	2,319,707	2,319,707
Other	76,719	50,616	127,335
Internal balances	4,463,197	(4,463,197)	-
Inventory, at cost	28,293	-	28,293
Prepaid items	620,605	-	620,605
Refundable deposits	-	3,669	3,669
Restricted assets			
Cash	19,868,783	10,100,330	29,969,113
Equity in pooled cash	-	20,000	20,000
Investments	4,999,819	-	4,999,819
Capital assets not being depreciated	38,534,001	6,181,607	44,715,608
Capital assets being depreciated, net of accumulated depreciation	109,387,108	77,621,642	187,008,750
Total assets	<u>228,586,775</u>	<u>93,372,672</u>	<u>321,959,447</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charge on refunding	2,761,519	272,182	3,033,701
Related to pensions	26,950,972	-	26,950,972
Related to OPEB	1,115,135	-	1,115,135
Total deferred outflows of resources	<u>30,827,626</u>	<u>272,182</u>	<u>31,099,808</u>
LIABILITIES			
Accounts payable	2,929,478	922,603	3,852,081
Estimated claims payable	5,592,569	-	5,592,569
Accrued liabilities	1,421,242	197,429	1,618,671
Deposits on future events	-	249,602	249,602
Due to other governments	522,877	-	522,877
Other liabilities	40,788	-	40,788
Current portion of long-term liabilities			
Due within one year	4,193,649	2,683,311	6,876,960
Non-current liabilities			
Due in more than one year	145,913,641	31,802,549	177,716,190
Total liabilities	<u>160,614,244</u>	<u>35,855,494</u>	<u>196,469,738</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred revenue	6,916,926	3,750	6,920,676
Related to pensions	4,292,111	-	4,292,111
Related to OPEB	314,953	-	314,953
Total deferred inflows of resources	<u>11,523,990</u>	<u>3,750</u>	<u>11,527,740</u>
NET POSITION			
Net investment in capital assets	145,247,752	49,317,389	194,565,141
Restricted for			
Capital projects	31,429,581	2,980,464	34,410,045
Debt service	6,752,222	7,139,866	13,892,088
Other	356,882	-	356,882
Unrestricted	(96,510,270)	(1,652,109)	(98,162,379)
Total net position	<u>\$ 87,276,167</u>	<u>\$ 57,785,610</u>	<u>\$ 145,061,777</u>

The accompanying notes are an integral part of this statement.

**CITY OF KENNER, LOUISIANA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021**

Function/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities							
General government	\$ 16,542,202	\$ 5,897,413	\$ 1,926,883	\$ -	\$ (8,717,906)	\$ -	\$ (8,717,906)
Public safety	39,321,598	4,574,049	3,305,644	215,235	(31,226,670)	-	(31,226,670)
Public works	27,879,499	5,542,394	352,095	3,277,392	(18,707,618)	-	(18,707,618)
Health and welfare	717,023	51,773	47,761	-	(617,489)	-	(617,489)
Culture and recreation	5,240,077	526,540	60,620	-	(4,652,917)	-	(4,652,917)
Transit and urban development	2,331,725	344,713	192,034	872,245	(922,733)	-	(922,733)
Interest on long-term debt and other charges	829,732	-	-	-	(829,732)	-	(829,732)
Debt issuance costs	579,755	-	-	-	(579,755)	-	(579,755)
Total Governmental Activities	<u>93,441,611</u>	<u>16,936,882</u>	<u>5,885,037</u>	<u>4,364,872</u>	<u>(66,254,820)</u>	<u>-</u>	<u>(66,254,820)</u>
Business-type Activities							
Wastewater Operations	10,461,179	8,196,502	-	393,876	-	(1,870,801)	(1,870,801)
Civic Center Operations	2,445,117	1,130,917	-	110,800	-	(1,203,400)	(1,203,400)
Total Business-type Activities	<u>12,906,296</u>	<u>9,327,419</u>	<u>-</u>	<u>504,676</u>	<u>-</u>	<u>(3,074,201)</u>	<u>(3,074,201)</u>
Total	<u>\$ 106,347,907</u>	<u>\$ 26,264,301</u>	<u>\$ 5,885,037</u>	<u>\$ 4,869,548</u>	<u>(66,254,820)</u>	<u>(3,074,201)</u>	<u>(69,329,021)</u>
General Revenues:							
Taxes:							
Ad valorem					9,053,680	606,685	9,660,365
Hotel/motel					178,698	173,337	352,035
Sales and use					36,433,665	-	36,433,665
Beer tax					58,586	-	58,586
Parking					1,986,895	-	1,986,895
Franchise					6,065,204	336,776	6,401,980
Consumer					122,726	-	122,726
Grants and contributions not restricted to specific programs					26,015	-	26,015
Interest					237,751	37,675	275,426
Miscellaneous					622,306	-	622,306
Gain/(Loss) on disposal of capital assets					55,000	-	55,000
Transfers					366,243	(366,243)	-
Total general revenues, transfers, and other					<u>55,206,769</u>	<u>788,230</u>	<u>55,994,999</u>
Change in Net Position					<u>(11,048,051)</u>	<u>(2,285,971)</u>	<u>(13,334,022)</u>
Net position - beginning of year					<u>98,324,218</u>	<u>60,071,581</u>	<u>158,395,799</u>
Net position - end of year					<u>\$ 87,276,167</u>	<u>\$ 57,785,610</u>	<u>\$ 145,061,777</u>

The accompanying notes are an integral part of this statement.

CITY OF KENNER, LOUISIANA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021

	GENERAL	ONE PERCENT SALES TAX OF 1984	FIRE PROTECTION	GENERAL CAPITAL PROJECTS
ASSETS				
Cash	\$ 3,317,939	\$ -	\$ -	\$ -
Equity in pooled cash	14,858,417	-	2,499,640	7,848,091
Investments	-	-	-	-
Receivables (net, where applicable, of allowances for uncollectibles)				
Taxes	1,744,046	-	-	-
Accounts	2,138,806	-	50,616	-
Intergovernmental	5,041,918	2,529,027	156,950	496,151
Special assessments - delinquent	477	-	-	-
Interest	1,145,967	-	-	-
Other	65,140	-	201	8,869
Due from other funds	22,824,658	310,733	811,578	11,904,786
Inventory, at cost	28,293	-	-	-
Prepaid items	620,605	-	-	-
Total assets	\$ 51,786,266	\$ 2,839,760	\$ 3,518,985	\$ 20,257,897
LIABILITIES:				
Accounts payable	\$ 613,542	\$ -	\$ 14,944	\$ 1,247,872
Accrued liabilities	959,816	-	314,940	-
Due to other funds	13,856,891	2,839,760	2,476,582	3,637,195
Due to other governments	522,877	-	-	-
Other liabilities	40,788	-	-	-
Total liabilities	<u>15,993,914</u>	<u>2,839,760</u>	<u>2,806,466</u>	<u>4,885,067</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenues	<u>8,385,620</u>	<u>-</u>	<u>712,519</u>	<u>-</u>
FUND BALANCES:				
Nonspendable				
Prepaid items	620,605	-	-	-
Inventory	28,293	-	-	-
Restricted				
Federal grants	-	-	-	-
Debt service	-	-	-	-
Capital projects	-	-	-	314,515
Law Enforcement	1,735,581	-	-	-
Committed				
Other commitments/encumbrances	370,856	-	2,597	15,058,315
Assigned				
Subsequent year's expenditures	1,016,776	-	-	-
Unassigned	23,634,621	-	(2,597)	-
Total fund balances	<u>27,406,732</u>	<u>-</u>	<u>-</u>	<u>15,372,830</u>
Total liabilities, deferred inflows of resources, and fund balances	\$ 51,786,266	\$ 2,839,760	\$ 3,518,985	\$ 20,257,897

The accompanying notes are an integral part of this statement.

CAPITAL PROJECTS FUNDED WITH BOND PROCEEDS	GENERAL DEBT	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ 6,166,433	\$ 13,702,350	\$ 49,051	\$ 23,235,773
5,718,926	17,731	530,641	31,473,446
4,999,819	-	-	4,999,819
-	-	-	1,744,046
-	-	1,156,404	3,345,826
379,167	335,801	-	8,939,014
-	-	-	477
-	-	-	1,145,967
-	793	1,716	76,719
2,677,306	-	610,643	39,139,704
-	-	-	28,293
-	-	-	620,605
<u>\$ 19,941,651</u>	<u>\$ 14,056,675</u>	<u>\$ 2,348,455</u>	<u>\$ 114,749,689</u>
\$ 537,057	\$ -	\$ 516,063	\$ 2,929,478
-	-	66,606	1,341,362
2,824,547	7,311,519	1,028,830	33,975,324
-	-	-	522,877
-	-	-	40,788
<u>3,361,604</u>	<u>7,311,519</u>	<u>1,611,499</u>	<u>38,809,829</u>
<u>480,990</u>	<u>-</u>	<u>172,167</u>	<u>9,751,296</u>
-	-	-	620,605
-	-	-	28,293
-	-	356,882	356,882
-	6,745,156	7,066	6,752,222
11,940,032	-	-	12,254,547
-	-	-	1,735,581
4,159,025	-	-	19,590,793
-	-	-	1,016,776
-	-	200,841	23,832,865
<u>16,099,057</u>	<u>6,745,156</u>	<u>564,789</u>	<u>66,188,564</u>
<u>\$ 19,941,651</u>	<u>\$ 14,056,675</u>	<u>\$ 2,348,455</u>	<u>\$ 114,749,689</u>

CITY OF KENNER, LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
JUNE 30, 2021

Fund balances - total governmental funds	\$ 66,188,564
--	---------------

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.	147,921,109
--	-------------

Deferred outflows of resources related to pensions are applicable to future reporting periods and, therefore, are not reported in the governmental funds	26,950,972
--	------------

Deferred outflows of resources related to OPEB are applicable to future reporting periods and, therefore, are not reported in the governmental funds.	1,115,135
---	-----------

Internal service funds are used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	(5,701,268)
--	-------------

Certain revenues will be collected after year-end, but are not available soon enough to pay for the current period's expenditures and, therefore, are deferred in the funds.	2,834,370
--	-----------

Deferred inflows of resources related to pensions are applicable to future reporting periods and, therefore, are not reported in the governmental funds.	(4,292,111)
--	-------------

Deferred inflows of resources related to OPEB are applicable to future reporting periods and, therefore, are not reported in the governmental funds.	(314,953)
--	-----------

Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds.	
---	--

Accrued interest payable	(79,880)
OPEB payable	(17,180,718)
Compensated absences	(5,736,683)
Bonds, notes, and loans payable (net of premiums, discounts, and deferred charges)	(46,036,276)
Capital lease liability	(1,030,786)
Net pension liability	(77,361,308)

Net position of governmental activities	\$ 87,276,167
---	---------------

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, 2021

	GENERAL	ONE PERCENT SALES TAX OF 1984	FIRE PROTECTION	GENERAL CAPITAL PROJECTS
REVENUES				
Taxes	\$ 27,690,743	\$ 12,851,490	\$ 5,303,292	\$ -
Licenses and permits	3,749,745	-	-	-
Intergovernmental	3,444,886	-	1,520,643	1,901,716
Charges for services	1,142,930	-	1,545	-
Fines and forfeitures	975,999	-	-	-
Interest	51,919	-	470	33,340
Miscellaneous	621,620	-	100	549,428
	<u>37,677,842</u>	<u>12,851,490</u>	<u>6,826,050</u>	<u>2,484,484</u>
Total revenues				
	<u>37,677,842</u>	<u>12,851,490</u>	<u>6,826,050</u>	<u>2,484,484</u>
EXPENDITURES				
Current:				
General government	11,540,490	-	-	3,017,153
Public safety	19,714,618	-	11,410,348	974,980
Public works	4,488,467	-	-	1,584,964
Health and welfare	103,294	-	-	-
Culture and recreation	3,116,651	-	-	438,040
Transit and urban development	456,858	-	-	1,043,856
Debt service				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Agent fees	-	-	-	-
Debt issuance costs	-	-	-	-
Miscellaneous	-	-	-	-
	<u>39,420,378</u>	<u>-</u>	<u>11,410,348</u>	<u>7,058,993</u>
Total expenditures				
	<u>39,420,378</u>	<u>-</u>	<u>11,410,348</u>	<u>7,058,993</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,742,536)</u>	<u>12,851,490</u>	<u>(4,584,298)</u>	<u>(4,574,509)</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of property	-	-	-	55,000
Transfers in	11,987,593	-	4,584,298	2,431,165
Transfers out	(8,400,002)	(12,851,490)	-	(446,860)
Increase in obligations under capital lease	-	-	-	633,056
Issuance of long term debt	-	-	-	-
	<u>3,587,591</u>	<u>(12,851,490)</u>	<u>4,584,298</u>	<u>2,672,361</u>
Total other financing sources and uses				
	<u>3,587,591</u>	<u>(12,851,490)</u>	<u>4,584,298</u>	<u>2,672,361</u>
Net change in fund balances	1,845,055	-	-	(1,902,148)
Fund balances - beginning of year	25,561,677	-	-	17,274,978
Fund balances - end of year	<u>\$ 27,406,732</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,372,830</u>

The accompanying notes are an integral part of this statement.

CAPITAL PROJECTS FUNDED WITH BOND PROCEEDS	GENERAL DEBT	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ -	\$ 3,755,915	\$ 4,241,611	\$ 53,843,051
-	-	-	3,749,745
1,942,270	-	167,175	8,976,690
-	-	3,949,523	5,093,998
-	-	-	975,999
4,710	34,271	1,427	126,137
-	-	-	1,171,148
<u>1,946,980</u>	<u>3,790,186</u>	<u>8,359,736</u>	<u>73,936,768</u>
-	-	-	14,557,643
-	-	-	32,099,946
6,136,049	-	7,169,836	19,379,316
-	-	365,234	468,528
-	-	-	3,554,691
-	-	617,609	2,118,323
-	1,094,000	158,000	1,252,000
-	1,166,427	46,944	1,213,371
38,543	-	-	38,543
-	-	-	-
-	36,000	-	36,000
<u>6,174,592</u>	<u>2,296,427</u>	<u>8,357,623</u>	<u>74,718,361</u>
<u>(4,227,612)</u>	<u>1,493,759</u>	<u>2,113</u>	<u>(781,593)</u>
-	-	-	55,000
2,157,592	1,181,479	2,248,436	24,590,563
-	(360,000)	(2,165,968)	(24,224,320)
-	-	-	633,056
-	-	-	-
<u>2,157,592</u>	<u>821,479</u>	<u>82,468</u>	<u>1,054,299</u>
(2,070,020)	2,315,238	84,581	272,706
<u>18,169,077</u>	<u>4,429,918</u>	<u>480,208</u>	<u>65,915,858</u>
<u>\$ 16,099,057</u>	<u>\$ 6,745,156</u>	<u>\$ 564,789</u>	<u>\$ 66,188,564</u>

CITY OF KENNER, LOUISIANA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021

Net change in fund balances, total governmental funds	\$ 272,706
---	------------

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	5,979,890
Depreciation expense	(15,550,373)

Certain governmental revenues will not be collected for several months after year-end and are deferred in the governmental funds.	(27,164)
---	----------

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.	1,071,058
---	-----------

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.	59,369
---	--------

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.	(4,154,492)
---	-------------

The City's proportionate share of non-employer contributions to the pension plans are reported in the statement of activities.	1,903,260
--	-----------

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.	(118,577)
--	-----------

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.	(213,926)
--	-----------

Contracts for long-term capital lease obligations provide current financial resources to governmental funds, while payments on capital lease obligations consume current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This is the change in the capital lease liability.	290,187
--	---------

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.	(559,989)
--	-----------

Change in net position of governmental activities	<u>\$ (11,048,051)</u>
---	------------------------

The accompanying notes are an integral part of this statement.

CITY OF KENNER, LOUISIANA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2021

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			GOVERNMENTAL
	DEPARTMENT OF	CIVIC		ACTIVITIES
	WASTEWATER	CENTER		INTERNAL
	OPERATIONS	OPERATIONS	TOTAL	SERVICE FUNDS
ASSETS				
Current assets:				
Cash	\$ -	\$ 404,902	\$ 404,902	\$ 592,484
Equity in pooled cash	704,730	-	704,730	-
Receivables (net, where applicable, of allowances for uncollectibles)				
Intergovernmental	152,218	276,448	428,666	-
Service charges	2,217,650	102,057	2,319,707	-
Other	-	50,616	50,616	-
Due from other funds	117,230	-	117,230	-
Restricted cash	10,100,330	-	10,100,330	-
Restricted equity in pooled cash	20,000	-	20,000	-
Refundable deposits	3,669	-	3,669	-
Total current assets	13,315,827	834,023	14,149,850	592,484
Noncurrent assets:				
Capital assets:				
Land	-	3,798,726	3,798,726	-
Buildings and improvements	136,914,532	20,209,078	157,123,610	-
Improvements other than buildings	-	2,490,052	2,490,052	-
Furniture and fixtures	13,479,985	4,993,289	18,473,274	-
Vehicles and field equipment	1,769,019	-	1,769,019	-
Construction in progress	2,272,081	110,800	2,382,881	-
Less: accumulated depreciation	(82,781,802)	(19,452,511)	(102,234,313)	-
Total capital assets, net	71,653,815	12,149,434	83,803,249	-
Total noncurrent assets	71,653,815	12,149,434	83,803,249	-
Total assets	\$ 84,969,642	\$ 12,983,457	\$ 97,953,099	\$ 592,484
DEFERRED OUTFLOWS OF RESOURCES	272,182	-	272,182	-

(Continued)

CITY OF KENNER, LOUISIANA
STATEMENT OF NET POSITION (CONTINUED)
PROPRIETARY FUNDS
JUNE 30, 2021

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</u>			GOVERNMENTAL
	DEPARTMENT OF	CIVIC		ACTIVITIES
	WASTEWATER	CENTER		INTERNAL
	OPERATIONS	OPERATIONS	TOTAL	SERVICE FUNDS
LIABILITIES				
Current liabilities:				
Accounts payable	\$ 782,369	\$ 140,234	\$ 922,603	\$ -
Estimated claims payable	-	-	-	5,592,569
Accrued liabilities	66,487	58,525	125,012	-
Accrued bond interest	72,417	-	72,417	-
Deposits on future events	-	249,602	249,602	-
Due to other funds	3,704,209	876,218	4,580,427	701,183
Bonds payable	2,683,311	-	2,683,311	-
Total current liabilities	7,308,793	1,324,579	8,633,372	6,293,752
NONCURRENT LIABILITIES				
Bonds payable	31,802,549	-	31,802,549	-
Total noncurrent liabilities	31,802,549	-	31,802,549	-
Total liabilities	39,111,342	1,324,579	40,435,921	6,293,752
DEFERRED INFLOWS OF RESOURCES				
	-	3,750	3,750	-
NET POSITION				
Net investment in capital assets	37,167,955	12,149,434	49,317,389	-
Restricted for capital projects	2,980,464	-	2,980,464	-
Restricted for debt service	7,139,866	-	7,139,866	-
Unrestricted	(1,157,803)	(494,306)	(1,652,109)	(5,701,268)
Total net position	\$ 46,130,482	\$ 11,655,128	\$ 57,785,610	\$ (5,701,268)

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, 2021

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			GOVERNMENTAL
	DEPARTMENT OF	CIVIC		ACTIVITIES
	WASTEWATER	CENTER		INTERNAL
	OPERATIONS	OPERATIONS	TOTAL	SERVICE FUNDS
OPERATING REVENUES				
Charges for services	\$ 8,196,502	\$ 1,130,917	\$ 9,327,419	\$ 6,157,485
Total operating revenues	8,196,502	1,130,917	9,327,419	6,157,485
OPERATING EXPENSES				
Personnel services	2,283,074	120,149	-	-
Supplies and other expenses	223,478	35,846	259,324	-
Building and maintenance expenses	2,049,770	358,742	2,408,512	-
Outside services	1,088,550	1,246,149	2,334,699	88,556
Insurance claims	-	-	-	1,247,161
Insurance premiums	-	52,697	52,697	5,383,725
Depreciation	4,150,186	627,427	4,777,613	-
Other	18,981	4,107	23,088	-
Total operating expenses	9,911,035	2,445,117	9,952,929	6,719,442
Operating loss	(1,714,533)	(1,314,200)	(3,028,733)	(561,957)
NON-OPERATING REVENUES				
(EXPENSES)				
Ad valorem taxes	606,685	-	606,685	-
Hotel/motel taxes	-	173,337	173,337	-
Cable television franchise fees	-	336,776	336,776	-
Intergovernmental	270,000	-	270,000	-
Amortization of bond premium	(9,796)	-	(9,796)	-
Interest income	37,494	181	37,675	1,968
Interest expense	(540,348)	-	(540,348)	-
Total non-operating revenues (expense)	364,035	510,294	874,329	1,968
Loss before contributions and transfers	(1,350,498)	(803,906)	(2,154,404)	(559,989)
Capital contributions	123,876	110,800	234,676	-
Transfers out	(734,619)	-	(734,619)	-
Transfers in	368,376	-	368,376	-
Change in net position	(1,592,865)	(693,106)	(2,285,971)	(559,989)
Net position - beginning of year	47,723,347	12,348,234	60,071,581	(5,141,279)
Net position - end of year	\$ 46,130,482	\$ 11,655,128	\$ 57,785,610	\$ (5,701,268)

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, 2021**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			GOVERNMENTAL
	DEPARTMENT OF WASTEWATER OPERATIONS	CIVIC CENTER OPERATIONS	TOTAL	ACTIVITIES INTERNAL SERVICE FUNDS
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from customers	\$ 8,757,563	\$ 958,079	\$ 9,715,642	\$ 6,157,485
Payments to suppliers	(5,235,389)	(1,785,288)	(7,020,677)	(6,536,135)
Internal activity - payments (to)/from other funds	(3,853)	469,762	465,909	-
Net cash provided (used) by operating activities	3,518,321	(357,447)	3,160,874	(378,650)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Ad valorem taxes	606,685	-	606,685	-
Hotel/motel taxes	-	173,337	173,337	-
Cable television franchise fees	-	314,861	314,861	-
Internal activity - payments to other funds	(366,269)	-	(366,269)	-
Net cash provided by noncapital financing activities	240,416	488,198	728,614	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Intergovernmental	270,000	24,537	294,537	-
Payments on long-term debt	(1,970,624)	-	(1,970,624)	-
Proceeds from long-term debt	122,527	-	122,527	-
Interest paid on long-term debt	(534,253)	-	(534,253)	-
Purchases of capital assets	(845,889)	-	(845,889)	-
Net cash used by capital and related financing activities	(2,958,239)	24,537	(2,933,702)	-
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest and dividends received	37,494	181	37,675	-
Net cash provided (used) by investing activities	37,494	181	37,675	-
Net increase (decrease) in cash and cash equivalents	837,992	155,469	993,461	(378,650)
Cash and cash equivalents, beginning of year	9,987,068	249,433	10,236,501	-
Cash and cash equivalents, end of year	\$ 10,825,060	\$ 404,902	\$ 11,229,962	\$ (378,650)

(Continued)

CITY OF KENNER, LOUISIANA
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2021

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			GOVERNMENTAL
	DEPARTMENT OF	CIVIC		ACTIVITIES
	WASTEWATER	CENTER		INTERNAL
	OPERATIONS	OPERATIONS	TOTAL	SERVICE FUNDS
Reconciliation to Statement of Net Position:				
Cash	\$ -	\$ 404,902	\$ 404,902	\$ 592,484
Restricted cash	10,100,330	-	10,100,330	-
Equity in pooled cash	724,730	-	724,730	-
Cash and cash equivalents, end of year	<u>\$ 10,825,060</u>	<u>\$ 404,902</u>	<u>\$ 11,229,962</u>	<u>\$ 592,484</u>
Reconciliation of operating income to net cash provided by (used for) operating activities:				
Operating loss	\$ (1,714,533)	\$ (1,314,200)	\$ (3,028,733)	\$ (561,957)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation	4,150,186	627,427	4,777,613	-
Change in current assets and current liabilities:				
Decrease (increase) in receivables	561,061	(30,189)	530,872	-
Decrease (increase) in due from other funds	(3,853)	-	(3,853)	-
Decrease (increase) in prepaid expenses	(20,000)	-	(20,000)	-
Increase (decrease) in accounts payable	510,658	26,205	536,863	-
Increase (decrease) in accrued liabilities	14,801	6,197	20,998	-
Increase (decrease) in estimated claims payable	-	-	-	183,307
Increase (decrease) in due to other funds	-	469,762	469,762	-
Increase (decrease) in deferred revenue	-	1,083	1,083	-
Increase (decrease) in deposits on future events	-	(143,732)	(143,732)	-
Total adjustments	<u>5,212,853</u>	<u>956,753</u>	<u>6,169,606</u>	<u>183,307</u>
Net cash provided by (used for) operating activities	<u>\$ 3,498,320</u>	<u>\$ (357,447)</u>	<u>\$ 3,140,873</u>	<u>\$ (378,650)</u>
Noncash investing, capital, and financing activities:				
Contributions of capital	\$ 917,142	\$ 110,800	\$ 1,027,942	\$ -
Acquisitions of property, plant and equipment through capital contributions	<u>(917,142)</u>	<u>(110,800)</u>	<u>(1,027,942)</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 FUND
JUNE 30, 2021**

	<u>AIRPORT SALES TAX FUND</u>
ASSETS	
Equity in pooled cash	\$ 2
Receivables (net, where applicable, of allowance for uncollectibles)	
Intergovernmental	<u>378,112</u>
Total assets	<u><u>378,114</u></u>
LIABILITIES	
Due to other governments	<u>\$ 378,114</u>
Total liabilities	<u>378,114</u>
NET POSITION	<u><u>\$ -</u></u>

The accompanying notes are an integral part of this statement.

CITY OF KENNER, LOUISIANA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUND
FOR THE YEAR ENDED JUNE 30, 2021

	<u>AIRPORT SALES TAX FUND</u>
REVENUES	
Taxes	<u>\$ 2,002,068</u>
Total revenues	<u>2,002,068</u>
EXPENDITURES	
Distributions to other governments	<u>2,002,068</u>
Total expenditures	<u>2,002,068</u>
Change in net position	-
Net position - beginning of year	<u>-</u>
Net position - end of year	<u><u>\$ -</u></u>

The accompanying notes are an integral part of this statement.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

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 fiduciary 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 (except agency funds which do not have a measurement focus). 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, 2021

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 position 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 position 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 Sales Tax Bonds Series 2013, 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.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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 does not involve measurement of results of operations. Accordingly, it presents a statement of fiduciary net position and a statement of changes in fiduciary net position. The custodial fund is reported in the financial statements on the accrual basis of accounting.

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, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. BUDGETARY ACCOUNTING (CONTINUED)

Enterprise Funds
Department of Wastewater Operations
Civic Center Operations

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

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

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

5. CASH, INVESTMENTS, AND POOLED ASSETS

The City maintains three cash pools as follows:

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

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

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

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

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

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

6. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES

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

7. INVENTORIES

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

8. CAPITAL ASSETS

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

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

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

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

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

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

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

9. INTANGIBLE ASSETS

The City has a policy to capitalize any intangible assets which exceed \$50,000 in accordance with Governmental Accounting Standards Board Statement (GASBS) No. 51, "*Accounting and Financial Reporting for Intangible Assets*".

10. COMPENSATED ABSENCES

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

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

11. LONG-TERM OBLIGATIONS

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

Noncurrent liabilities include estimated amounts for accrued compensated absences, other postemployment benefits, net pension liabilities, and capital lease obligations that will not be paid within the next fiscal year.

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

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

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

12. FUND BALANCE/NET POSITION

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

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

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

12. FUND BALANCE/NET POSITION (CONTINUED)

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

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

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balance are available, the City considers amounts to have been spent first out of committed funds, then assigned funds and finally unassigned funds, as needed, unless the City has provided otherwise in its commitment or assigned actions. The City does not have a formal minimum fund balance policy.

13. INTERFUND SERVICES

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

All other interfund services are reported as transfers.

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

14. ACCOUNTING ESTIMATES

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

15. ADOPTION OF NEW ACCOUNTING PRINCIPLES

During the year ended June 30, 2021, the following statement was implemented: GASB Statement No. 84, *Fiduciary Activities*. This statement establishes criteria for identifying fiduciary activities of all state and local governments. The objectives of the standard are to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

16. PREPAID ITEMS

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

NOTE B - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

1. BUDGETARY PROCEDURES

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

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

2. BUDGETARY COMPARISON

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

Budgetary comparison information is required to be presented for the general fund and each major special revenue fund with a legally adopted budget. The City adopts annual operating budgets for the general fund and all special revenue funds. The major special revenue funds are One Percent Sales Tax of 1984 Fund and the Fire Protection Fund. Since accounting principles applied for the purposes of developing data on a budgetary basis differ from those used to present financial statements in conformity with generally accepted accounting principles (GAAP), a reconciliation of the resulting basis and timing differences in the net change in fund balances for the year ended June 30, 2021, is presented as a note in required supplementary information.

NOTE C - DEPOSITS AND INVESTMENTS

Deposits

At June 30, 2021, the City of Kenner has cash (book balances) totaling \$66,531,665 as follows:

Governmental Funds:	
Money market funds	\$ 4,922,011
Demand deposits	49,783,345
Petty cash	3,865
Proprietary Funds:	
Enterprise Funds:	
Petty cash	500
Demand deposits	11,229,460
Internal Service Funds:	
Demand deposits	592,484
	<u>\$ 66,531,665</u>

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE C - DEPOSITS AND INVESTMENTS (CONTINUED)

Deposits (Continued)

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, 2021, the City's demand deposits and money market funds bank balances of \$66,947,858 were entirely secured by federal deposit insurance, pledged securities held by the City's agent, and by letters of credit.

Restricted Cash and Investments

Certain assets of the Wastewater Fund, the Debt Service Funds, and the Capital Projects Funds are classified as restricted assets on the statement of net position because their use is limited by applicable bond covenants 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, 2021, 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, 2021, the City had no investments in any one entity which exceeded 5% of total investments, except obligations of government-sponsored entities, which are implicitly guaranteed by the federal government.

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

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

As of June 30, 2021, 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>\$ 4,999,819</u>	<u>\$ 4,000,916</u>	<u>\$ 998,903</u>	<u>\$ -</u>	<u>\$ -</u>

Credit risk is defined as the risk that an insurer or other counterparty to an investment will not fulfill its obligations. The City invested only in obligations of federal agencies or federally sponsored entities in the amount of \$4,999,819, which are rated AAA by Moody's. The type of investments allowed by state law ensures that the City is not exposed to credit risk.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

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	\$ 31,902,095	\$ 290,092	\$ 5,991	\$ 32,198,178
Total Equity in Pooled Cash	<u>\$ 31,902,095</u>	<u>\$ 290,092</u>	<u>\$ 5,991</u>	<u>\$ 32,198,178</u>
<u>Equity in Pool</u>				
General Fund	\$ 14,580,065	\$ 272,361	\$ 5,991	\$ 14,858,417
Sales Tax Fund	-	-	-	-
Fire Protection Fund	-	-	-	-
Enterprise Funds	724,730	-	-	724,730
Agency Fund	2	-	-	2
General Debt	-	17,731	-	17,731
Consolidated General Capital Projects	7,848,091	-	-	7,848,091
Consolidated Capital Projects w/Bond Proceeds	5,718,926	-	-	5,718,926
Nonmajor Governmental Funds	3,030,281	-	-	3,030,281
Total Equity in Pool	<u>\$ 31,902,095</u>	<u>\$ 290,092</u>	<u>\$ 5,991</u>	<u>\$ 32,198,178</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, 2021, consists of the following amounts:

General Fund	<u>\$ 1,022,288</u>
Proprietary Funds:	
Department of Wastewater Operations	<u>\$ 56,755</u>

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE F - SALES TAX

A sales tax of 9.75% for the period of July 1, 2020 through June 30, 2021, was collected on purchases in the City of Kenner (food and drugs are taxed at a 6% rate, and hotel/motel rooms at a 9% rate). Of the 9.75% total, 5.0% is levied by the state and 4.75% by Jefferson Parish, for itself and other local government subdivisions within the Parish. The following table for parish taxes lists the effective year of each authorized tax rate, the Parish-wide tax rate (which includes $\frac{1}{6}\%$ retained by the Parish), the rate collected for the benefit of the Jefferson Parish School Board, and the rate collected for the benefit of the City of Kenner.

Effective Date	Parish-Wide Rate	School Board Rate	City Rate
1954	1%	$\frac{1}{2}\%$	$\frac{1}{2}\%$
1966	1%	$\frac{1}{2}\%$	$\frac{1}{2}\%$
1980	$\frac{1}{2}\%$	$\frac{1}{2}\%$	-
1981	$\frac{1}{2}\%$	-	$\frac{1}{3}\%$
1984	1%	-	1
1993	$\frac{1}{2}\%$	$\frac{1}{2}\%$	-
1994	$\frac{1}{4}\%$	-	$\frac{1}{4}\%$
TOTAL	<u><u>$4\frac{3}{4}\%$</u></u>	<u><u>2%</u></u>	<u><u>$2\frac{7}{12}\%$</u></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 2020 which are collected and reported as revenue for the fiscal year ended June 30, 2021, is as follows:

Fund	2020 MILLS
City of Kenner Municipal Tax	1.97
Garbage Collection	1.52
Fire Protection	7.01
Sewerage, Collection and Treatment	1.08
Acquiring, Construction, Improving and Maintaining Public Streets	5.59
Total	<u><u>17.17</u></u>

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE H - CAPITAL ASSETS

1. Capital asset activity for the fiscal year ended June 30, 2021, was as follows:

	June 30, 2020	Additions	Reductions	Completed Construction	June 30, 2021
Governmental Activities					
Capital assets not being depreciated:					
Land	\$ 11,592,898	\$ -	\$ -	\$ -	\$ 11,592,898
Works of art	2,160,128	-	-	-	2,160,128
Construction-in-progress	20,201,083	5,166,867	-	(586,975)	24,780,975
 Total capital assets not being depreciated	 33,954,109	 5,166,867	 -	 (586,975)	 38,534,001
Capital assets being depreciated:					
Buildings and building improvements	59,203,014	119,777	-	313,153	59,635,944
Improvements other than buildings	14,516,210	-	-	-	14,516,210
Street system	287,468,296	-	-	-	287,468,296
Drainage system	378,653,447	-	-	273,822	378,927,269
Furniture, fixtures, and equipment	22,013,997	862,060	-	-	22,876,057
Vehicles	18,185,577	464,242	-	-	18,649,819
Bridges	4,283,102	-	-	-	4,283,102
 Total capital assets being depreciated	 784,323,643	 1,446,079	 -	 586,975	 786,356,697
	June 30, 2020	Additions	Reductions	Completed Construction	June 30, 2021
Less accumulated depreciation for:					
Buildings and building improvements	40,127,339	1,104,985	-	-	41,232,324
Improvements other than buildings	6,173,505	811,279	-	-	6,984,784
Street system	226,231,929	4,834,288	-	-	231,066,217
Drainage system	353,933,708	6,969,517	-	-	360,903,225
Furniture, fixtures, and equipment	18,245,916	627,188	-	-	18,873,104
Vehicles	14,988,442	1,084,705	-	-	16,073,147
Bridges	1,718,377	118,411	-	-	1,836,788
 Total accumulated depreciation	 661,419,216	 15,550,373	 -	 -	 676,969,589
 Total capital assets being depreciated, net	 122,904,427	 (14,104,294)	 -	 586,975	 109,387,108
Governmental activities capital assets, net	\$ 156,858,536	\$ (8,937,427)	\$ -	\$ -	\$ 147,921,109

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE H - CAPITAL ASSETS (CONTINUED)

	June 30, 2020	Additions	Reductions	Completed Construction	June 30, 2021
Business-Type Activities					
Capital assets not being depreciated:					
Land	\$ 3,798,726	\$ -	\$ -	\$ -	\$ 3,798,726
Construction-in-progress	1,478,815	904,066	-	-	2,382,881
 Total capital assets not being depreciated	 5,277,541	 904,066	 -	 -	 6,181,607
Capital assets being depreciated:					
Buildings and building improvements	135,681,471	-	-	-	135,681,471
Improvements other than buildings	23,932,189	-	-	-	23,932,189
Furniture, fixtures, and equipment	18,320,706	152,568	-	-	18,473,274
Vehicles	1,745,088	23,931	-	-	1,769,019
 Total capital assets being depreciated	 179,679,454	 176,499	 -	 -	 179,855,953
Less accumulated depreciation for:					
Buildings and building improvements	64,261,510	1,685,506	-	-	65,947,016
Improvements other than buildings	16,738,661	2,759,629	-	-	19,498,290
Furniture, fixtures, and equipment	14,949,192	284,714	-	-	15,233,906
Vehicles	1,507,335	47,764	-	-	1,555,099
 Total accumulated depreciation	 97,456,698	 4,777,613	 -	 -	 102,234,311
 Total capital assets being depreciated, net	 82,222,756	 (4,601,114)	 -	 -	 77,621,642
 Business-type activities capital assets, net	 \$ 87,500,297	 \$ (3,697,048)	 \$ -	 \$ -	 \$ 83,803,249

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE H - CAPITAL ASSETS (CONTINUED)

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

General government	\$ 447,400
Public safety	1,158,057
Public works	12,618,172
Culture and recreation	1,293,077
Health and welfare	<u>33,667</u>

Total depreciation expense - governmental activities	<u>\$ 15,550,373</u>
--	----------------------

Business-type activities:

Wastewater Operations	\$ 4,150,186
Civic Center Operations	<u>627,427</u>

Total depreciation expense - business-type activities	<u>\$ 4,777,613</u>
---	---------------------

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

	<u>June 30, 2021</u>	<u>June 30, 2021</u>	<u>Committed</u>	<u>Financing</u>
General government	\$ -	\$ -	\$ -	\$ -
Public safety	813,511	288,773	524,738	524,738
Public works	30,221,196	24,347,993	5,873,203	5,873,203
Health and welfare	-	-	-	-
Culture and recreation	318,032	144,209	173,823	173,823
Total	<u>\$ 31,352,739</u>	<u>\$ 24,780,975</u>	<u>\$ 6,571,764</u>	<u>\$ 6,571,764</u>

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE I - LONG-TERM DEBT

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

Long-term debt at June 30, 2021, includes the following serial bonds and loans:

	<u>Interest Rates</u>	<u>Final Maturity Date</u>	<u>Amount Authorized</u>	<u>Amount Incurred</u>	<u>Amount Outstanding</u>
Governmental Activities					
Sales Tax Bonds, Series 2013	2.00 - 5.00%	6/1/2033	40,980,000	\$ 40,980,000	\$ -
Sales Tax Bonds, Series 2020	0.76 - 2.69%	6/1/2033	34,825,000	34,825,000	34,825,000
LDEQ loan, Sewer Revenue Bonds, Series 2009 - Direct Borrowing	0.95%	11/1/2030	22,000,000	22,000,000	12,808,822
Excess Revenue Certificate of Indebtness	2.97%	3/21/2029	1,750,000	<u>1,750,000</u>	<u>1,424,000</u>
Total Governmental Activities				<u>\$ 99,555,000</u>	<u>\$ 49,057,822</u>
Business-Type Activities					
Sewer Revenue Bonds, Series 2011	3.00 - 5.00%	11/1/2021	16,000,000	\$ 16,000,000	\$ 555,000
Sewer Revenue Bonds, Series 2019	2.1 - 3.4%	11/1/2036	12,045,000	12,045,000	11,995,000
LDEQ loan, Sewer Revenue Bonds, Series 2012 - Direct Borrowing	0.95%	11/1/2034	21,000,000	21,000,000	15,542,000
LDEQ loan, Clean Water Revolving Fund	0.45%	6/1/1937	9,500,000	289,311	289,311
LDEQ loan, Sales Tax Bonds, Series 2015 - Direct Borrowing	0.95%	6/1/2037	15,000,000	<u>7,259,484</u>	<u>6,251,484</u>
Total Business-Type Activities				<u>\$ 56,593,795</u>	<u>\$ 34,632,795</u>
Total Bonds				<u>\$ 156,148,795</u>	<u>\$ 83,690,617</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 \$46,944. At June 30, 2021, the outstanding balance on the loan was \$1,424,000. 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 2013

On August 6, 2013, the City issued \$40,980,000 of Series 2013 Sales Tax and Refunding Bonds to a) construct, acquire and equip public improvements for the City; and b) currently refund the outstanding Series 2003 Bonds. No interest was capitalized; interest incurred and expensed during the year was \$678,959. During the year ended June 30, 2021, this loan was advance refunded, which will result in savings to the City in the amount of \$896,700. The refund was covered through the issuance of Sales Tax Revenue Refunding Bonds Series 2020 noted below.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE I - LONG-TERM DEBT (CONTINUED)

4. 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 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 \$297,728. As of June 30, 2021, the outstanding balance of this loan, net of discount, was \$34,564,973. 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.

5. SEWER REVENUE BONDS SERIES 2011

On September 15, 2011, the City issued \$16,000,000 of Series 2011 Sewer Bonds to provide for the planning, construction, improvement, maintenance, operation and funding of improvements to the City's wastewater collection, treatment and disposal system. Interest paid during the year was \$26,063. As of June 30, 2021, the outstanding balance of this loan was \$555,000. \$11,570,000 of these bonds were refunded in association with the 2019 Sewer Bond issue noted below. 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. 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 0.95%. As of June 30, 2021, \$12,808,822 was outstanding. The City has drawn a total of \$22,000,000 through June 30, 2021. Total interest and administrative fees paid during the year ended June 30, 2021, were \$60,101 and \$66,779, 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 0.95%. As of June 30, 2021, \$15,542,000 was outstanding. The City has drawn a total of \$21,000,000 through June 30, 2021. Total interest and administrative fees paid during the year ended June 30, 2021, were \$72,266 and \$80,295, 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 0.95%. As of June 30, 2021, \$6,251,484 was outstanding. The City has drawn a total of \$7,259,484 through June 30, 2021. Total interest and administrative fees paid during the year ended June 30, 2021, were \$29,752 and \$33,057 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 0.95%. As of June 30, 2021, \$289,311 was outstanding. The City has drawn a total of \$289,311 through June 30, 2021. Total interest and administrative fees paid during the year ended June 30, 2021, were \$1,074 and \$1,193, 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.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE I - LONG-TERM DEBT (CONTINUED)

7. 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 \$347,278. As of June 30, 2021, the outstanding balance of this loan, net of discount, was \$11,848,065. \$12,274,447, which included \$615,565 of prior debt service funds, was placed in escrow to pay off the 2011 Sewer Bonds. Net revenues from the operation of the wastewater system were pledged as collateral for these bonds. The City will be in default if it fails to pay principal or interest when due. In the event of default, the owners of the bonds shall be entitled to exercise all rights and powers for which provision is made under Louisiana law.

8. CAPITAL LEASES

On September 15, 2017, the City entered into a lease-purchase finance agreement with a vendor for vehicles under a five-year capital lease. The original net present value of this capital lease was \$672,594, with a corresponding interest rate of 2.90%. Under the terms of the 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 \$672,594, are included in capital assets.

On March 2, 2020, the City entered into a lease-purchase finance agreement with a vendor for vehicles under a four-year capital lease. The original net present value of this capital lease was \$188,589, with a corresponding interest rate of 4.75%. Under the terms of the agreement, the titles of the vehicles may be turned over to the City at the conclusion of the lease, if the City exercises its purchase option. The vehicles, valued at \$188,044, are included in capital assets.

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

On December 2, 2020, the City entered into a lease-purchase finance agreement with a vendor for radios under a seven-year capital lease. The original net present value of this capital lease was \$633,056, with a corresponding interest rate of 3.58%. Under the terms of the 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.

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

General

Regular part time employees:	
0 - 5	$\frac{1}{2}$ day/month
5 - 10	$\frac{3}{4}$ day/month
over 10	1 day/month

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE I - LONG-TERM DEBT (CONTINUED)

9. COMPENSATED ABSENCES (CONTINUED)

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

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

Fire Department

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

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

Police Department

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

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

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

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

Police personnel earn sick leave at the following rates:

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

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

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

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, 2021:

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE I - LONG-TERM DEBT (CONTINUED)

10. CHANGES IN LONG-TERM DEBT (CONTINUED)

	Balance 6/30/2020	Issue or Additions	Payments or Expenditures	Discount/ (Premium)	Balance 6/30/2021	Net of Unamortized Premium/ Discount 6/30/2021	Due Within One Year
Governmental Activities:							
Sales Tax							
Revenue Bonds 2013	\$ 31,726,874	\$ -	\$31,726,874	\$ -	\$ -	\$ -	\$ -
Revenue Refunding Bonds 2020	-	34,546,400	-	18,573	34,564,973	34,825,000	-
LDEQ loan, Sewer Revenue Bonds, Series 2009 - Direct Borrowing	13,902,822	-	1,094,000	-	12,808,822	12,808,822	1,236,000
Excess Revenue Certificate of Indebtness	1,582,000	-	158,000	-	1,424,000	1,424,000	163,000
OPEB Liability (Note O)	16,211,027	1,851,584	881,893	-	17,180,718	17,180,718	-
Net Pension Liability (Note P)	67,845,622	20,284,968	10,769,282	-	77,361,308	77,361,308	-
Capital lease liability	687,917	633,056	290,187	-	1,030,786	1,030,786	296,451
Compensated Absences	5,618,106	1,598,533	1,479,956	-	5,736,683	5,736,683	2,498,198
Total Governmental Activities	<u>\$ 137,574,368</u>	<u>\$ 58,914,541</u>	<u>\$46,400,192</u>	<u>\$18,573</u>	<u>\$ 150,107,290</u>	<u>\$ 150,367,317</u>	<u>\$ 4,193,649</u>
Business-Type Activities:							
Sewer Revenue Bonds 2011	\$ 1,090,000	\$ -	\$ 535,000	\$ -	\$ 555,000	\$ 555,000	\$ 555,000
Sewer Revenue Bonds 2019	11,888,269	-	50,000	9,796	11,848,065	11,995,000	85,000
LDEQ loan, Sewer Revenue Bonds 2012 - Direct Borrowing	16,576,000	-	1,034,000	-	15,542,000	15,542,000	1,043,000
LEDQ loan, Clean Water Revolving Fund	166,784	122,527	-	-	289,311	289,311	289,311
LDEQ loan, Sales Tax Bonds 2015 - Direct Borrowing	6,611,484	-	360,000	-	6,251,484	6,251,484	711,000
Total Business-Type Activities	<u>\$ 36,332,537</u>	<u>\$ 122,527</u>	<u>\$ 1,979,000</u>	<u>\$ 9,796</u>	<u>\$ 34,485,860</u>	<u>\$ 34,632,795</u>	<u>\$ 2,683,311</u>

The annual requirements to maturity for Sales Tax Revenue Refunding Bonds Series 2020 as of June 30, 2021, are as follows:

Year Ending, June 30,	Principal	Interest
2022	\$ -	\$ 674,100
2023	2,440,000	674,100
2024	2,460,000	655,630
2025	2,485,000	630,907
2026	2,510,000	601,956
2027-2031	13,235,000	2,333,323
2032-2035	11,695,000	764,295
	<u>34,825,000</u>	<u>\$ 6,334,311</u>
Less Bond Discount	(260,027)	
Net Debt Service Requirement	<u>\$ 34,564,973</u>	

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE I - LONG-TERM DEBT (CONTINUED)

11. CHANGES IN LONG-TERM DEBT (CONTINUED)

The annual requirements to maturity for the LDEQ Taxable Sewer Bond Series 2009 as of June 30, 2021, are as follows:

<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>
2022	\$ 1,236,000	\$ 54,859
2023	1,246,000	49,274
2024	1,255,000	43,647
2025	1,266,000	37,975
2026	1,275,000	32,257
2027-2031	6,530,822	73,929
Debt Service Requirement	<u>\$ 12,808,822</u>	<u>\$ 291,941</u>

The annual requirements to maturity for the Sewer Revenue Bonds Series 2011 as of June 30, 2021, are as follows:

<u>Year Ending, June 30,</u>	<u>Principal</u>	<u>Interest</u>
2022	\$ 555,000	\$ 9,019
Debt Service Requirement	<u>\$ 555,000</u>	<u>\$ 9,019</u>

The annual requirements to maturity for the LDEQ Taxable Sewer Bond Series 2012 as of June 30, 2021, are as follows:

<u>Year Ending, June 30,</u>	<u>Principal</u>	<u>Interest</u>
2022	\$ 1,043,000	\$ 67,592
2023	1,053,000	62,876
2024	1,063,000	58,115
2025	1,073,000	53,309
2026	1,083,000	48,458
2027-2031	5,574,000	167,873
2032-2035	4,653,000	42,122
Debt Service Requirement	<u>\$ 15,542,000</u>	<u>\$ 500,345</u>

The annual requirements to maturity for the LDEQ Taxable Sales Bond Series 2015 as of June 30, 2021, are as follows:

<u>Year Ending, June 30,</u>	<u>Principal</u>	<u>Interest</u>
2022	\$ 711,000	\$ 28,132
2023	718,000	24,932
2024	724,000	21,701
2025	731,000	18,443
2026	738,000	15,154
2027-2030	2,629,484	26,247
Debt Service Requirement	<u>\$ 6,251,484</u>	<u>\$ 134,609</u>

The loan has not been fully disbursed as of June 30, 2021. The annual future payments will change once all of the loan proceeds have been received.

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE I - LONG-TERM DEBT (CONTINUED)

11. CHANGES IN LONG-TERM DEBT (CONTINUED)

The annual requirements to maturity for the LDEQ Taxable Sewer Bond Series 2019 as of June 30, 2021, are as follows:

Year Ending, June 30,	Principal	Interest
2022	\$ 163,000	\$ 42,293
2023	167,000	37,452
2024	172,000	32,492
2025	178,000	27,383
2026	183,000	22,097
2027-2029	561,000	33,056
Debt Service Requirement	<u>\$ 1,424,000</u>	<u>\$ 194,773</u>

The annual requirements to maturity for the Sewer Refunding Bonds Series 2019 as of June 30, 2021 are as follows:

Year Ending, June 30,	Principal	Interest
2022	\$ 85,000	\$ 345,253
2023	660,000	337,048
2024	670,000	322,748
2025	685,000	307,500
2026	705,000	290,810
2027-2031	3,810,000	1,154,069
2032-2036	4,410,000	535,305
2037	970,000	16,490
Debt Service Requirement	<u>11,995,000</u>	<u>\$ 3,309,223</u>
Less Bond Discount	<u>(146,935)</u>	
	<u>\$ 11,848,065</u>	

The annual requirements to maturity for the LDEQ Cleanwater Revolving Loan as of June 30, 2021 are as follows:

Year Ending, June 30,	Principal	Interest
2022	\$ 289,311	\$ 1,302
Debt Service Requirement	<u>\$ 289,311</u>	<u>\$ 1,302</u>

The loan has not been fully disbursed as of June 30, 2021. The annual future payments will change once all of the loan proceeds have been received.

Future payments for the capital lease agreements as of June 30, 2021, are as follows:

Year Ending, June 30,	Principal	Interest
2022	\$ 296,451	\$ 35,179
2023	189,273	26,396
2024	154,699	19,697
2025	125,381	14,578
2026	130,063	9,896
2027	134,919	5,039
	<u>\$ 1,030,786</u>	<u>\$ 110,785</u>

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE I - LONG-TERM DEBT (CONTINUED)

12. 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.

NOTE J - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

A summary of interfund transfers at June 30, 2021, are as follows:

	Transfer In:								Total
	General Fund	General Capital Projects	Capital Projects with Bond Proceeds	Fire Protection	General Debt (Major)	Nonmajor Governmental	Department of Wastewater Operations	Internal Service Funds	
Transfer Out:									
General Fund	\$ -	\$ 2,431,165	\$ -	\$ 3,886,937	\$ -	\$ 2,081,900	\$ -	\$ -	\$ 8,400,002
One Percent Sales Tax of 1984 Fund	11,987,593	-	-	697,361	-	166,536	-	-	12,851,490
Fire Protection	-	-	-	-	-	-	-	-	-
General Debt	-	-	-	-	-	-	-	-	-
General Capital Projects	-	-	-	-	446,860	-	-	-	446,860
Nonmajor Governmental	-	-	2,157,592	-	-	-	8,376	-	2,165,968
Capital Projects Funded with Bonds Proceeds	-	-	-	-	-	-	-	-	-
General Debt (Major)	-	-	-	-	-	-	360,000	-	360,000
Department of Wastewater Operations	-	-	-	-	734,619	-	-	-	734,619
Total	<u>\$ 11,987,593</u>	<u>\$ 2,431,165</u>	<u>\$ 2,157,592</u>	<u>\$ 4,584,298</u>	<u>\$ 1,181,479</u>	<u>\$ 2,248,436</u>	<u>\$ 368,376</u>	<u>\$ -</u>	<u>\$ 24,958,939</u>

Transfers are primarily used to move funds from:

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

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

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

Nonmajor Governmental Funds – from the Roads and Bridges fund to the General Capital Projects Funds with bond proceeds for the funding of future capital projects and to the Wastewater fund to provide funding for debt service of the 2019 Sewer Revenue Bonds.

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

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

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

The composition of interfund balances as of June 30, 2021, is as follows:

Due to/from other funds

Receivable Fund	Payable Fund	Amount
General Fund	One Percent Sales Tax of 1984 Fund	\$ 2,771,424
	General Capital Projects Fund	1,497,118
	General Capital Projects Funded with Bond Proceeds	2,824,547
	Nonmajor Governmental Funds	661,858
	Department of Wastewater Operations	3,704,209
	Internal Service Funds	701,183
	Consolidated General Debt (Major)	7,311,519
	Civic Center Operations	876,218
	Fire Protection	2,476,582
One Percent Sales Tax of 1984 Fund	Nonmajor Governmental Funds	310,733
Fire Protection	One Percent Sales Tax of 1984 Fund	56,165
	Property Tax	755,413
Department of Wastewater Operations	Property Tax	117,230
General Capital Projects Fund	General Fund	11,904,786
General Capital Projects Funded with Bond Proceeds	Property Tax	480,990
	Nonmajor Governmental Funds	56,239
	General Capital Projects Fund	2,140,077
Nonmajor Governmental Funds	General Fund	382,763
	One Percent Sales Tax of 1984 Fund	12,171
	Property Tax	215,709
		<u>\$39,256,934</u>

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

NOTE K - TREASURE CHEST RIVERBOAT CASINO AGREEMENT

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

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

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE L - RISK MANAGEMENT

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

All funds of the City with employees, except for the Department of Wastewater Operations and the Civic Center Operations Funds, participate in the program and make payments to the fund based on an actuarial valuation dated November 2003 adjusted by the actual performance of the programs using historical experience. The claims liability of \$5,592,569 (which includes claims incurred but not reported in the Fund at June 30, 2021) 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 2019, 2020, and 2021 were as follows:

	<u>Beginning of Fiscal Year Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claim Payments</u>	<u>Balance at Fiscal Year End</u>
2018 - 2019	\$ 5,236,146	\$ 613,794	\$ (711,405)	\$ 5,138,535
2019 - 2020	5,138,535	1,187,162	(916,434)	5,409,263
2020 - 2021	5,409,263	1,246,881	(1,063,575)	5,592,569

The amount of estimated claims payable due within one year of these financial statements is \$2,196,645.

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.

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, 2021

NOTE M - COMMITMENTS AND CONTINGENCIES (CONTINUED)

LEASE COMMITMENTS - GENERAL

Leases are accounted for in accordance with GASB Codification Section L20-Leases, which requires classification of leases as capital or operating leases. Governmental fund assets under capital leases are recorded in the government-wide financial statements. As of June 30, 2021, the City has three capital lease agreements. See Note I for information related to this capital lease.

Operating Leases

The City is committed under various leases for office equipment. These leases are considered for accounting purposes to be operating leases. Lease expenditures for the year ended June 30, 2021, amounted to \$140,618. Future minimum lease payments for these leases are as follows:

<u>Year Ending June 30,</u>	<u>Amounts</u>
2022	\$ 110,220
2023	53,220
2024	53,220
2025	8,870
Total minimum lease payments	<u>\$ 225,530</u>

NOTE N - 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, 2021.

NOTE O - 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, 2021, 204 retirees were receiving postemployment benefits.

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

BENEFITS PROVIDED

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

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

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

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

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE O - POSTEMPLOYMENT BENEFITS (CONTINUED)

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 \$476.28 per month for employee/retiree coverage with a health screening and \$546.28 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 \$210 for People's Health and \$307.73 for Humana. The City pays \$100 per month for retiree-only coverage with Medicare plans for those retirees hired prior to March 31, 1986. All other retirees are responsible for the entire monthly premium.

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

EMPLOYEES COVERED BY BENEFIT TERMS

At June 30, 2021, the following employees were covered by the benefit terms:

Inactive employees currently receiving benefits payments	204
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	<u>592</u>
Total	<u><u>796</u></u>

TOTAL OPEB LIABILITY

At June 30, 2021, the City reported a total OPEB liability of \$17,180,718. The total OPEB liability was measured as of June 30, 2021, and was determined by an actuarial valuation as of June 30, 2021.

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, 2021, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise noted:

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE O - POSTEMPLOYMENT BENEFITS (CONTINUED)

ACTUARIAL METHODS AND ASSUMPTIONS (CONTINUED)

Valuation Date	June 30, 2021
Measurement Date	June 30, 2021
Actuarial cost method	Entry Age Normal, Level Percentage of Pay
Actuarial assumptions:	
Expected remaining service lives	4 years
Inflation rate	2.50%
Salary increase rate	2.00%
Discount rate	1.92%
Mortality rates	<i>Pre-Retirement Mortality</i> : PubG.H-2010 Employee Mortality Table, Generational with Projection Scale MP-2021. <i>Post-Retirement Mortality</i> : PubG.H-2010 Healthy Retiree Mortality Table, Generational with Projection Scale MP-2021.
Healthcare cost trend rates	<i>Pre-65</i> : The healthcare cost trend was 6.0%, initially, and decreases to an ultimate rate of 4.0% in 2075. <i>65 & Over</i> : The healthcare cost trend rate is a flat 2.5%.
Employee turnover rates	An age-related turnover scale based on actual experience has been used. The rates, when applied to the active employee census, produce an annual turnover of approximately 10%. The percent turnover for each age range are as follows: 20-25 (17.0%), 26-40 (10.2%), 41-50 (6.8%), and 51+ (5.1%).

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, 2021:

Balance at 06/30/2020	\$ 16,211,027
Changes for the year:	
Service cost	388,785
Interest	395,892
Differences between expected and actual experience	1,486,846
Changes in assumptions/inputs	(419,939)
Benefit payments	(881,893)
Net changes	<u>969,691</u>
Balance at 06/30/2021	<u>\$ 17,180,718</u>

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

For the year ended June 30, 2021, the City recognized OPEB expense of \$1,095,819. At June 30, 2021, 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	\$ 1,115,135	\$ -
Changes of assumptions or other inputs	<u>-</u>	<u>314,954</u>
	<u>\$ 1,115,135</u>	<u>\$ 314,954</u>

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE O - POSTEMPLOYMENT BENEFITS (CONTINUED)

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

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

Year ending June 30:		
2022	\$	266,727
2023		266,727
2024		266,727
	\$	<u>800,181</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 (0.92%) or one percentage point higher (2.92%) than the current discount rate:

	1% Decrease	Current Discount Rate	1% Increase
Total OPEB liability	<u>\$ 18,954,875</u>	<u>\$ 17,180,718</u>	<u>\$ 15,428,811</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>\$ 15,318,254</u>	<u>\$ 17,180,718</u>	<u>\$ 19,200,492</u>

NOTE P - PENSION PLANS

GENERAL

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

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

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

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

PLAN DESCRIPTIONS

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

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

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE P - PENSION PLANS (CONTINUED)

PLAN DESCRIPTIONS (CONTINUED)

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

The MERS retirement information in this Note is provided as of the latest actuarial valuation, June 30, 2020. The Municipal Employees' Retirement System of Louisiana issues a publicly available financial report that includes financial statements and required supplementary information. The financial report may be obtained by writing to Municipal Employees' Retirement System, 7937 Office Park Boulevard, Baton Rouge, Louisiana 70809.

Plan members are required to contribute 10.0% of their earnable compensation, and the City is required to contribute at an actuarially determined rate. The current rate is 29.5% of earnable compensation. At July 1, 2021, the employer rate remained at 29.5% for the 2021-2022 fiscal year, and the employee rate remained at 10.0%.

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

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

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

The MPERS retirement information in this Note is provided as of the latest actuarial valuation, June 30, 2020. 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 33.75% and 10.0%, respectively. The employer and employee contribution rates for all Non Hazardous Duty members hired after January 1, 2013, were 33.75% and 8.0%, respectively. At July 1, 2021, the employer's contribution rate decreased to 29.75%, 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 29.75% and the employee rate remained at 8.0% for all Non Hazardous duty members hired after January 1, 2013.

The Firefighters' Retirement System (FRS)

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

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE P - PENSION PLANS (CONTINUED)

PLAN DESCRIPTIONS (CONTINUED)

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 32.25% of annual-covered payroll. Effective July 1, 2021, the employer's contribution rate increased to 33.75% 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 \$4,433,117, \$2,590,258, and \$2,238,483, respectively, for the year ended June 30, 2021.

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, 2021, the City of Kenner, Louisiana reported a liability for MERS, MPERS, and FRS of \$32,545,187, \$24,880,853, and \$19,935,268, respectively, for its proportionate share of the net pension liability. The net pension liabilities were measured as of June 30, 2020, 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, 2020, the City of Kenner, Louisiana's proportion for MERS, MPERS, and FRS was 7.527668%, 2.692054%, and 2.876019%, respectively. This reflects an increase for MERS of 0.75241%, an increase for MPERS of 0.045781%, and an increase for FRS of 0.400493% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the City of Kenner, Louisiana recognized pension expense and contributions revenue from non-employer contributions as follows:

	Pension Expense/ (Benefit)	Contributions Revenue - Non Employer Contributions
MERS	\$ 1,578,591	\$ 510,675
MPERS	780,129	586,792
FRS	1,795,772	805,793
Total	<u>\$ 4,154,492</u>	<u>\$ 1,903,260</u>

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE P - PENSION PLANS (CONTINUED)

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

At June 30, 2021, the City of Kenner, Louisiana reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources			
	MERS	MPERS	FRS	Total
Differences between expected and actual experience	\$ 15,090	\$ -	\$ -	\$ 15,090
Changes in proportion	1,886,334	283,032	4,010,780	6,180,146
Change of assumptions	547,519	591,226	1,927,112	3,065,857
Difference between projected and actual earnings on plan investments	3,247,671	2,984,956	2,195,394	8,428,021
Employer contributions subsequent to the measurement date	4,433,117	2,590,258	2,238,483	9,261,858
Total	\$ 10,129,731	\$ 6,449,472	\$ 10,371,769	\$ 26,950,972

	Deferred Inflows of Resources			
	MERS	MPERS	FRS	Total
Differences between expected and actual experience	\$ 184,494	\$ 980,037	\$ 1,275,456	\$ 2,439,987
Difference between employer contributions and proportionate share of contributions	45,762	10,238	9,476	65,476
Change of assumptions	-	614,023	-	614,023
Changes in proportion	49,635	863,494	259,496	1,172,625
Total	\$ 279,891	\$ 2,467,792	\$ 1,544,428	\$ 4,292,111

During the year ended June 30, 2021, employer contributions totaling \$4,433,117, \$2,590,258, and \$2,238,483 were made subsequent to the measurement date for MERS, MPERS, and FRS, respectively. These contributions are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

	MERS	MPERS	FRS	Total
Year Ending June 30,				
2022	\$ 2,231,935	\$ (388,109)	\$ 1,063,940	\$ 2,907,766
2023	1,970,801	561,558	1,600,764	4,133,123
2024	737,939	651,099	1,584,925	2,973,963
2025	476,048	566,874	1,169,572	2,212,494
2026	-	-	793,353	793,353
Thereafter	-	-	376,304	376,304
Total	\$ 5,416,723	\$ 1,391,422	\$ 6,588,858	\$ 13,397,003

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE P - PENSION PLANS (CONTINUED)

ACTUARIAL ASSUMPTIONS

Total pension liabilities for MERS, MPERS, and FRS in the June 30, 2020, actuarial valuations were determined using the following actuarial assumptions, applied to all periods included in the measurements:

	MERS	MPERS	FRS
Actuarial cost method	Entry Age Normal	Entry Age Normal	Entry Age Normal
Actuarial assumptions:			
Expected Remaining Service Lives	3 Years	4 Years	7 Years
Investment rate of return	6.95%, net of investment expense	6.95%, net of investment expense	7.00%, net of investment expense
Inflation rate	2.50% per annum	2.50% per annum	2.50% per annum
Projected salary increases	Vary from 6.4% in the first four years of service to 4.5% after four years of service	Salary growth rate based on years of service, ranging from 12.30% for 1-2 years of service to 4.70% for 23 & over years of service.	Vary from 14.1% in the first two years of service and 5.2% with three or more years of service.
Cost-of-living adjustments	None, since they are not deemed to be substantively automatic.	None, since they are not deemed to be substantively automatic.	None, since they are not deemed to be substantively automatic.
Mortality	PubG-2010(B) Healthy Retiree Table for Annuitant members; PubG-2010(B) Employee Table for Active members; PubNS-2010(B) Disabled Retiree Table for Disabled annuitants	Pub-2010 Healthy Retiree Table for Annuitant members; Pub-2010 Employee Table for Active members; Pub-2010 Disabled Retiree Table for Disabled annuitants	Pub-2010 Healthy Retiree Table for Annuitant members; Pub-2010 Employee Table for Active members; Pub-2010 Disabled Retiree Table for Disabled annuitants
Termination and disability	Termination, disability and retirement assumptions were projected based on a five year (2013-2018) experience study of the System's members.	Termination, disability and retirement assumptions were projected based on a five year (2014-2019) experience study of the System's members.	Termination, disability and retirement assumptions were projected based on a five year (2014-2019) experience study of the System's members.

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

The target allocation and best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2020, are summarized in the following table:

Asset Class	Target Allocation			Long-Term Expected Real Rate of Return		
	MERS	MPERS	FRS	MERS	MPERS	FRS
Equity	53%	48.5%	54%	2.33%	3.08%	3.37%
Fixed Income	38%	33.5%	31%	1.67%	0.54%	0.43%
Alternatives	9%	18%	15%	0.40%	1.02%	1.18%
Other	0%	0%	0%	0.00%	0.00%	0.00%
Total	100%	100%	100%	4.40%	4.64%	4.98%
Inflation				2.60%	2.55%	2.50%
Expected Arithmetic Nominal Return				7.00%	7.19%	7.48%

CITY OF KENNER, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE P - PENSION PLANS (CONTINUED)

ACTUARIAL ASSUMPTIONS (CONTINUED)

DISCOUNT RATES

The discount rate used to measure the total pension liability for MERS, MPERS, and FRS was 6.95%, 6.95%, and 7.00%, 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 (6.95% for MERS, 6.95% for MPERS, and 7.00% 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	\$ 42,337,721	\$ 32,545,187	\$ 24,265,185
MPERS	34,954,946	24,880,853	16,459,328
FRS	28,796,297	19,935,268	12,538,924
Total	<u>\$ 106,088,964</u>	<u>\$ 77,361,308</u>	<u>\$ 53,263,437</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 2020 Annual Financial Reports at www.mersla.com, www.lampers.org, and www.lafirefightersret.com, respectively.

PAYABLES TO THE PENSION PLANS

At June 30, 2021, there were no amounts owed to any of the three pension plans for employee and employer legally-required contributions.

NOTE Q – DEFICIT FUND BALANCES/NET POSITION

At June 30, 2021, the Self-Insurance Fund had a deficit in its unrestricted net position of \$5,446,717. This deficit will be eliminated by the City making additional contributions into the fund during future years.

At June 30, 2021, the Health Insurance Fund had a deficit in its unrestricted net position of \$254,551. This deficit will be eliminated by the City making additional contributions into the fund during future years.

At June 30, 2021, the Fire Protection Fund had a deficit in its unrestricted fund balance of \$2,597. This deficit will be eliminated by the City collection additional tax revenue during future years.

At June 30, 2021, the Civic Center Operations Fund had a deficit in its unrestricted net position of \$494,306. This deficit will be eliminated by the future revenues.

At June 30, 2021, the Department of Wastewater Operations Fund had a deficit in its unrestricted net position of \$1,157,803. This deficit will be eliminated by future revenues.

NOTE R – UNCERTAINTIES

In March 2020, the World Health Organization declared the outbreak of novel coronavirus disease ("COVID-19") as a pandemic. We expect this matter may continue to negatively impact the results of our operations and financial position but the related financial impact cannot be reasonably estimated at this time.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

CITY OF KENNER, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2021

		ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL			ORIGINAL BUDGET	FINAL BUDGET	
REVENUES						
Taxes	\$ 27,690,743	\$ -	\$ 27,690,743	\$ 22,822,960	\$ 22,822,960	\$ 4,867,783
Licenses and permits	3,749,745	-	3,749,745	3,647,088	3,647,088	102,657
Intergovernmental	3,444,886	(211,660)	3,233,226	3,775,286	3,775,286	(542,060)
Charges for services	1,142,930	-	1,142,930	738,829	738,829	404,101
Fines and forfeitures	975,999	-	975,999	1,392,247	1,392,247	(416,248)
Interest	51,919	-	51,919	77,698	77,698	(25,779)
Miscellaneous	621,620	-	621,620	335,701	335,701	285,919
Total revenues	37,677,842	(211,660)	37,466,182	32,789,809	32,789,809	4,676,373
EXPENDITURES						
General government	11,540,490	(100,082)	11,440,408	12,053,021	11,909,457	469,049
Public safety	19,714,618	(25,385)	19,689,233	21,182,885	21,249,039	1,559,806
Public works	4,488,467	72,384	4,560,851	5,144,119	5,235,886	675,035
Health and welfare	103,294	-	103,294	57,955	104,774	1,480
Culture and recreation	3,116,651	(9,941)	3,106,710	3,612,032	3,653,497	546,787
Transit and urban development	456,858	-	456,858	408,109	408,109	(48,749)
Total expenditures	39,420,378	(63,024)	39,357,354	42,458,121	42,560,762	3,203,408
Excess (deficiency) of revenues over (under) expenditures	(1,742,536)	(148,636)	(1,891,172)	(9,668,312)	(9,770,953)	7,879,781
OTHER FINANCING SOURCES (USES)						
Operating transfers in	11,987,593	-	11,987,593	10,229,095	10,213,699	1,773,894
Operating transfers out	(8,400,002)	-	(8,400,002)	(7,334,114)	(7,371,214)	(1,028,788)
Total other financing sources (uses)	3,587,591	-	3,587,591	2,894,981	2,842,485	745,106
Net change in fund balance	1,845,055	(148,636)	1,696,419	(6,773,331)	(6,928,468)	8,624,887
Fund balance - beginning of year	25,561,677	-	25,561,677	25,561,677	25,561,677	-
Fund balance - end of year	\$ 27,406,732	\$ (148,636)	\$ 27,258,096	\$ 18,788,346	\$ 18,633,209	\$ 8,624,887

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, 2021

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
REVENUES						
Taxes:						
Sales tax	\$ 12,851,490	\$ -	\$ 12,851,490	\$ 11,090,340	\$ 11,090,340	\$ 1,761,150
Total revenues	12,851,490	-	12,851,490	11,090,340	11,090,340	1,761,150
EXPENDITURES						
Personnel	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	-	-	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	12,851,490	-	12,851,490	11,090,340	11,090,340	1,761,150
OTHER FINANCING SOURCES (USES)						
Transfers out	(12,851,490)	-	(12,851,490)	(11,090,340)	(11,090,340)	(1,761,150)
Net change in fund balance	-	-	-	-	-	-
Fund balance - beginning of year	-	-	-	-	-	-
Fund balance - end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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, 2021

		ADJUSTMENT TO BUDGETARY		BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL	BASIS	BUDGETARY	ORIGINAL BUDGET	FINAL BUDGET	
REVENUES						
Taxes:						
Ad valorem tax	\$ 3,903,141	\$ -	\$ 3,903,141	\$ 3,889,525	\$ 3,889,525	\$ 13,616
Parking tax	1,063,375	-	1,063,375	847,586	847,586	215,789
Cable franchise tax	336,776	-	336,776	371,743	371,743	(34,967)
Intergovernmental	1,520,643	191,605	1,712,248	1,609,807	1,609,807	102,441
Charges for services	1,545	-	1,545	390	390	1,155
Interest	470	-	470	500	500	(30)
Miscellaneous	100	-	100	199	199	(99)
Total revenues	<u>6,826,050</u>	<u>191,605</u>	<u>7,017,655</u>	<u>6,719,750</u>	<u>6,719,750</u>	<u>297,905</u>
EXPENDITURES						
Public safety:						
Personnel	10,565,366	-	10,565,366	10,352,503	10,311,914	(253,452)
Supplies	71,081	-	71,081	86,700	87,572	16,491
Capital outlay	-	-	-	-	-	-
Service charges	773,901	2,597	776,498	759,750	824,565	48,067
Total expenditures	<u>11,410,348</u>	<u>2,597</u>	<u>11,412,945</u>	<u>11,198,953</u>	<u>11,224,051</u>	<u>(188,894)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,584,298)</u>	<u>189,008</u>	<u>(4,395,290)</u>	<u>(4,479,203)</u>	<u>(4,504,301)</u>	<u>109,011</u>
OTHER FINANCING SOURCES						
Transfers out	-	-	-	-	-	-
Transfers in	<u>4,584,298</u>	<u>-</u>	<u>4,584,298</u>	<u>4,481,203</u>	<u>4,481,203</u>	<u>103,095</u>
Net change in fund balance	-	189,008	189,008	2,000	(23,098)	212,106
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>\$ 189,008</u>	<u>\$ 189,008</u>	<u>\$ 2,000</u>	<u>\$ (23,098)</u>	<u>\$ 212,106</u>

See accompanying note to budgetary comparison schedules.

CITY OF KENNER, LOUISIANA
NOTES TO BUDGETARY COMPARISON SCHEDULES
FOR THE YEAR ENDED JUNE 30, 2021

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	Fire Protection Fund
Net change in fund balances (budgetary basis)	\$ 1,696,419	\$ 12,278	\$ 189,008
Basis differences:			
To adjust for encumbrances	(63,024)	-	2,597
Entity differences:			
To adjust for revenues not budgeted	<u>211,660</u>	<u>-</u>	<u>(191,605)</u>
Net change in fund balances (GAAP basis)	\$ <u>1,845,055</u>	\$ <u>12,278</u>	\$ <u>-</u>

CITY OF KENNER, LOUISIANA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
FOR THE FOUR YEARS ENDED JUNE 30, 2021

	2018	2019	2020	2021
Total OPEB Liability				
Service cost	\$ 362,812	\$ 370,068	\$ 316,253	\$ 388,785
Interest	769,735	775,992	463,758	395,892
Changes of benefit terms	-	(4,823,106)	-	-
Differences between expected and actual experience	(55,831)	(567,525)	78,397	1,486,846
Changes in assumption or other inputs	-	(1,379,446)	1,308,416	(419,939)
Benefit payments	(850,746)	(971,517)	(912,190)	(881,893)
Net change in total OPEB liability	225,970	(6,595,534)	1,254,634	969,691
Total OPEB liability - beginning	21,325,957	21,551,927	14,956,393	16,211,027
Total OPEB liability - end	<u>\$21,551,927</u>	<u>\$14,956,393</u>	<u>\$16,211,027</u>	<u>\$ 17,180,718</u>
Covered employee payroll	\$28,193,097	\$25,381,491	\$25,889,121	\$ 26,792,806
Total OPEB liability as a percentage of covered employee payroll	76.4%	58.9%	62.6%	64.1%

Notes to Schedule:

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%

Other actuarial assumption changes included: retirement and turnover rates, claim cost trends, percentage of retirees with spouses and mortality 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 EIGHT YEARS ENDED JUNE 30, 2021

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>					
2021	7.52767%	\$ 32,545,187	\$ 14,385,314	226.2%	64.5%
2020	6.77526%	\$ 28,311,510	\$ 12,545,209	225.7%	64.7%
2019	6.81746%	\$ 28,228,888	\$ 12,399,087	227.7%	63.9%
2018	6.81440%	\$ 28,507,508	\$ 12,377,177	230.3%	62.5%
2017	6.55929%	\$ 26,884,611	\$ 11,717,163	229.4%	62.1%
2016	6.89655%	\$ 24,635,568	\$ 11,767,976	209.3%	66.2%
2015	6.92951%	\$ 17,784,191	\$ 11,699,489	152.0%	74.0%
2014	6.92428%	\$ 21,461,170	\$ 11,624,136	184.6%	68.0%
<u>MPERS:</u>					
2021	2.69205%	\$ 24,880,853	\$ 8,315,009	299.2%	70.9%
2020	2.64627%	\$ 24,032,591	\$ 8,242,059	291.6%	71.0%
2019	2.79167%	\$ 23,600,915	\$ 8,238,570	286.5%	71.9%
2018	2.94155%	\$ 25,680,932	\$ 8,797,386	291.9%	70.1%
2017	3.01853%	\$ 28,292,130	\$ 8,455,544	334.6%	66.0%
2016	3.04822%	\$ 23,879,578	\$ 8,153,754	292.9%	70.7%
2015	3.03337%	\$ 18,977,030	\$ 8,058,896	235.5%	75.1%
2014	3.07695%	\$ 24,580,017	\$ 8,024,893	306.3%	66.7%
<u>FRS:</u>					
2021	2.87602%	\$ 19,935,268	\$ 7,160,161	278.4%	72.6%
2020	2.47553%	\$ 15,501,521	\$ 5,986,331	258.9%	74.0%
2019	2.01524%	\$ 11,591,806	\$ 4,799,460	241.5%	74.8%
2018	2.07568%	\$ 11,897,490	\$ 4,851,604	245.2%	73.5%
2017	1.95589%	\$ 12,793,256	\$ 4,412,472	289.9%	68.2%
2016	2.00546%	\$ 10,823,693	\$ 4,262,059	254.0%	72.4%
2015	2.01242%	\$ 8,955,108	\$ 4,207,688	212.8%	76.0%
2014	2.11904%	\$ 10,991,862	\$ 4,140,703	265.5%	70.7%

This schedule is intended to report information for 10 years. Additional years will be displayed as they become available. The amounts presented have a measurement date of the previous fiscal year.

See accompanying notes.

CITY OF KENNER, LOUISIANA
SCHEDULE OF EMPLOYER'S PENSION CONTRIBUTIONS
FOR THE TEN YEARS ENDED JUNE 30, 2021

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>					
2021	\$ 4,433,117	\$ 4,433,117	\$ -	\$ 15,027,514	29.5%
2020	\$ 3,992,614	\$ 3,992,614	\$ -	\$ 14,385,314	27.8%
2019	\$ 3,260,999	\$ 3,260,999	\$ -	\$ 12,545,209	26.0%
2018	\$ 3,261,548	\$ 3,261,548	\$ -	\$ 12,399,087	26.3%
2017	\$ 3,067,606	\$ 3,067,606	\$ -	\$ 12,377,177	24.8%
2016	\$ 2,815,810	\$ 2,815,810	\$ -	\$ 11,717,163	24.0%
2015	\$ 2,314,139	\$ 2,314,139	\$ -	\$ 11,767,976	19.7%
2014	\$ 2,324,274	\$ 2,324,274	\$ -	\$ 11,699,489	19.9%
2013	\$ 2,193,659	\$ 2,193,659	\$ -	\$ 11,624,136	18.9%
2012	\$ 1,976,108	\$ 1,976,108	\$ -	\$ 11,335,398	17.4%
<u>MPERS:</u>					
2021	\$ 2,590,258	\$ 2,590,258	\$ -	\$ 7,674,836	33.8%
2020	\$ 2,702,376	\$ 2,702,376	\$ -	\$ 8,315,009	32.5%
2019	\$ 2,665,150	\$ 2,665,150	\$ -	\$ 8,242,059	32.3%
2018	\$ 2,658,061	\$ 2,658,061	\$ -	\$ 8,238,570	32.3%
2017	\$ 2,533,362	\$ 2,533,362	\$ -	\$ 8,797,386	28.8%
2016	\$ 2,793,171	\$ 2,793,171	\$ -	\$ 8,455,544	33.0%
2015	\$ 2,494,386	\$ 2,494,386	\$ -	\$ 8,153,754	30.6%
2014	\$ 2,568,431	\$ 2,568,431	\$ -	\$ 8,058,896	31.9%
2013	\$ 2,498,256	\$ 2,498,256	\$ -	\$ 8,024,893	31.1%
2012	\$ 2,487,715	\$ 2,487,715	\$ -	\$ 7,913,669	31.4%
<u>FRS:</u>					
2021	\$ 2,238,483	\$ 2,238,483	\$ -	\$ 6,941,032	32.3%
2020	\$ 1,986,945	\$ 1,986,945	\$ -	\$ 7,160,161	27.8%
2019	\$ 1,585,503	\$ 1,585,503	\$ -	\$ 5,986,331	26.5%
2018	\$ 1,586,377	\$ 1,586,377	\$ -	\$ 4,799,460	33.1%
2017	\$ 1,271,881	\$ 1,271,881	\$ -	\$ 4,851,604	26.2%
2016	\$ 1,225,030	\$ 1,225,030	\$ -	\$ 4,412,472	27.8%
2015	\$ 1,202,399	\$ 1,202,399	\$ -	\$ 4,262,059	28.2%
2014	\$ 1,246,652	\$ 1,246,652	\$ -	\$ 4,207,688	29.6%
2013	\$ 1,188,672	\$ 1,188,672	\$ -	\$ 4,140,703	28.7%
2012	\$ 993,769	\$ 993,769	\$ -	\$ 4,186,859	23.7%

See accompanying notes.

CITY OF KENNER, LOUISIANA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION II
JUNE 30, 2021

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, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2015	June 30, 2014
Investment Rate of Return	6.95%	7.00%	7.275%	7.40%	7.50%	7.75%
Inflation Rate	2.50%	2.50%	2.60%	2.775%	2.875%	3.00%
Project Salary Increases	4.5 – 6.4 %	4.50 – 6.40%	5.00%	5.75%	5.00%	5.75%

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

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

MPERS:

1. CHANGES OF BENEFIT TERMS

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

2. CHANGES OF ASSUMPTIONS

Following is a detail description of the changes:

Valuation Date	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2015	June 30, 2014
Investment Rate of Return	6.95%	7.125%	7.20%	7.325%	7.50%	7.75%
Inflation Rate	2.50%	2.50%	2.60%	2.70%	2.875%	3.00%
Project Salary Increases	4.70 – 12.30%	4.25% – 9.75%	4.25% – 9.75%	4.25% – 9.75%	4.25% – 9.75%	4.00% - 10.00%

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, 2021

FRS: (Continued)

2. CHANGES OF ASSUMPTIONS (Continued)

Valuation Date	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2015	June 30, 2014
Investment Rate of Return	7.00%	7.15%	7.30%	7.40%	7.50%	7.75%
Inflation Rate	2.50%	2.50%	2.70%	2.775%	2.875%	3.00%
Project Salary Increases	14.10% 1 st 2 years 4.50% after 25 years	14.75% 1 st 2 years 4.50% after 25 years	15% 1 st 2 years 4.75% after 25 years	15% 1 st 2 years 4.75% after 25 years	15% 1 st 2 years 4.75% after 14 years	15% 1 st 2 years 5.50% after 14 years

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, 2021**

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.

CITY OF KENNER, LOUISIANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

	SPECIAL REVENUE FUNDS			
	GARBA GE COLLECTION AND DISPOSAL	STREETS AND DRAINAGE	COMMUNITY DEVELOPMENT BLOCK GRANT	TOTAL
ASSETS				
Cash	\$ -	\$ 158	\$ 48,893	\$ 49,051
Equity in pooled cash	-	-	322,734	322,734
Receivables (net, where applicable, of allowances for uncollectibles)				
Accounts	1,156,404	-	-	1,156,404
Intergovernmental	-	-	-	-
Other	-	-	1,716	1,716
Due from other funds	177,137	386,589	30,884	594,610
Total assets	<u>\$ 1,333,541</u>	<u>\$ 386,747</u>	<u>\$ 404,227</u>	<u>\$ 2,124,515</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 516,063	\$ -	\$ -	\$ 516,063
Accrued liabilities	-	19,261	47,345	66,606
Due to other funds	661,858	366,972	-	1,028,830
Total liabilities	<u>1,177,921</u>	<u>386,233</u>	<u>47,345</u>	<u>1,611,499</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenues	<u>155,620</u>	<u>514</u>	<u>-</u>	<u>156,134</u>
Fund balances:				
Restricted				
Federal grants	\$ -	\$ -	\$ 356,882	\$ 356,882
Debt service	-	-	-	-
Committed				
Encumbrances	-	-	-	-
Other commitments	-	-	-	-
Unassigned	-	-	-	-
Total fund balances	<u>-</u>	<u>-</u>	<u>356,882</u>	<u>356,882</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,333,541</u>	<u>\$ 386,747</u>	<u>\$ 404,227</u>	<u>\$ 2,124,515</u>

DEBT SERVICE			TOTAL
AD VALOREM	FIREMEN'S		NONMAJOR
TAX BONDS	PENSION MERGER	TOTAL	GOVERNMENTAL
	FUND		FUNDS
\$ -	\$ -	\$ -	\$ 49,051
7,066	200,841	207,907	530,641
-	-	-	1,156,404
-	-	-	-
-	-	-	1,716
16,033	-	16,033	610,643
<u>\$ 23,099</u>	<u>\$ 200,841</u>	<u>\$ 223,940</u>	<u>\$ 2,348,455</u>
\$ -	\$ -	\$ -	\$ 516,063
-	-	-	66,606
-	-	-	1,028,830
-	-	-	1,611,499
16,033	-	16,033	172,167
\$ -	\$ -	\$ -	\$ 356,882
7,066	-	7,066	7,066
-	-	-	-
-	-	-	-
-	200,841	200,841	200,841
7,066	200,841	207,907	564,789
<u>\$ 23,099</u>	<u>\$ 200,841</u>	<u>\$ 223,940</u>	<u>\$ 2,348,455</u>

CITY OF KENNER, LOUISIANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2021

	SPECIAL REVENUE FUNDS			
	GARBAGE COLLECTION AND DISPOSAL	STREETS AND DRAINAGE	COMMUNITY DEVELOPMENT BLOCK GRANT	TOTAL
REVENUES				
Taxes	\$ 845,814	\$ 3,110,814	\$ -	\$ 3,956,628
Intergovernmental	10,043	-	157,132	167,175
Charges for services	3,949,523	-	-	3,949,523
Interest	-	-	787	787
Miscellaneous	-	-	-	-
Total Revenues	4,805,380	3,110,814	157,919	8,074,113
EXPENDITURES				
Current:				
Public works	6,201,218	968,618	-	7,169,836
Health and welfare	-	-	365,234	365,234
Transit and urban development	-	-	617,609	617,609
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Debt issuance costs	-	-	-	-
Total Expenditures	6,201,218	968,618	982,843	8,152,679
Excess (deficiency) of revenues over (under) expenditures	(1,395,838)	2,142,196	(824,924)	(78,566)
OTHER FINANCING SOURCES (USES)				
Transfers in	1,395,838	15,396	837,202	2,248,436
Transfers out	-	(2,157,592)	-	(2,157,592)
Issuance of long term debt	-	-	-	-
Total other financing sources (uses)	1,395,838	(2,142,196)	837,202	90,844
Net change in fund balances	-	-	12,278	12,278
Fund balances - beginning of year	-	-	344,604	344,604
Fund balances - end of year	\$ -	\$ -	\$ 356,882	\$ 356,882

DEBT SERVICE FUNDS			TOTAL
AD VALOREM	FIREMEN'S		NONMAJOR
TAX BONDS	PENSION MERGER	TOTAL	GOVERNMENTAL
	FUND		FUNDS
\$ 10	\$ 284,973	\$ 284,983	\$ 4,241,611
-	-	-	167,175
-	-	-	3,949,523
14	626	640	1,427
-	-	-	-
24	285,599	285,623	8,359,736
-	-	-	7,169,836
-	-	-	365,234
-	-	-	617,609
-	158,000	158,000	158,000
-	46,944	46,944	46,944
-	-	-	-
-	204,944	204,944	8,357,623
24	80,655	80,679	2,113
-	-	-	2,248,436
-	(8,376)	(8,376)	(2,165,968)
-	-	-	-
-	(8,376)	(8,376)	82,468
24	72,279	72,303	84,581
7,042	128,562	135,604	480,208
\$ 7,066	\$ 200,841	\$ 207,907	\$ 564,789

CITY OF KENNER, LOUISIANA
SCHEDULE OF REVENUES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2021

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
TAXES						
Ad valorem tax	\$ 1,097,167	\$ -	\$ 1,097,167	\$ 1,035,455	\$ 1,035,455	\$ 61,712
Sales tax	19,826,260	-	19,826,260	16,442,179	16,442,179	3,384,081
Beer tax	58,586	-	58,586	61,695	61,695	(3,109)
Parking tax	923,520	-	923,520	803,153	803,153	120,367
Franchises						
Electricity service	1,622,453	-	1,622,453	1,492,893	1,492,893	129,560
Gas service	204,352	-	204,352	183,026	183,026	21,326
Off-track wagering	83,425	-	83,425	43,991	43,991	39,434
Hotel/motel tax	246,980	-	246,980	281,541	281,541	(34,561)
Telephone	69,030	-	69,030	72,186	72,186	(3,156)
Video service	193,494	-	193,494	219,400	219,400	(25,906)
Consumer tax	122,726	-	122,726	-	-	122,726
Riverboat	3,242,750	-	3,242,750	2,187,441	2,187,441	1,055,309
Total taxes	27,690,743	-	27,690,743	22,822,960	22,822,960	4,867,783
LICENSES AND PERMITS						
Business:						
Occupational	2,583,447	-	2,583,447	2,474,982	2,474,982	108,465
Alcoholic beverage	98,295	-	98,295	91,799	91,799	6,496
Chain store	40,588	-	40,588	39,591	39,591	997
Plumbing	34,645	-	34,645	45,238	45,238	(10,593)
Electrical	28,410	-	28,410	34,680	34,680	(6,270)
Taxi cab	226,925	-	226,925	433,798	433,798	(206,873)
Air conditioning	17,425	-	17,425	23,900	23,900	(6,475)
Bingo	-	-	-	100	100	(100)
Animal control	-	-	-	-	-	-
Total business	3,029,735	-	3,029,735	3,144,088	3,144,088	(114,353)
Non-business:						
Building	501,165	-	501,165	400,000	400,000	101,165
Miscellaneous	44,250	-	44,250	3,000	3,000	41,250
Brake tags	174,595	-	174,595	100,000	100,000	74,595
Total non-business	720,010	-	720,010	503,000	503,000	217,010
Total licenses and permits	3,749,745	-	3,749,745	3,647,088	3,647,088	102,657
INTERGOVERNMENTAL						
Federal Grants	1,950,974	(211,660)	1,739,314	2,500,000	2,500,000	(760,686)
From state:						
Parish transportation fund	539,666	-	539,666	392,400	392,400	147,266
Parish road fund	165,860	-	165,860	219,666	219,666	(53,806)
Video poker	551,524	-	551,524	415,220	415,220	136,304
Other state grants	-	-	-	-	-	-
From other local government subdivisions:						
Jefferson Council on Aging	25,862	-	25,862	37,000	37,000	(11,138)
Jefferson Parish	211,000	-	211,000	211,000	211,000	-
Total intergovernmental	\$ 3,444,886	\$ (211,660)	\$ 3,233,226	\$ 3,775,286	\$ 3,775,286	\$ (542,060)

CITY OF KENNER, LOUISIANA
SCHEDULE OF REVENUES - BUDGET AND ACTUAL (CONTINUED)
GENERAL FUND
YEAR ENDED JUNE 30, 2021

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
CHARGES FOR SERVICES						
Zoning fees	\$ 16,275	\$ -	\$ 16,275	\$ 9,350	\$ 9,350	\$ 6,925
Inspection fees						
Electrical	55,331	-	55,331	56,400	56,400	(1,069)
Plumbing	34,405	-	34,405	58,900	58,900	(24,495)
Air conditioning, heating, and other	52,787	-	52,787	68,050	68,050	(15,263)
Maps and document sales	2,434	-	2,434	2,844	2,844	(410)
Tax research fees	6,301	-	6,301	6,659	6,659	(358)
Police reports	46,802	-	46,802	46,800	46,800	2
Weed cutting fees	212,528	-	212,528	27,350	27,350	185,178
Recreation department						
Participation fees	58,715	-	58,715	207,930	207,930	(149,215)
Admission fees	9,738	-	9,738	66,290	66,290	(56,552)
Identification and other fees	82,283	-	82,283	127,256	127,256	(44,973)
Community service fees	-	-	-	-	-	-
Administrative charges	565,331	-	565,331	61,000	61,000	504,331
Total charges for services	1,142,930	-	1,142,930	738,829	738,829	404,101
FINES AND FORFEITURES						
Fines	868,951	-	868,951	1,195,273	1,195,273	(326,322)
Forfeitures	70,053	-	70,053	152,488	152,488	(82,435)
DWI fines	2,410	-	2,410	1,756	1,756	654
Reinstatement fees	34,585	-	34,585	42,730	42,730	(8,145)
Total fines and forfeitures	975,999	-	975,999	1,392,247	1,392,247	(416,248)
INTEREST ON INVESTED FUNDS	51,919	-	51,919	77,698	77,698	(25,779)
MISCELLANEOUS						
Donations	119,332	-	119,332	-	-	119,332
Rents	156,428	-	156,428	253,864	253,864	(97,436)
Other investment income	109,799	-	109,799	22,788	22,788	87,011
Other	236,061	-	236,061	59,049	59,049	177,012
Total miscellaneous	621,620	-	621,620	335,701	335,701	285,919
Total revenues	\$ 37,677,842	\$ (211,660)	\$ 37,466,182	\$ 32,789,809	\$ 32,789,809	\$ 4,676,373

CITY OF KENNER, LOUISIANA
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2021

		ADJUSTMENT TO BUDGETARY		BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL	BASIS	BUDGETARY	ORIGINAL BUDGET	FINAL BUDGET	
GENERAL GOVERNMENT						
Personnel	\$ 8,108,563	\$ -	\$ 8,108,563	\$ 8,278,838	\$ 8,060,523	\$ (48,040)
Supplies	(138)	(81,142)	(81,280)	113,469	154,301	235,581
Service charges	3,233,169	(21,882)	3,211,287	3,660,714	3,690,633	479,346
Capital outlay	198,896	2,942	201,838	-	4,000	(197,838)
Total general government	11,540,490	(100,082)	11,440,408	12,053,021	11,909,457	469,049
PUBLIC SAFETY						
Personnel	16,674,045	(111,453)	16,562,592	18,337,090	17,828,894	1,266,302
Supplies	436,867	30,301	467,168	561,020	606,574	139,406
Service charges	2,431,605	19,359	2,450,964	2,284,775	2,350,823	(100,141)
Capital outlay	172,101	36,408	208,509	-	462,748	254,239
Total public safety	19,714,618	(25,385)	19,689,233	21,182,885	21,249,039	1,559,806
PUBLIC WORKS						
Personnel	3,856,712	-	3,856,712	3,933,308	3,935,704	78,992
Supplies	315,730	7,503	323,233	510,236	523,055	199,822
Service charges	315,447	64,621	380,068	700,575	776,751	396,683
Capital outlay	578	260	838	-	376	(462)
Total public works	4,488,467	72,384	4,560,851	5,144,119	5,235,886	675,035
HEALTH AND WELFARE						
Personnel	103,009	-	103,009	57,955	104,489	1,480
Supplies	285	-	285	-	285	-
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total health and welfare	103,294	-	103,294	57,955	104,774	1,480

(Continued)

CITY OF KENNER, LOUISIANA
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (CONTINUED)
GENERAL FUND
YEAR ENDED JUNE 30, 2021

		ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL			ORIGINAL BUDGET	FINAL BUDGET	
CULTURE AND RECREATION						
Personnel	\$ 2,567,690	\$ -	\$ 2,567,690	\$ 2,972,308	\$ 2,867,885	\$ 300,195
Supplies	89,703	(11,778)	77,925	256,900	271,999	194,074
Service charges	459,258	1,837	461,095	372,824	503,613	42,518
Capital outlay	-	-	-	10,000	10,000	10,000
Total culture and recreation	3,116,651	(9,941)	3,106,710	3,612,032	3,653,497	546,787
TRANSIT						
Personnel	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Service charges	456,858	-	456,858	408,109	408,109	(48,749)
Capital outlay	-	-	-	-	-	-
TOTAL TRANSIT	456,858	-	456,858	408,109	408,109	(48,749)
TOTAL EXPENDITURES						
Personnel	31,310,019	(111,453)	31,198,566	33,579,499	32,797,495	1,598,929
Supplies	842,447	(55,116)	787,331	1,441,625	1,556,214	768,883
Service charges	6,896,337	63,935	6,960,272	7,426,997	7,729,929	769,657
Capital outlay	371,575	39,610	411,185	10,000	477,124	65,939
TOTAL EXPENDITURES	\$ 39,420,378	\$ (63,024)	\$ 39,357,354	\$ 42,458,121	\$ 42,560,762	\$ 3,203,408

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

COUNCIL OFFICE

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL	FINAL	
				BUDGET	BUDGET	
Personnel	\$ 912,245	\$ -	\$ 912,245	\$ 906,494	\$ 908,064	\$ (4,181)
Supplies	9,274	(31,591)	(22,317)	17,300	21,808	44,125
Service charges	204,241	933	205,174	242,780	237,176	32,002
Capital outlay	-	-	-	-	-	-
	<u>\$ 1,125,760</u>	<u>\$ (30,658)</u>	<u>\$ 1,095,102</u>	<u>\$ 1,166,574</u>	<u>\$ 1,167,048</u>	<u>\$ 71,946</u>

MAYOR'S OFFICE

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL	FINAL	
				BUDGET	BUDGET	
Personnel	\$ 1,050,071	\$ -	\$ 1,050,071	\$ 1,056,217	\$ 1,049,610	\$ (461)
Supplies	1,801	-	1,801	2,400	2,563	762
Service charges	42,994	-	42,994	31,300	37,744	(5,250)
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 1,094,866</u>	<u>\$ -</u>	<u>\$ 1,094,866</u>	<u>\$ 1,089,917</u>	<u>\$ 1,089,917</u>	<u>\$ (4,949)</u>

FINANCE

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL	FINAL	
				BUDGET	BUDGET	
Personnel	\$ 1,352,107	\$ -	\$ 1,352,107	\$ 1,350,220	\$ 1,322,757	\$ (29,350)
Supplies	15,216	(357)	14,859	16,300	17,775	2,916
Service charges	74,302	-	74,302	69,000	110,191	35,889
Capital outlay	-	2,942	2,942	-	4,000	1,058
Total expenditures	<u>\$ 1,441,625</u>	<u>\$ 2,585</u>	<u>\$ 1,444,210</u>	<u>\$ 1,435,520</u>	<u>\$ 1,454,723</u>	<u>\$ 10,513</u>

RISK, INSURANCE, AUDIT & COMPLIANCE

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL	FINAL	
				BUDGET	BUDGET	
Personnel	\$ 531,040	\$ -	\$ 531,040	\$ 521,930	\$ 528,283	\$ (2,757)
Supplies	1,169	-	1,169	3,000	3,000	1,831
Service charges	12,966	-	12,966	28,145	26,570	13,604
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 545,175</u>	<u>\$ -</u>	<u>\$ 545,175</u>	<u>\$ 553,075</u>	<u>\$ 557,853</u>	<u>\$ 12,678</u>

(Continued)

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

PURCHASING

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

PERSONNEL

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 338,563	\$ -	\$ 338,563	\$ 333,927	\$ 336,774	\$ (1,789)
Supplies	661	60	721	3,000	3,000	2,279
Service charges	82,137	(150)	81,987	90,800	90,511	8,524
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 421,361	\$ (90)	\$ 421,271	\$ 427,727	\$ 430,285	\$ 9,014

PLANNING

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 259,215	\$ -	\$ 259,215	\$ 234,594	\$ 235,341	\$ (23,874)
Supplies	383	(8,571)	(8,188)	350	612	8,800
Service charges	11,511	(6,151)	5,360	13,450	15,082	9,722
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 271,109	\$ (14,722)	\$ 256,387	\$ 248,394	\$ 251,035	\$ (5,352)

INFORMATION TECHNOLOGY

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 371,364	\$ -	\$ 371,364	\$ 351,852	\$ 360,683	\$ (10,681)
Supplies	822	426	1,248	9,500	3,500	2,252
Service charges	279,469	(6,458)	273,011	261,000	263,160	(9,851)
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 651,655	\$ (6,032)	\$ 645,623	\$ 622,352	\$ 627,343	\$ (18,280)

(Continued)

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

CIVIL SERVICE

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 294,813	\$ -	\$ 294,813	\$ 296,418	\$ 299,181	\$ 4,368
Supplies	-	-	-	3,115	3,115	3,115
Service charges	18,824	-	18,824	35,351	38,094	19,270
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 313,637	\$ -	\$ 313,637	\$ 334,884	\$ 340,390	\$ 26,753

GENERAL MUNICIPAL EXPENSE

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 936,102	\$ -	\$ 936,102	\$ 529,215	\$ 548,017	\$ (388,085)
Supplies	(38,323)	(26,459)	(64,782)	41,550	80,905	145,687
Service charges	1,093,951	(405)	1,093,546	1,315,588	1,284,864	191,318
Capital outlay	198,896	-	198,896	-	-	(198,896)
Total expenditures	\$ 2,190,626	\$ (26,864)	\$ 2,163,762	\$ 1,886,353	\$ 1,913,786	\$ (249,976)

MAYOR'S COURT

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 693,213	\$ -	\$ 693,213	\$ 771,846	\$ 779,569	\$ 86,356
Supplies	6,942	(8,579)	(1,637)	13,741	13,921	15,558
Service charges	104,669	-	104,669	144,100	143,800	39,131
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 804,824	\$ (8,579)	\$ 796,245	\$ 929,687	\$ 937,290	\$ 141,045

CITY ATTORNEY

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 974,167	\$ -	\$ 974,167	\$ 949,673	\$ 932,873	\$ (41,294)
Supplies	1,917	(6,071)	(4,154)	2,513	3,402	7,556
Service charges	67,828	-	67,828	40,000	56,800	(11,028)
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 1,043,912	\$ (6,071)	\$ 1,037,841	\$ 992,186	\$ 993,075	\$ (44,766)

(Continued)

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

INSURANCE

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Supplies	-	-	-	-	-	-
Service charges	1,132,091	(378)	1,131,713	1,295,000	1,295,378	163,665
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 1,132,091	\$ (378)	\$ 1,131,713	\$ 1,295,000	\$ 1,295,378	\$ 163,665

PAY INCENTIVES

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 329,375	\$ -	\$ 329,375	\$ 906,764	\$ 686,746	\$ 357,371
Supplies	-	-	-	-	-	-
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 329,375	\$ -	\$ 329,375	\$ 906,764	\$ 686,746	\$ 357,371

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	15,629	-	15,629	-	-	(15,629)
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 15,629	\$ -	\$ 15,629	\$ -	\$ -	\$ (15,629)

ECONOMIC DEVELOPMENT

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 66,288	\$ -	\$ 66,288	\$ 69,688	\$ 72,625	\$ 6,337
Supplies	-	-	-	700	700	700
Service charges	92,557	(9,273)	83,284	94,200	91,263	7,979
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 158,845	\$ (9,273)	\$ 149,572	\$ 164,588	\$ 164,588	\$ 15,016

(Continued)

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

TOTAL - GENERAL GOVERNMENT FUNCTION

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 8,108,563	\$ -	\$ 8,108,563	\$ 8,278,838	\$ 8,060,523	\$ (48,040)
Supplies	(138)	(81,142)	(81,280)	113,469	154,301	235,581
Service charges	3,233,169	(21,882)	3,211,287	3,660,714	3,690,633	479,346
Capital outlay	198,896	2,942	201,838	-	4,000	(197,838)
Total expenditures	<u>\$ 11,540,490</u>	<u>\$ (100,082)</u>	<u>\$ 11,440,408</u>	<u>\$ 12,053,021</u>	<u>\$ 11,909,457</u>	<u>\$ 469,049</u>

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

POLICE ADMINISTRATIVE SERVICES

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 2,032,637	\$ (21,068)	\$ 2,011,569	\$ 2,041,949	\$ 1,978,499	\$ (33,070)
Supplies	26,831	181	27,012	39,000	28,000	988
Service charges	757,815	(549)	757,266	729,000	801,710	44,444
Capital outlay	56,998	(55,553)	1,445	-	332,114	330,669
Total expenditures	\$ 2,874,281	\$ (76,989)	\$ 2,797,292	\$ 2,809,949	\$ 3,140,323	\$ 343,031

POLICE FIELD SERVICES

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 6,645,253	\$ (19,008)	\$ 6,626,245	\$ 7,401,788	\$ 7,196,007	\$ 569,762
Supplies	303,248	(6,042)	297,206	352,000	309,425	12,219
Service charges	1,458,306	(12,948)	1,445,358	1,292,000	1,271,621	(173,737)
Capital outlay	114,360	91,961	206,321	-	130,209	(76,112)
Total expenditures	\$ 8,521,167	\$ 53,963	\$ 8,575,130	\$ 9,045,788	\$ 8,907,262	\$ 332,132

POLICE INVESTIGATING SERVICES

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 3,175,499	\$ (51,652)	\$ 3,123,847	\$ 3,488,473	\$ 3,395,973	\$ 272,126
Supplies	7,751	(2,079)	5,672	11,000	11,000	5,328
Service charges	300	(300)	-	15,000	9,900	9,900
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 3,183,550	\$ (54,031)	\$ 3,129,519	\$ 3,514,473	\$ 3,416,873	\$ 287,354

POLICE COMMUNICATIONS SERVICES

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 761,125	\$ -	\$ 761,125	\$ 790,923	\$ 774,323	\$ 13,198
Supplies	-	-	-	-	-	-
Service charges	38,448	-	38,448	26,000	39,500	1,052
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 799,573	\$ -	\$ 799,573	\$ 816,923	\$ 813,823	\$ 14,250

(Continued)

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

POLICE JAIL SERVICES

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 903,129	\$ -	\$ 903,129	\$ 1,176,142	\$ 1,046,142	\$ 143,013
Supplies	30,383	(182)	30,201	112,500	114,097	83,896
Service charges	12,756	-	12,756	12,500	12,900	144
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 946,268	\$ (182)	\$ 946,086	\$ 1,301,142	\$ 1,173,139	\$ 227,053

POLICE TECHNICAL SERVICES

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 1,208,100	\$ (19,725)	\$ 1,188,375	\$ 1,222,631	\$ 1,243,431	\$ 55,056
Supplies	53,245	58,887	112,132	26,500	120,433	8,301
Service charges	26,908	(53)	26,855	31,000	30,053	3,198
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 1,288,253	\$ 39,109	\$ 1,327,362	\$ 1,280,131	\$ 1,393,917	\$ 66,555

CODE ENFORCEMENT - ADMINISTRATION

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 1,591,079	\$ -	\$ 1,591,079	\$ 1,816,867	\$ 1,795,825	\$ 204,746
Supplies	12,533	(4,541)	7,992	17,200	20,126	12,134
Service charges	129,954	33,209	163,163	172,825	176,316	13,153
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 1,733,566	\$ 28,668	\$ 1,762,234	\$ 2,006,892	\$ 1,992,267	\$ 230,033

POLICE SUPPORT SERVICES

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

(Continued)

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

CODE ENFORCEMENT - INSPECTIONS

		ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL			ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ (6,282)	\$ -	\$ (6,282)	\$ -	\$ -	\$ 6,282
Supplies	(123)	(562)	(685)	-	562	1,247
Service charges	(1,071)	-	(1,071)	-	-	1,071
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ (7,476)	\$ (562)	\$ (8,038)	\$ -	\$ 562	\$ 8,600

EMERGENCY MANAGEMENT

		ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL			ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 363,505	\$ -	\$ 363,505	\$ 398,317	\$ 398,694	\$ 35,189
Supplies	2,999	(15,361)	(12,362)	2,820	2,931	15,293
Service charges	8,189	-	8,189	6,450	8,823	634
Capital outlay	743	-	743	-	425	(318)
Total expenditures	\$ 375,436	\$ (15,361)	\$ 360,075	\$ 407,587	\$ 410,873	\$ 50,798

TOTAL - PUBLIC SAFETY FUNCTION

		ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL			ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 16,674,045	\$ (111,453)	\$ 16,562,592	\$ 18,337,090	\$ 17,828,894	\$ 1,266,302
Supplies	436,867	30,301	467,168	561,020	606,574	139,406
Service charges	2,431,605	19,359	2,450,964	2,284,775	2,350,823	(100,141)
Capital outlay	172,101	36,408	208,509	-	462,748	254,239
Total expenditures	\$ 19,714,618	\$ (25,385)	\$ 19,689,233	\$ 21,182,885	\$ 21,249,039	\$ 1,559,806

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

PUBLIC WORKS - STREET LIGHTING

				BUDGETARY AMOUNTS		VARIANCE
		ADJUSTMENT		ORIGINAL	FINAL	WITH FINAL
	ACTUAL	TO BUDGETARY	BUDGETARY	BUDGET	BUDGET	BUDGET
		BASIS				POSITIVE
						(NEGATIVE)
EXPENDITURES						
Personnel	\$ 357,302	\$ -	\$ 357,302	\$ 353,581	\$ 359,369	\$ 2,067
Supplies	1,984	-	1,984	4,500	4,500	2,516
Service charges	(40,723)	(12,754)	(53,477)	3,300	10,710	64,187
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 318,563	\$ (12,754)	\$ 305,809	\$ 361,381	\$ 374,579	\$ 68,770

PUBLIC WORKS - TRAFFIC

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

PUBLIC WORKS - PARKWAYS

				BUDGETARY AMOUNTS		VARIANCE
		ADJUSTMENT		ORIGINAL	FINAL	WITH FINAL
	ACTUAL	TO BUDGETARY	BUDGETARY	BUDGET	BUDGET	BUDGET
		BASIS				POSITIVE
						(NEGATIVE)
EXPENDITURES						
Personnel	\$ 625,004	\$ -	\$ 625,004	\$ 769,049	\$ 776,913	\$ 151,909
Supplies	13,797	(7,296)	6,501	21,200	24,791	18,290
Service charges	137,137	75,986	213,123	465,200	465,200	252,077
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 775,938	\$ 68,690	\$ 844,628	\$ 1,255,449	\$ 1,266,904	\$ 422,276

(Continued)

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

PUBLIC WORKS - FLEET MANAGEMENT

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL	FINAL	
				BUDGET	BUDGET	
Personnel	\$ 470,015	\$ -	\$ 470,015	\$ 442,519	\$ 450,706	\$ (19,309)
Supplies	82,092	(2,820)	79,272	277,980	215,558	136,286
Service charges	168,237	(4,481)	163,756	110,375	186,564	22,808
Capital outlay	578	260	838	-	376	(462)
Total expenditures	\$ 720,922	\$ (7,041)	\$ 713,881	\$ 830,874	\$ 853,204	\$ 139,323

PUBLIC WORKS - GENERAL SERVICES

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL	FINAL	
				BUDGET	BUDGET	
Personnel	\$ 1,915,505	\$ -	\$ 1,915,505	\$ 1,907,661	\$ 1,877,389	\$ (38,116)
Supplies	210,593	22,349	232,942	196,100	267,636	34,694
Service charges	11,580	-	11,580	32,900	25,885	14,305
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 2,137,678	\$ 22,349	\$ 2,160,027	\$ 2,136,661	\$ 2,170,910	\$ 10,883

PUBLIC WORKS ADMINISTRATION

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL	FINAL	
				BUDGET	BUDGET	
Personnel	\$ 477,870	\$ -	\$ 477,870	\$ 460,498	\$ 471,327	\$ (6,543)
Supplies	7,264	(4,730)	2,534	10,456	10,570	8,036
Service charges	39,216	5,870	45,086	88,800	88,392	43,306
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 524,350	\$ 1,140	\$ 525,490	\$ 559,754	\$ 570,289	\$ 44,799

TOTAL - PUBLIC WORKS FUNCTION

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL	FINAL	
				BUDGET	BUDGET	
Personnel	\$ 3,856,712	\$ -	\$ 3,856,712	\$ 3,933,308	\$ 3,935,704	\$ 78,992
Supplies	315,730	7,503	323,233	510,236	523,055	199,822
Service charges	315,447	64,621	380,068	700,575	776,751	396,683
Capital outlay	578	260	838	-	376	(462)
Total expenditures	\$ 4,488,467	\$ 72,384	\$ 4,560,851	\$ 5,144,119	\$ 5,235,886	\$ 675,035

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

CODE ENFORCEMENT - HUMANE

		ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL			ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 102,813	\$ -	\$ 102,813	\$ 57,955	\$ 99,586	\$ (3,227)
Supplies	-	-	-	-	-	-
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 102,813</u>	<u>\$ -</u>	<u>\$ 102,813</u>	<u>\$ 57,955</u>	<u>\$ 99,586</u>	<u>\$ (3,227)</u>

COUNCIL ON AGING

		ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL			ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 196	\$ -	\$ 196	\$ -	\$ 4,903	\$ 4,707
Supplies	285	-	285	-	285	-
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 481</u>	<u>\$ -</u>	<u>\$ 481</u>	<u>\$ -</u>	<u>\$ 5,188</u>	<u>\$ 4,707</u>

TOTAL - HEALTH AND WELFARE FUNCTION

		ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL			ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 103,009	\$ -	\$ 103,009	\$ 57,955	\$ 104,489	\$ 1,480
Supplies	285	-	285	-	285	-
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 103,294</u>	<u>\$ -</u>	<u>\$ 103,294</u>	<u>\$ 57,955</u>	<u>\$ 104,774</u>	<u>\$ 1,480</u>

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

LEISURE SERVICES

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 3,130	\$ -	\$ 3,130	\$ 286,813	\$ 153,750	\$ 150,620
Supplies	5,155	1,094	6,249	100,000	100,000	93,751
Service charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 8,285</u>	<u>\$ 1,094</u>	<u>\$ 9,379</u>	<u>\$ 386,813</u>	<u>\$ 253,750</u>	<u>\$ 244,371</u>

PLANETARIUM

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Supplies	26,026	-	26,026	30,000	30,000	3,974
Service charges	733	-	733	5,000	5,000	4,267
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 26,759</u>	<u>\$ -</u>	<u>\$ 26,759</u>	<u>\$ 35,000</u>	<u>\$ 35,000</u>	<u>\$ 8,241</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	\$ 112,961	\$ -	\$ 112,961	\$ 115,828	\$ 117,340	\$ 4,379
Supplies	2,218	-	2,218	4,100	4,518	2,300
Service charges	(4,693)	-	(4,693)	-	-	4,693
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 110,486</u>	<u>\$ -</u>	<u>\$ 110,486</u>	<u>\$ 119,928</u>	<u>\$ 121,858</u>	<u>\$ 11,372</u>

CULTURE & RECREATION - MAIN STREET PROGRAM

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 42,019	\$ -	\$ 42,019	\$ 42,775	\$ 42,889	\$ 870
Supplies	-	-	-	-	-	-
Service charges	2,551	-	2,551	5,600	5,486	2,935
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 44,570</u>	<u>\$ -</u>	<u>\$ 44,570</u>	<u>\$ 48,375</u>	<u>\$ 48,375</u>	<u>\$ 3,805</u>

(Continued)

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

RECREATION - ATHLETICS

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 1,369,198	\$ -	\$ 1,369,198	\$ 1,392,248	\$ 1,409,849	\$ 40,651
Supplies	21,503	(3,840)	17,663	88,300	92,869	75,206
Service charges	342,796	-	342,796	191,324	371,221	28,425
Capital outlay	-	-	-	10,000	10,000	10,000
Total expenditures	\$ 1,733,497	\$ (3,840)	\$ 1,729,657	\$ 1,681,872	\$ 1,883,939	\$ 154,282

RECREATION MAINTENANCE

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 711,153	\$ -	\$ 711,153	\$ 756,324	\$ 768,562	\$ 57,409
Supplies	31,893	(461)	31,432	33,000	42,131	10,699
Service charges	99,780	1,837	101,617	155,000	101,055	(562)
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 842,826	\$ 1,376	\$ 844,202	\$ 944,324	\$ 911,748	\$ 67,546

CITY PARK OPERATIONS

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

CULTURE & RECREATION - FOOD BANK

EXPENDITURES	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
Personnel	\$ 329,229	\$ -	\$ 329,229	\$ 378,320	\$ 375,495	\$ 46,266
Supplies	2,908	(8,571)	(5,663)	1,500	2,481	8,144
Service charges	18,091	-	18,091	15,900	20,851	2,760
Capital outlay	-	-	-	-	-	-
Total expenditures	\$ 350,228	\$ (8,571)	\$ 341,657	\$ 395,720	\$ 398,827	\$ 57,170

(Continued)

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

TOTAL - CULTURE AND RECREATION FUNCTION

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES						
Personnel	\$ 2,567,690	\$ -	\$ 2,567,690	\$ 2,972,308	\$ 2,867,885	\$ 300,195
Supplies	89,703	(11,778)	77,925	256,900	271,999	194,074
Service charges	459,258	1,837	461,095	372,824	503,613	42,518
Capital outlay	-	-	-	10,000	10,000	10,000
Total expenditures	<u>\$ 3,116,651</u>	<u>\$ (9,941)</u>	<u>\$ 3,106,710</u>	<u>\$ 3,612,032</u>	<u>\$ 3,653,497</u>	<u>\$ 546,787</u>

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

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	456,858	-	456,858	408,109	408,109	(48,749)
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>\$ 456,858</u>	<u>\$ -</u>	<u>\$ 456,858</u>	<u>\$ 408,109</u>	<u>\$ 408,109</u>	<u>\$ (48,749)</u>

CITY OF KENNER, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
COMMUNITY DEVELOPMENT BLOCK GRANT FUND
YEAR ENDED JUNE 30, 2021

		ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL			ORIGINAL BUDGET	FINAL BUDGET	
REVENUES						
Intergovernmental	\$ 157,132	\$ -	\$ 157,132	\$ 208,640	\$ 157,132	\$ -
Interest	787	-	787	1,598	1,598	(811)
Miscellaneous	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>157,919</u>	<u>-</u>	<u>157,919</u>	<u>210,238</u>	<u>158,730</u>	<u>(811)</u>
EXPENDITURES						
Public works:						
Capital outlay	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total public works	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Culture and recreation:						
Capital outlay	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total culture and recreation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Urban development:						
Personnel	549,478	-	549,478	644,074	639,824	90,346
Supplies	2,519	-	2,519	3,868	4,428	1,909
Service charges	65,612	-	65,612	65,600	75,962	10,350
Capital outlay	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total urban development	<u>617,609</u>	<u>-</u>	<u>617,609</u>	<u>713,542</u>	<u>720,214</u>	<u>102,605</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, 2021
(CONTINUED)

		ADJUSTMENT TO BUDGETARY		BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL	BASIS	BUDGETARY	ORIGINAL BUDGET	FINAL BUDGET	
EXPENDITURES (CONTINUED)						
Health & Welfare:						
Personnel	\$ 356,933	\$ -	\$ 356,933	\$ 321,398	\$ 323,802	\$ (33,131)
Supplies	2,565	-	2,565	8,000	5,395	2,830
Service charges	5,736	-	5,736	4,500	4,987	(749)
Capital outlay	-	-	-	-	-	-
Total Health & Welfare	365,234	-	365,234	333,898	334,184	(31,050)
Total Expenditures	982,843	-	982,843	1,047,440	1,054,398	71,555
Excess (deficiency) of revenues over (under) expenditures	(824,924)	-	(824,924)	(837,202)	(895,668)	70,744
OTHER FINANCING SOURCES (USES)						
Transfers in	837,202	-	837,202	837,202	843,543	(6,341)
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	837,202	-	837,202	837,202	843,543	(6,341)
Net change in fund balance	12,278	-	12,278	-	(52,125)	64,403
Fund balance - beginning of year	344,603	-	344,603	344,603	344,603	-
Fund balance - end of year	\$ 356,881	\$ -	\$ 356,881	\$ 344,603	\$ 292,478	\$ 64,403

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, 2021

		ADJUSTMENT TO BUDGETARY		BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL	BASIS	BUDGETARY	ORIGINAL BUDGET	FINAL BUDGET	
REVENUES						
Taxes:						
Ad valorem tax	\$ 845,814	\$ -	\$ 845,814	\$ 846,235	\$ 846,235	\$ (421)
Intergovernmental	10,043	-	10,043	-	-	10,043
Charges for services:						
Garbage fees and penalties	3,949,523	-	3,949,523	3,817,440	3,817,440	132,083
Interest	-	-	-	-	-	-
Total revenues	4,805,380	-	4,805,380	4,663,675	4,663,675	141,705
EXPENDITURES						
Public works:						
Contractual services	6,201,218	-	6,201,218	5,109,464	6,222,440	21,222
Total expenditures	6,201,218	-	6,201,218	5,109,464	6,222,440	21,222
Excess (deficiency) of revenues over (under) expenditures	(1,395,838)	-	(1,395,838)	(445,789)	(1,558,765)	162,927
OTHER FINANCING SOURCES (USES)						
Transfers in	1,395,838	-	1,395,838	445,789	445,789	950,049
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	1,395,838	-	1,395,838	445,789	445,789	950,049
Net change in fund balances	-	-	-	-	(1,112,976)	1,112,976
Fund balance - beginning of year	-	-	-	-	-	-
Fund balance - end of year	\$ -	\$ -	\$ -	\$ -	\$ (1,112,976)	\$ 1,112,976

CITY OF KENNER, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
STREETS AND DRAINAGE FUND
YEAR ENDED JUNE 30, 2021

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
REVENUES						
Taxes:						
Ad valorem tax	\$ 3,110,814	\$ -	\$ 3,110,814	\$ 2,894,377	\$ 2,894,377	\$ 216,437
Total revenues	3,110,814	-	3,110,814	2,894,377	2,894,377	216,437
EXPENDITURES						
Public works:						
Personnel	903,363	-	903,363	1,195,947	1,155,308	251,945
Supplies	61,807	-	61,807	-	73,245	11,438
Service charges	3,448	-	3,448	10,000	10,000	6,552
Total expenditures	968,618	-	968,618	1,205,947	1,238,553	269,935
Excess (deficiency) of revenues over (under) expenditures	2,142,196	-	2,142,196	1,688,430	1,655,824	486,372
OTHER FINANCING SOURCES						
Transfers in	15,396	-	15,396	-	15,396	-
Transfers out	(2,157,592)	-	(2,157,592)	(1,688,430)	(1,688,430)	(469,162)
Net change in fund balance	-	-	-	-	(17,210)	17,210
Fund balance - beginning of year	-	-	-	-	-	-
Fund balance - end of year	\$ -	\$ -	\$ -	\$ -	\$ (17,210)	\$ 17,210

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, 2021

		ADJUSTMENT TO BUDGETARY		BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ACTUAL	BASIS	BUDGETARY	ORIGINAL BUDGET	FINAL BUDGET	
REVENUES						
Taxes:						
Sales tax	\$ 3,755,915	\$ -	\$ 3,755,915	\$ 3,603,429	\$ 3,603,429	\$ 152,486
Interest	34,271	-	34,271	70,022	70,022	(35,751)
Total revenues	3,790,186	-	3,790,186	3,673,451	3,673,451	116,735
EXPENDITURES						
Debt service:						
Principal	1,094,000	-	1,094,000	3,638,000	3,638,000	2,544,000
Interest	1,166,427	-	1,166,427	1,549,195	1,549,195	382,768
Miscellaneous	36,000	-	36,000	36,000	36,000	-
Total expenditures	2,296,427	-	2,296,427	5,223,195	5,223,195	2,926,768
Excess (deficiency) of revenues over (under) expenditures	1,493,759	-	1,493,759	(1,549,744)	(1,549,744)	3,043,503
OTHER FINANCING SOURCES (USES)						
Transfers in	1,181,479	-	1,181,479	1,181,479	1,181,479	-
Transfers out	(360,000)	-	(360,000)	-	-	(360,000)
Total other financing sources (uses)	821,479	-	821,479	1,181,479	1,181,479	(360,000)
Net change in fund balance	2,315,238	-	2,315,238	(368,265)	(368,265)	2,683,503
Fund balance - beginning of year	4,429,918	-	4,429,918	4,429,918	4,429,918	-
Fund balance - end of year	\$ 6,745,156	\$ -	\$ 6,745,156	\$ 4,061,653	\$ 4,061,653	\$ 2,683,503

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, 2021

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
REVENUES						
Taxes:						
Ad valorem tax	\$ 10	\$ -	\$ 10	\$ -	\$ -	\$ 10
Interest	14	-	14	25	25	(11)
Total revenues	24	-	24	25	25	(1)
EXPENDITURES						
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	-	-	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	24	-	24	25	25	(1)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balance	24	-	24	25	25	(1)
Fund balance - beginning of year	7,042	-	7,042	7,042	7,042	-
Fund balance - end of year	\$ 7,066	\$ -	\$ 7,066	\$ 7,067	\$ 7,067	\$ (1)

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, 2021

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
REVENUES						
Taxes						
Fire insurance premium	\$ 284,973	\$ -	\$ 284,973	\$ 285,000	\$ 285,000	\$ (27)
Interest	626	-	626	1,135	1,135	(509)
Loan Proceeds	-	-	-	-	-	-
Total revenues	<u>285,599</u>	<u>-</u>	<u>285,599</u>	<u>286,135</u>	<u>286,135</u>	<u>(536)</u>
EXPENDITURES						
Debt service:						
Principal	158,000	-	158,000	158,000	158,000	-
Interest and fiscal charges	46,944	-	46,944	46,986	46,986	42
Debt issuance costs	-	-	-	-	-	-
Total expenditures	<u>204,944</u>	<u>-</u>	<u>204,944</u>	<u>204,986</u>	<u>204,986</u>	<u>42</u>
Excess (deficiency) of revenues over (under) expenditures	<u>80,655</u>	<u>-</u>	<u>80,655</u>	<u>81,149</u>	<u>81,149</u>	<u>(494)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	<u>(8,376)</u>	<u>-</u>	<u>(8,376)</u>	<u>-</u>	<u>-</u>	<u>(8,376)</u>
Total other financing sources (uses)	<u>(8,376)</u>	<u>-</u>	<u>(8,376)</u>	<u>-</u>	<u>-</u>	<u>(8,376)</u>
Net change in fund balance	72,279	-	72,279	81,149	81,149	(8,870)
Fund balance - beginning of year	<u>128,562</u>	<u>-</u>	<u>128,562</u>	<u>128,562</u>	<u>128,562</u>	<u>-</u>
Fund balance - end of year	<u>\$ 200,841</u>	<u>\$ -</u>	<u>\$ 200,841</u>	<u>\$ 209,711</u>	<u>\$ 209,711</u>	<u>\$ (8,870)</u>

**CITY OF KENNER, LOUISIANA
ENTERPRISE FUND DESCRIPTIONS
JUNE 30, 2021**

ENTERPRISE FUNDS

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

DEPARTMENT OF WASTEWATER OPERATIONS FUND

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

CIVIC CENTER OPERATIONS FUND

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

CITY OF KENNER, LOUISIANA
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION - BUDGET AND ACTUAL
WASTEWATER OPERATIONS
FOR THE YEAR ENDED JUNE 30, 2021

				BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ADJ. TO BUDGETARY			ORIGINAL	FINAL	
	ACTUAL	BASIS	BUDGETARY	BUDGET	BUDGET	
OPERATING REVENUES						
Charges for services						
Sewerage service charges	\$ 8,196,502	\$ -	\$ 8,196,502	\$ 8,297,023	\$ 8,297,023	\$ (100,521)
Total operating revenues	8,196,502	-	8,196,502	8,297,023	8,297,023	(100,521)
OPERATING EXPENSES						
Personnel services	2,283,074	-	2,283,074	2,402,871	2,387,814	104,740
Supplies and other expenses	223,478	-	223,478	204,600	254,301	30,823
Building and maintenance expenses	2,049,770	-	2,049,770	1,907,750	1,853,839	(195,931)
Outside services	1,088,550	-	1,088,550	1,015,000	1,171,012	82,462
Depreciation	4,150,186	(4,150,186)	-	-	-	-
Other	18,981	-	18,981	25,000	32,952	13,971
Total operating expenses	9,911,035	(4,150,186)	5,760,849	5,555,221	5,699,918	(60,931)
Operating income (loss)	(1,714,533)	4,150,186	2,435,653	2,741,802	2,597,105	(161,452)
NON-OPERATING REVENUES (EXPENSES)						
Ad valorem taxes	606,685	-	606,685	559,200	559,200	47,485
Hotel/motel taxes	-	-	-	-	-	-
Cable television franchise fees	-	-	-	-	-	-
Operating grants	270,000	(270,000)	-	-	-	-
Interest income	37,494	-	37,494	46,461	46,461	(8,967)
Amortization of bond discount	(9,796)	9,796	-	-	-	-
Interest expense	(540,348)	-	(540,348)	(679,674)	(679,674)	139,326
Bond issuance expense	-	-	-	-	-	-
Total non-operating revenues (expenses)	364,035	(260,204)	103,831	(74,013)	(74,013)	177,844
Income (loss) before contributions and transfers	(1,350,498)	3,889,982	2,539,484	2,667,789	2,523,092	16,392
Bond payments	-	-	-	(1,084,000)	(1,084,000)	1,084,000
Capital contributions	123,876	(123,876)	-	-	-	-
Transfer in	368,376	-	368,376	-	-	368,376
Transfer out	(734,619)	-	(734,619)	(734,619)	(703,860)	(30,759)
Change in net position	(1,592,865)	3,766,106	2,173,241	849,170	735,232	1,438,009
Net position - beginning of year	47,723,347	-	47,723,347	47,723,347	47,723,347	-
Net position - end of year	\$46,130,482	\$ 3,766,106	\$49,896,588	\$48,572,517	\$48,458,579	\$ 1,438,009

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, 2021

	ACTUAL	ADJ. TO BUDGETARY BASIS	BUDGETARY	BUDGETARY AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
				ORIGINAL BUDGET	FINAL BUDGET	
OPERATING REVENUES						
Charges for services:						
Rental charges	\$ 537,001	\$ -	\$ 537,001	\$ 690,000	\$ 690,000	\$ (152,999)
Parking	28,380	-	28,380	50,000	50,000	(21,620)
Concessions	38,207	-	38,207	110,000	110,000	(71,793)
Catering	309,223	-	309,223	155,000	155,000	154,223
Reimbursed services	196,122	-	196,122	353,000	353,000	(156,878)
Advertising	13,917	-	13,917	34,600	34,600	(20,683)
Miscellaneous	8,067	-	8,067	30,400	30,400	(22,333)
Total operating revenues	1,130,917	-	1,130,917	1,423,000	1,423,000	(292,083)
OPERATING EXPENSES						
Personnel services	120,149	-	120,149	111,910	120,336	187
Supplies and other expenses	35,846	-	35,846	25,800	66,896	31,050
Building and maintenance expense	358,742	-	358,742	541,790	498,749	140,007
Outside services	1,246,149	-	1,246,149	1,300,838	1,288,909	42,760
Insurance premiums	52,697	-	52,697	51,642	52,983	286
General expenses:						
Depreciation	627,427	(627,427)	-	-	-	-
Other	4,107	-	4,107	-	4,107	-
Total operating expenses	2,445,117	(627,427)	1,817,690	2,031,980	2,031,980	214,290
Operating income (loss)	(1,314,200)	627,427	(686,773)	(608,980)	(608,980)	(77,793)
NON-OPERATING REVENUES (EXPENSES)						
Hotel/motel taxes	173,337	-	173,337	186,204	186,204	(12,867)
Cable television franchise fees	336,776	-	336,776	371,743	371,743	(34,967)
Interest income	181	-	181	779	779	(598)
Total non-operating revenues	510,294	-	510,294	558,726	558,726	(48,432)
Income (loss) before contributions, and transfers	(803,906)	627,427	(176,479)	(50,254)	(50,254)	(126,225)
Capital Contributions	110,800	-	110,800	-	-	(110,800)
Change in net position	(693,106)	627,427	(65,679)	(50,254)	(50,254)	(237,025)
Net position - beginning of year	12,348,234	-	12,348,234	12,348,234	12,348,234	-
Net position - end of year	\$ 11,655,128	\$ 627,427	\$ 12,282,555	\$ 12,297,980	\$ 12,297,980	\$ (237,025)

**CITY OF KENNER, LOUISIANA
INTERNAL SERVICE FUND DESCRIPTIONS
JUNE 30, 2021**

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, 2021

	SELF- INSURANCE FUND	HEALTH INSURANCE FUND	TOTAL
ASSETS			
Cash	\$ 148,743	\$ 443,741	\$ 592,484
Equity in pooled cash	-	-	-
Investments	-	-	-
Due from other funds	-	-	-
	<u>148,743</u>	<u>443,741</u>	<u>592,484</u>
Total assets			
	<u>148,743</u>	<u>443,741</u>	<u>592,484</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>-</u>	<u>-</u>	<u>-</u>
LIABILITIES			
Accounts payable	-	-	-
Estimated claims payable	5,592,569	-	5,592,569
Due to other funds	2,891	698,292	701,183
	<u>5,595,460</u>	<u>698,292</u>	<u>6,293,752</u>
Total liabilities			
	<u>5,595,460</u>	<u>698,292</u>	<u>6,293,752</u>
DEFERRED INFLOWS OF RESOURCES	<u>-</u>	<u>-</u>	<u>-</u>
NET POSITION			
Unrestricted	<u>(5,446,717)</u>	<u>(254,551)</u>	<u>(5,701,268)</u>
	<u>\$ (5,446,717)</u>	<u>\$ (254,551)</u>	<u>\$ (5,701,268)</u>
Total net position			
	<u>\$ (5,446,717)</u>	<u>\$ (254,551)</u>	<u>\$ (5,701,268)</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, 2021

	SELF- INSURANCE FUND	HEALTH INSURANCE FUND	TOTAL
OPERATING REVENUES			
Charges for services	\$ 1,037,000	\$ 5,120,485	\$ 6,157,485
OPERATING EXPENSES			
Outside services	88,556	-	88,556
Insurance claims	1,247,161	-	1,247,161
Insurance premiums	-	5,383,725	5,383,725
Total operating expenses	1,335,717	5,383,725	6,719,442
Operating loss	(298,717)	(263,240)	(561,957)
NON-OPERATING REVENUE (EXPENSE)			
Interest income	876	1,092	1,968
Total non-operating revenue	876	1,092	1,968
Income (loss) before transfers	(297,841)	(262,148)	(559,989)
Transfers in	-	-	-
Change in net position	(297,841)	(262,148)	(559,989)
Net position - beginning of year	(5,148,876)	7,597	(5,141,279)
Net position - end of year	\$ (5,446,717)	\$ (254,551)	\$ (5,701,268)

CITY OF KENNER, LOUISIANA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2021

	SELF- INSURANCE FUND	HEALTH INSURANCE FUND	TOTAL
Cash flows from operating activities:			
Receipts from insured	\$ 1,037,000	\$ 5,120,485	\$ 6,157,485
Payments to suppliers	(1,152,410)	(5,383,725)	(6,536,135)
Internal activity - receipts from other funds	31	-	31
Net cash used for operating activities	<u>(115,379)</u>	<u>(263,240)</u>	<u>(378,619)</u>
Cash flows from non-capital financing activities:			
Transfers in	-	-	-
Transfers (out)	-	-	-
Net cash provided by (used for) non-capital financing activities	<u>-</u>	<u>-</u>	<u>-</u>
Cash flows from investing activities:			
Proceeds from sales and maturities of investments	-	-	-
Purchases of investments	-	-	-
Interest and dividends received	876	1,092	1,968
Net cash provided by investing activities	<u>876</u>	<u>1,092</u>	<u>1,968</u>
Net increase (decrease) in cash and cash equivalents	(114,503)	(262,148)	(376,651)
Cash and cash equivalents, beginning of year	<u>263,246</u>	<u>705,889</u>	<u>969,135</u>
Cash and cash equivalents, end of year	<u><u>\$ 148,743</u></u>	<u><u>\$ 443,741</u></u>	<u><u>\$ 592,484</u></u>
Reconciliation to Statement of Net Position:			
Cash	\$ 148,743	\$ 443,741	\$ 592,484
Equity in pooled cash	<u>-</u>	<u>-</u>	<u>-</u>
Cash and cash equivalents, end of year	<u><u>\$ 148,743</u></u>	<u><u>\$ 443,741</u></u>	<u><u>\$ 592,484</u></u>
Reconciliation of operating income to net cash provided by (used for) operating activities:			
Operating loss	<u>\$ (298,717)</u>	<u>\$ (263,240)</u>	<u>\$ (561,957)</u>
Adjustments to reconcile operating income to net cash provided by operating activities:			
Change in assets and liabilities:			
Decrease in accounts payable	-	-	-
Increase in estimated claims payable	183,307	-	183,307
Increase (decrease) in due to other funds	31	-	31
Total adjustments	<u>183,338</u>	<u>-</u>	<u>183,338</u>
Net cash provided by (used for) operating activities	<u><u>\$ (115,379)</u></u>	<u><u>\$ (263,240)</u></u>	<u><u>\$ (378,619)</u></u>

CITY OF KENNER, LOUISIANA
COMBINING STATEMENT OF CASH FLOWS (CONTINUED)
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2021

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

CITY OF KENNER, LOUISIANA
SCHEDULE OF COUNCILPERSONS' COMPENSATION
YEAR ENDED JUNE 30, 2021

<u>COUNCILPERSON</u>	<u>NUMBER OF DAYS SERVED</u>	<u>COMPENSATION</u>
Kristi McKinney	365	\$ 36,065
Gregory Carroll	365	32,986
Glenn Hayes Sr.	365	30,534
Thomas Willmott	365	43,227
George Branigan	365	36,957
Brian Brennan	365	30,391
Michael Sigur	365	36,946
		<u>\$ 247,106</u>

CITY OF KENNER, LOUISIANA
SUPPLEMENTARY INFORMATION
SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS
TO AGENCY HEAD OR CHIEF EXECUTIVE OFFICER
JUNE 30, 2021

Agency Head Name: E. "Ben" Zahn, Mayor
Period: July 1, 2020 - June 30, 2021

Salary	\$	111,129
Benefits - insurance		12,016
Benefits - retirement		32,783
Reimbursements		5,700
Automobile expenses		<u>6,000</u>
	\$	<u><u>167,628</u></u>

STATISTICAL SECTION

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

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

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual 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)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Governmental activities					
Net investment in capital assets	\$ 176,582,658	\$ 180,438,285	\$ 138,185,196	\$ 156,456,600	\$ 149,042,805
Restricted	29,772,780	20,477,759	34,664,950	7,965,322	6,604,685
Unrestricted	<u>2,692,277</u>	<u>(4,721,675)</u>	<u>4,026,130</u>	<u>(45,070,937)</u>	<u>(40,835,794)</u>
Total governmental activities net position	<u>\$ 209,047,715</u>	<u>\$ 196,194,369</u>	<u>\$ 176,876,276</u>	<u>\$ 119,350,985</u>	<u>\$ 114,811,696</u>
Business-type activities					
Net investment in capital assets	\$ 72,572,594	\$ 56,241,502	\$ 55,967,834	\$ 52,907,339	\$ 59,774,596
Restricted	-	15,068,526	13,261,209	12,630,950	13,027,560
Unrestricted	<u>(1,087,284)</u>	<u>(4,328,953)</u>	<u>(594,712)</u>	<u>165,593</u>	<u>(997,691)</u>
Total business-type activities net position	<u>\$ 71,485,310</u>	<u>\$ 66,981,075</u>	<u>\$ 68,634,331</u>	<u>\$ 65,703,882</u>	<u>\$ 71,804,465</u>
Primary government					
Net investment in capital assets	\$ 249,155,252	\$ 236,679,787	\$ 194,153,030	\$ 209,363,939	\$ 208,817,401
Restricted	29,772,780	35,546,285	47,926,159	20,596,272	19,632,245
Unrestricted	<u>1,604,993</u>	<u>(9,050,628)</u>	<u>3,431,418</u>	<u>(44,905,344)</u>	<u>(41,833,485)</u>
Total primary government net position	<u>\$ 280,533,025</u>	<u>\$ 263,175,444</u>	<u>\$ 245,510,607</u>	<u>\$ 185,054,867</u>	<u>\$ 186,616,161</u>

(Continued)

Source: Audited Comprehensive Annual Financial Reports

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

	2017	2018	2019	2020	2021
Governmental activities					
Net investment in capital assets	\$ 138,501,616	\$ 131,061,483	\$ 129,458,648	\$ 123,879,923	\$ 145,247,752
Restricted	9,097,420	9,212,571	9,853,877	9,129,011	38,538,685
Unrestricted	(41,045,645)	(53,958,644)	(40,073,193)	(34,684,716)	(96,510,270)
Total governmental activities net position	<u>\$ 106,553,391</u>	<u>\$ 86,315,410</u>	<u>\$ 99,239,332</u>	<u>\$ 98,324,218</u>	<u>\$ 87,276,167</u>
Business-type activities					
Net investment in capital assets	\$ 63,270,535	\$ 59,419,503	\$ 54,030,338	\$ 51,167,760	\$ 49,317,389
Restricted	13,384,442	14,776,869	16,176,932	9,170,548	10,120,330
Unrestricted	(6,210,890)	(6,645,075)	(8,556,031)	(266,727)	(1,652,109)
Total business-type activities net position	<u>\$ 70,444,087</u>	<u>\$ 67,551,297</u>	<u>\$ 61,651,239</u>	<u>\$ 60,071,581</u>	<u>\$ 57,785,610</u>
Primary government					
Net investment in capital assets	\$ 201,772,151	\$ 190,480,986	\$ 183,488,986	\$ 175,047,683	\$ 194,565,141
Restricted	22,481,862	23,989,440	26,030,809	18,299,559	48,659,015
Unrestricted	(47,256,535)	(60,603,719)	(48,629,224)	(34,951,443)	(98,162,379)
Total primary government net position	<u>\$ 176,997,478</u>	<u>\$ 153,866,707</u>	<u>\$ 160,890,571</u>	<u>\$ 158,395,799</u>	<u>\$ 145,061,777</u>

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

	2012	2013	2014	2015	2016
Expenses					
Governmental activities:					
General government	\$ 13,518,067	\$ 14,334,561	\$ 15,177,249	\$ 13,813,735	\$ 14,836,858
Public safety	30,120,747	29,726,401	29,635,749	29,475,863	30,883,950
Public works	31,743,384	30,447,190	28,877,594	27,941,741	32,764,458
Health and welfare	478,916	461,077	463,687	801,735	613,131
Culture and recreation	6,075,269	7,458,593	8,328,521	6,358,836	7,008,906
Transit and urban development	5,065,979	2,178,189	1,807,143	1,894,391	2,922,725
Interest on long-term debt and other charges	1,696,804	1,582,211	1,743,210	1,877,967	2,023,349
Debt issuance costs	-	166,797	699,366	-	-
Total governmental activities expenses	<u>88,699,166</u>	<u>86,355,019</u>	<u>86,732,519</u>	<u>82,164,268</u>	<u>91,053,377</u>
Business-type activities:					
Wastewater operations	8,482,102	10,025,404	9,868,246	10,525,025	10,344,589
Civic center operations	3,359,257	3,228,630	3,317,342	3,913,657	3,461,541
Total business-type activities expenses	<u>11,841,359</u>	<u>13,254,034</u>	<u>13,185,588</u>	<u>14,438,682</u>	<u>13,806,130</u>
Total primary government expenses	<u>\$ 100,540,525</u>	<u>\$ 99,609,053</u>	<u>\$ 99,918,107</u>	<u>\$ 96,602,950</u>	<u>\$ 104,859,507</u>
Program Revenues					
Governmental activities:					
Charges for services:					
General government	\$ 8,101,475	\$ 7,397,121	\$ 7,396,643	\$ 7,871,195	\$ 8,518,059
Public safety	3,529,877	3,582,022	3,670,994	3,539,018	3,651,930
Public works	3,975,986	4,219,748	4,196,238	4,629,113	7,796,416
Other activities	1,143,772	1,022,077	985,922	1,048,379	1,310,601
Operating grants and contributions	1,528,912	2,119,168	1,432,247	3,930,625	2,225,208
Capital grants and contributions	7,238,923	3,843,389	2,492,715	2,305,682	3,135,333
Total governmental activities program revenues	<u>25,518,945</u>	<u>22,183,525</u>	<u>20,174,759</u>	<u>23,324,012</u>	<u>26,637,547</u>
Business-type activities:					
Charges for services:					
Wastewater operations	5,670,289	6,323,934	7,045,527	7,550,271	8,146,011
Civic center operations	1,441,990	1,297,089	1,306,346	1,364,595	1,440,206
Operating grants and contributions	-	-	-	-	-
Capital grants and contributions	-	2,074,647	-	68,498	8,925,652
Total business-type activities program revenues	<u>7,112,279</u>	<u>9,695,670</u>	<u>8,351,873</u>	<u>8,983,364</u>	<u>18,511,869</u>
Total primary government program revenues	<u>\$ 32,631,224</u>	<u>\$ 31,879,195</u>	<u>\$ 28,526,632</u>	<u>\$ 32,307,376</u>	<u>\$ 45,149,416</u>

(Continued)

Source: Audited Comprehensive Annual Financial Reports

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

	2017	2018	2019	2020	2021
Expenses					
Governmental activities:					
General government	\$ 16,586,949	\$ 15,358,488	\$ 12,481,649	\$ 15,477,985	\$ 16,542,202
Public safety	33,467,757	35,312,148	32,024,036	38,724,619	39,321,598
Public works	24,782,776	25,194,381	25,521,327	26,461,697	27,879,499
Health and welfare	858,793	1,118,220	465,377	807,725	717,023
Culture and recreation	9,948,548	7,139,313	5,209,904	5,612,076	5,240,077
Transit and urban development	1,588,093	1,616,963	1,366,794	2,013,063	2,331,725
Interest on long-term debt and other charges	1,972,444	1,914,936	1,949,980	1,818,282	829,732
Debt issuance costs	-	-	-	41,325	579,755
Total governmental activities expenses	<u>89,205,360</u>	<u>87,654,449</u>	<u>79,019,067</u>	<u>90,956,772</u>	<u>93,441,611</u>
Business-type activities:					
Wastewater operations	10,148,155	12,131,852	11,781,751	10,189,845	10,461,179
Civic center operations	3,091,574	2,795,722	2,533,012	2,556,339	2,445,117
Total business-type activities expenses	<u>13,239,729</u>	<u>14,927,574</u>	<u>14,314,763</u>	<u>12,746,184</u>	<u>12,906,296</u>
Total primary government expenses	<u>\$ 102,445,089</u>	<u>\$ 102,582,023</u>	<u>\$ 93,333,830</u>	<u>\$ 103,702,956</u>	<u>\$ 106,347,907</u>
Program Revenues					
Governmental activities:					
Charges for services:					
General government	\$ 8,537,637	\$ 7,752,734	\$ 7,125,479	\$ 5,962,627	\$ 5,897,413
Public safety	3,542,687	4,261,438	4,540,654	4,667,909	4,574,049
Public works	4,699,524	5,814,361	5,430,424	5,046,721	5,542,394
Other activities	1,774,337	1,788,108	2,031,554	1,561,699	923,026
Operating grants and contributions	2,396,402	2,781,272	4,807,988	11,229,153	5,885,037
Capital grants and contributions	5,244,371	5,545,840	10,775,121	7,637,006	4,364,872
Total governmental activities program revenues	<u>26,194,958</u>	<u>27,943,753</u>	<u>34,711,220</u>	<u>36,105,115</u>	<u>27,186,791</u>
Business-type activities:					
Charges for services:					
Wastewater operations	8,810,605	8,305,494	7,770,473	8,588,011	8,196,502
Civic center operations	1,458,603	1,553,304	1,352,263	913,598	1,130,917
Operating grants and contributions	-	-	-	5,170	-
Capital grants and contributions	657,463	984,220	138,937	491,268	504,676
Total business-type activities program revenues	<u>10,926,671</u>	<u>10,843,018</u>	<u>9,261,673</u>	<u>9,998,047</u>	<u>9,832,095</u>
Total primary government program revenues	<u>\$ 37,121,629</u>	<u>\$ 38,786,771</u>	<u>\$ 43,972,893</u>	<u>\$ 46,103,162</u>	<u>\$ 37,018,886</u>

(Continued)

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

	2012	2013	2014	2015	2016
Net (Expense) Revenue					
Governmental activities	\$ (63,180,221)	\$ (64,171,494)	\$ (66,557,760)	\$ (58,840,256)	\$ (64,415,830)
Business-type activities	652,688	(3,558,364)	(1,759,790)	(5,455,318)	4,705,739
Total primary government net expense	\$ (62,527,533)	\$ (67,729,858)	\$ (68,317,550)	\$ (64,295,574)	\$ (59,710,091)
General Revenues and Other Changes in Net Position					
Governmental activities:					
Taxes:					
Ad valorem	\$ 7,876,865	\$ 7,617,724	\$ 7,714,727	\$ 8,083,474	\$ 8,096,586
Hotel/motel*	-	-	-	-	274,270
Sales and use	30,371,384	31,708,191	30,831,511	31,898,990	32,423,441
Beer tax	77,787	76,434	70,784	70,120	67,959
Parking	2,007,642	2,090,075	2,303,311	2,496,875	2,760,154
Franchise	7,926,562	7,916,445	7,837,526	8,003,764	7,650,076
Grants/contributions not restricted to specific programs	164,992	218,121	105,524	54,448	24,511
Investment earnings	35,278	40,631	42,272	128,207	374,122
Miscellaneous	237,906	242,494	468,097	501,170	553,877
Settlement proceeds	-	-	-	-	6,960,079
Gain (loss) on disposal of capital assets	-	99	-	-	700,894
Transfers	392,024	(19,936)	(2,134,085)	19,935	(9,428)
Total governmental activities	49,090,440	49,890,278	47,239,667	51,256,983	59,876,541
Business-type activities:					
Taxes:					
Ad valorem	524,658	595,762	442,735	625,549	542,529
Hotel/motel*	-	-	-	-	266,042
Sales and use	304,110	-	-	-	-
Franchise	403,104	781,448	728,574	701,842	394,707
Grants/contributions not restricted to specific programs	13,835	156,398	95,019	1,159,217	112,028
Investment earnings	4,453	12,751	7,630	52,248	172,451
Miscellaneous	8,872	42,666	5,003	5,948	10,505
Gain (loss) on disposal of capital assets	-	(483,861)	-	-	(112,846)
Proceeds from insurance	-	-	-	-	-
Transfers	(392,024)	19,936	2,134,085	(19,935)	9,428
Total business-type activities	867,008	1,125,100	3,413,046	2,524,869	1,394,844
Total primary government	\$ 49,957,448	\$ 51,015,378	\$ 50,652,713	\$ 53,781,852	\$ 61,271,385
Change in Net Position					
Governmental activities	\$ (14,089,781)	\$ (14,281,216)	\$ (19,318,093)	\$ (7,583,273)	\$ (4,539,289)
Business-type activities	1,519,696	(2,433,264)	1,653,256	(2,930,449)	6,100,583
Total primary government	\$ (12,570,085)	\$ (16,714,480)	\$ (17,664,837)	\$ (10,513,722)	\$ 1,561,294

(Continued)

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

	2017	2018	2019	2020	2021
Net (Expense) Revenue					
Governmental activities	\$ (63,010,402)	\$ (59,710,696)	\$ (44,307,847)	\$ (54,851,657)	\$ (66,254,820)
Business-type activities	(2,313,058)	(4,084,556)	(5,053,090)	(2,748,137)	(3,074,201)
Total primary government net expense	\$ (65,323,460)	\$ (63,795,252)	\$ (49,360,937)	\$ (57,599,794)	\$ (69,329,021)
General Revenues and Other Changes in Net Position					
Governmental activities:					
Taxes:					
Ad valorem	\$ 8,118,440	\$ 8,238,143	\$ 8,419,900	\$ 8,587,467	\$ 9,053,680
Hotel/motel*	283,656	499,322	202,958	194,796	178,698
Sales and use	33,751,167	33,732,865	36,622,373	34,790,081	36,433,665
Beer tax	65,301	62,159	60,711	59,227	58,586
Parking	2,885,134	3,101,075	3,236,930	2,500,818	1,986,895
Franchise	7,539,276	7,444,344	7,180,721	6,132,818	6,065,204
Consumer	-	-	-	-	122,726
Grants/contributions not restricted to specific programs	101,102	35,722	29,933	54,558	26,015
Investment earnings	493,319	605,697	944,943	838,237	237,751
Miscellaneous	302,527	449,888	328,814	313,406	622,306
Settlement proceeds	-	-	-	-	-
Gain (loss) on disposal of capital assets	773,000	-	22,500	203,400	55,000
Transfers	439,175	318,548	271,986	171,735	366,243
Total governmental activities	54,752,097	54,487,763	57,321,769	53,846,543	55,206,769
Business-type activities:					
Taxes:					
Ad valorem	544,023	552,033	564,211	574,499	606,685
Hotel/motel*	275,146	325,883	196,869	188,951	173,337
Sales and use	-	-	-	-	-
Franchise	387,544	409,430	375,944	369,355	336,776
Grants/contributions not restricted to specific programs	-	-	-	-	-
Investment earnings	175,142	222,968	287,953	207,409	37,675
Miscellaneous	-	-	-	-	-
Gain (loss) on disposal of capital assets	10,000	-	(1,999,959)	-	-
Transfers	(439,175)	(318,548)	(271,986)	(171,735)	(366,243)
Total business-type activities	952,680	1,191,766	(846,968)	1,168,479	788,230
Total primary government	\$ 55,704,777	\$ 55,679,529	\$ 56,474,801	\$ 55,015,022	\$ 55,994,999
Change in Net Position					
Governmental activities	\$ (8,258,305)	\$ (5,222,933)	\$ 13,013,922	\$ (1,005,114)	\$ (11,048,051)
Business-type activities	(1,360,378)	(2,892,790)	(5,900,058)	(1,579,658)	(2,285,971)
Total primary government	\$ (9,618,683)	\$ (8,115,723)	\$ 7,113,864	\$ (2,584,772)	\$ (13,334,022)

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

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

	Fiscal Year				
	2012	2013	2014	2015	2016
General fund					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-
Nonspendable	527,355	635,059	144,011	742,419	132,955
Restricted	2,186,205	2,225,664	1,995,638	1,845,524	1,768,991
Committed	939,732	345,445	485,101	601,469	3,435,096
Assigned	3,502,878	2,397,898	2,267,631	2,519,307	2,219,967
Unassigned	6,561,410	6,517,899	6,131,325	5,980,799	8,855,189
Total general fund	<u>\$ 13,717,580</u>	<u>\$ 12,121,965</u>	<u>\$ 11,023,706</u>	<u>\$ 11,689,518</u>	<u>\$ 16,412,198</u>
All other governmental funds					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:					
Special revenue funds	-	-	-	-	-
Capital projects funds	-	-	-	-	-
Nonspendable	-	-	-	-	-
Restricted	30,998,309	18,252,095	32,669,312	31,552,813	27,129,795
Committed	2,016,844	1,439,396	7,225,718	10,871,980	17,980,162
Assigned	-	-	-	-	-
Unassigned	-	(465,042)	3,963,802	(27,746)	(22,358)
Total all other governmental funds	<u>\$ 33,015,153</u>	<u>\$ 19,226,449</u>	<u>\$ 43,858,832</u>	<u>\$ 42,397,047</u>	<u>\$ 45,087,599</u>

(Continued)
Source: Audited Comprehensive Annual Financial Reports

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

	Fiscal Year				
	2017	2018	2019	2020	2021
General fund					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-
Nonspendable	140,429	505,737	515,503	63,170	648,898
Restricted	1,803,344	2,108,511	2,781,633	2,505,370	1,735,581
Committed	584,870	657,696	367,188	271,336	370,856
Assigned	1,712,310	3,756,456	1,573,848	7,406,301	1,016,776
Unassigned	11,213,217	10,030,526	16,510,347	15,315,500	23,634,621
Total general fund	<u>\$ 15,454,170</u>	<u>\$ 17,058,926</u>	<u>\$ 21,748,519</u>	<u>\$ 25,561,677</u>	<u>\$ 27,406,732</u>
All other governmental funds					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:					
Special revenue funds	-	-	-	-	-
Capital projects funds	-	-	-	-	-
Nonspendable	-	-	-	-	-
Restricted	21,941,251	22,717,278	23,126,211	15,610,496	19,363,651
Committed	17,732,624	18,410,977	19,974,112	24,615,123	19,219,937
Assigned	-	-	-	-	-
Unassigned	(293,544)	(28,831)	41,225	128,562	198,244
Total all other governmental funds	<u>\$ 39,380,331</u>	<u>\$ 41,099,424</u>	<u>\$ 43,141,548</u>	<u>\$ 40,354,181</u>	<u>\$ 38,781,832</u>

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

	Fiscal Year				
	2012	2013	2014	2015	2016
Revenues					
Taxes	\$ 47,822,765	\$ 48,702,710	\$ 48,328,061	\$ 50,058,106	\$ 51,327,286
Licenses and permits	3,462,423	3,445,677	3,191,259	3,896,737	7,027,733
Intergovernmental	9,840,654	7,039,477	4,871,406	5,745,262	4,769,560
Charges for services	4,272,206	4,619,331	4,716,197	4,466,196	4,680,205
Fines and forfeitures	2,885,847	2,322,357	2,187,652	2,119,325	1,894,829
Interest	5,188	15,273	15,647	99,612	333,946
Miscellaneous	853,842	746,692	955,303	1,004,101	1,389,177
Total revenues	69,142,925	66,891,517	64,265,525	67,389,339	71,422,736
Expenditures					
General government	10,874,488	11,700,333	12,403,699	11,509,666	12,118,543
Public safety	26,418,059	26,629,412	26,234,628	26,400,885	28,579,578
Public works	18,150,570	14,657,352	14,971,997	15,328,831	21,777,427
Health and welfare	384,177	398,757	404,803	844,481	507,252
Culture and recreation	4,575,485	6,094,878	7,009,417	5,171,902	5,327,908
Transit and urban development	5,044,566	2,086,908	1,721,693	1,860,824	2,796,924
Debt Service					
Principal	5,944,643	5,483,832	18,569,019	4,987,765	5,109,170
Interest and fiscal charges	1,611,510	1,794,687	1,975,501	2,103,841	1,987,594
Agent fees	-	-	-	-	-
Debt issuance costs	417,120	166,797	699,366	-	-
Miscellaneous	36,000	36,000	36,000	36,000	36,000
Total expenditures	73,456,618	69,048,956	84,026,123	68,244,195	78,240,396
Excess (deficiency) of revenues over (under) expenditures	(4,313,693)	(2,157,439)	(19,760,598)	(854,856)	(6,817,660)
Other financing sources (uses)					
Proceeds from sale of property	-	-	-	-	700,894
Transfers in	21,195,128	19,747,075	19,523,670	20,233,048	18,273,409
Transfers out	(20,803,921)	(19,771,811)	(21,657,755)	(20,513,113)	(18,282,837)
Premium on bonds issued	190,707	-	1,156,726	-	-
Long-term debt issued	-	424,838	44,272,081	38,947	-
Payment to refunded bonds escrow agent	-	(8,725,000)	-	-	-
Proceeds of refunding bonds and other debt	19,603,953	9,205,000	-	-	-
Total other financing sources (uses)	20,185,867	880,102	43,294,722	(241,118)	691,466
Special item					
Proceeds from BP settlement	-	-	-	-	6,960,079
Net change in fund balances	\$ 15,872,174	\$ (1,277,337)	\$ 23,534,124	\$ (1,095,974)	\$ (6,126,194)
Capital expenditures	2,476,948	1,147,333	2,295,433	2,573,386	5,036,558
Non-capital expenditures	70,979,670	67,901,623	81,730,690	65,670,809	73,203,838
Debt service, (interest and principal only) as a percentage of noncapital expenditures	10.67%	10.36%	25.14%	10.80%	9.69%

(Continued)

Source: Audited Comprehensive Annual 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)

	Fiscal Year				
	2017	2018	2019	2020	2021
Revenues					
Taxes	\$ 52,588,514	\$ 52,841,647	\$ 55,119,890	\$ 51,580,860	\$ 53,843,051
Licenses and permits	3,897,098	5,314,977	5,018,406	3,929,419	3,749,745
Intergovernmental	7,501,068	7,433,369	12,114,120	17,838,518	8,976,690
Charges for services	4,857,515	4,764,982	4,520,445	4,910,699	5,093,998
Fines and forfeitures	2,165,691	2,421,112	2,211,169	1,384,318	975,999
Interest	414,856	520,678	870,649	762,468	126,137
Miscellaneous	1,128,366	1,200,392	2,202,676	1,592,394	1,171,148
Total revenues	<u>72,553,108</u>	<u>74,497,157</u>	<u>82,057,355</u>	<u>81,998,676</u>	<u>73,936,768</u>
Expenditures					
General government	13,462,653	12,475,852	11,276,228	13,390,683	14,557,643
Public safety	28,772,959	29,989,256	30,606,677	32,406,167	32,099,946
Public works	21,073,634	14,995,569	22,387,195	23,850,966	19,379,316
Health and welfare	647,243	774,831	540,728	528,128	468,528
Culture and recreation	8,372,602	5,825,754	4,229,515	4,591,669	3,554,691
Transit and urban development	1,509,933	1,378,299	1,358,396	1,776,046	2,118,323
Debt Service					
Principal	4,620,744	4,808,892	3,024,760	4,692,220	1,252,000
Interest and fiscal charges	1,934,814	1,875,997	1,819,177	1,701,434	1,213,371
Agent fees	-	4,000	152,690	139,248	38,543
Debt issuance costs	-	-	-	41,325	-
Miscellaneous	36,000	36,000	36,000	36,000	36,000
Total expenditures	<u>80,430,582</u>	<u>72,164,450</u>	<u>75,431,366</u>	<u>83,153,886</u>	<u>74,718,361</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(7,877,474)</u>	<u>2,332,707</u>	<u>6,625,989</u>	<u>(1,155,210)</u>	<u>(781,593)</u>
Other financing sources (uses)					
Proceeds from sale of property	773,000	-	22,500	203,400	55,000
Transfers in	22,248,288	20,441,257	22,105,830	20,594,611	24,590,563
Transfers out	(21,809,110)	(20,122,709)	(22,022,603)	(20,770,892)	(24,224,320)
Premium on bonds issued	-	-	-	-	-
Long-term debt issued	-	-	-	1,750,000	-
Increase in obligations under capital lease	-	672,594	-	403,887	633,056
Proceeds of refunding bonds and other debt	-	-	-	-	-
Total other financing sources (uses)	<u>1,212,178</u>	<u>991,142</u>	<u>105,727</u>	<u>2,181,006</u>	<u>1,054,299</u>
Special item					
Proceeds from BP settlement	-	-	-	-	-
Net change in fund balances	<u>\$ (6,665,296)</u>	<u>\$ 3,323,849</u>	<u>\$ 6,731,716</u>	<u>\$ 1,025,796</u>	<u>\$ 272,706</u>
Capital expenditures	10,251,979	4,816,430	10,790,959	12,483,519	5,979,890
Non-capital expenditures	70,178,603	67,348,020	64,640,407	70,670,367	68,738,471
Debt service, (interest and principal only) as a percentage of noncapital expenditures	<u>9.34%</u>	<u>9.93%</u>	<u>7.49%</u>	<u>9.05%</u>	<u>3.59%</u>

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

Fiscal Year	City Direct Rate (1)	Overlapping Rates	
		Jefferson Parish (2)	Jefferson Parish School Board
2012	2.5833%	0.1667%	2.0000%
2013	2.5833%	0.1667%	2.0000%
2014	2.5833%	0.1667%	2.0000%
2015	2.5833%	0.1667%	2.0000%
2016	2.5833%	0.1667%	2.0000%
2017	2.5833%	0.1667%	2.0000%
2018	2.5833%	0.1667%	2.0000%
2019	2.5833%	0.1667%	2.0000%
2020	2.5833%	0.1667%	2.0000%
2021	2.5833%	0.1667%	2.0000%

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)

Fiscal Year	Real Estate	Personal Property	Tax Sale	Public Service Corporations	Railway Rolling Stock	Total Assessments	Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value (1)
2012	448,440,989	85,289,971	5,465,150	30,771,874	50,200	570,018,184	103,970,210	466,047,974	18.13	5,313,141,691	8.77%
2013	459,736,113	90,962,548	4,619,090	30,393,912	56,450	585,768,113	102,620,280	483,147,833	17.51	5,452,971,430	8.86%
2014	461,435,216	90,052,443	3,847,380	29,310,348	64,960	584,710,347	101,659,460	483,050,887	17.51	5,449,010,967	8.86%
2015	467,997,815	96,136,586	3,418,430	32,126,720	63,320	599,742,871	100,950,120	498,792,751	17.51	5,569,673,289	8.96%
2016	481,794,686	90,900,102	3,580,020	33,096,239	88,690	609,459,737	100,582,890	508,876,847	17.17	6,091,002,670	8.35%
2017	489,092,499	90,446,691	3,324,140	34,258,582	89,410	617,211,322	100,885,160	516,326,162	17.17	5,756,130,944	8.97%
2018	499,462,920	88,393,308	3,005,720	37,530,201	102,820	628,494,969	101,101,420	527,393,549	17.17	6,234,949,690	8.46%
2019	509,786,612	93,569,127	2,892,660	37,014,559	118,600	643,381,558	101,137,160	542,244,398	17.17	5,998,141,294	9.04%
2020	528,737,920	93,983,520	6,960,080	40,918,452	129,020	670,728,992	101,595,600	569,133,392	17.17	6,254,423,993	9.10%
2021	536,517,060	93,194,013	5,237,490	37,901,941	127,280	672,977,784	100,989,030	571,988,754	17.17	6,292,367,060	9.09%

Source: Jefferson Parish Assessor's Office.

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

(1) Includes tax-exempt property.

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

Fiscal Year	City Direct Rates							Overlapping Rate	Total Direct & Overlapping Rates
	Basic Rate	Garbage Collection	Fire Protection	General Obligation Debt Service	Street Maintenance & Improvement	Wastewater Operations	Total Direct	Jefferson Parish Districts (1)	
2012	2.08	1.61	7.40	-	5.90	1.14	18.13	67.05	85.18
2013	2.01	1.55	7.15	-	5.70	1.10	17.51	66.28	83.79
2014	2.01	1.55	7.15	-	5.70	1.10	17.51	66.28	83.79
2015	2.01	1.55	7.15	-	5.70	1.10	17.51	66.28	83.79
2016	2.01	1.55	7.15	-	5.70	1.10	17.51	66.28	83.79
2017	1.97	1.52	7.01	-	5.59	1.08	17.17	65.61	82.78
2018	1.97	1.52	7.01	-	5.59	1.08	17.17	65.61	82.78
2019	1.97	1.52	7.01	-	5.59	1.08	17.17	65.61	82.78
2020	1.97	1.52	7.01	-	5.59	1.08	17.17	65.61	82.78
2021	1.97	1.52	7.01	-	5.59	1.08	17.17	65.61	82.78

(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, 2021			June 30, 2012		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Entergy Louisiana LLC	\$ 10,451,634	1	1.18%	\$ 3,387,860	1	5.12%
Five Properties	9,940,560	2	1.12%	8,396,350	3	4.45%
Entergy Services LLC	7,954,589	3	0.90%	4,297,093	10	2.07%
Pellerin Milnor Corp.	6,922,945	4	0.78%	5,390,172	8	2.62%
Southwest Airlines	5,513,480	5	0.62%	7,298,330	5	3.29%
Atmos Energy Corp.	4,436,161	6	0.50%			
Wal Mart	4,225,680	7	0.48%	4,458,130	7	2.72%
CREF3 901 Airline Dr. LLC	4,208,270	8	0.48%			
Carmax	3,921,237	9	0.44%			
Chateau Living Center LLC	3,865,668	10	0.44%			
Esplanade Mall Realty				8,225,620	2	5.02%
Westport Petroleum				6,574,756	4	4.01%
Bellsouth				4,772,135	6	2.91%
Treasure Chest Casino				4,060,158	9	2.48%
Total	<u>\$ 61,440,224</u>		<u>6.94%</u>	<u>\$ 56,860,604</u>		<u>34.69%</u>

Source: City of Kenner Finance Department

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

Fiscal Year	Taxes Levied for the Fiscal Year	Collected (or Adjusted) within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2012	8,449,463	8,134,682	96.27%	158,454	8,293,136	98.15%
2013	8,459,927	8,076,814	95.47%	183,879	8,260,693	97.64%
2014	8,458,230	8,150,033	96.36%	108,676	8,258,709	97.64%
2015	8,733,871	8,417,971	96.38%	167,544	8,585,515	98.30%
2016	8,787,704	8,488,335	96.59%	147,189	8,635,524	98.27%
2017	8,737,422	8,456,190	96.78%	165,133	8,621,323	98.67%
2018	8,865,327	8,551,461	96.46%	171,636	8,723,097	98.40%
2019	9,055,354	8,779,021	96.95%	130,408	8,779,021	96.95%
2020	9,310,343	8,862,523	95.19%	187,734	8,862,523	95.19%
2021	9,772,025	9,365,502	95.84%	N/A	9,365,502	95.84%

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						Business-Type Activities		Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	Sales Tax Revenue Bonds	Certificates of Indebtedness	LCDA Revenue Bonds	LDEQ Taxable Bonds	Notes Payable	Mortgage Payable	Sewer Revenue Bonds			
2012	20,008,776	-	10,346,622	13,194,761	2,328,787	-	16,185,621	62,064,567	3.73%	930
2013	16,664,003	-	9,205,000	12,848,469	2,253,133	-	18,066,426	59,037,031	3.45%	884
2014	43,498,890	-	7,380,000	14,497,550	2,172,114	-	24,761,160	92,309,714	5.26%	1,378
2015	41,126,054	-	5,570,000	13,760,496	2,085,349	-	28,943,311	91,485,210	5.23%	1,364
2016	38,683,218	-	3,735,000	12,967,497	1,989,179	-	30,992,447	88,367,341	5.10%	1,319
2017	37,020,382	-	1,880,000	17,134,822	1,889,435	-	32,817,905	90,742,544	5.15%	1,353
2018	35,312,546	-	-	16,065,822	1,786,355	-	34,913,002	88,077,725	4.81%	1,306
2019	33,554,710	-	-	14,988,822	1,668,221	-	37,071,497	87,283,250	4.82%	1,309
2020	31,726,874	1,582,000	-	13,902,822	-	-	36,332,537	83,544,233	4.29%	1,224
2021	34,564,973	1,424,000	-	12,808,822	-	-	34,485,860	83,283,655	4.22%	1,224

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)

Fiscal Year	General Bonded Debt Outstanding			Percentage of Estimated Actual Taxable Value of Property (1)	Per Capita (2)
	General Obligation Bonds	Debt Service Monies Available	Net General Obligation Bonds Outstanding		
2012	\$ -	\$ -	\$ -	-	-
2013	-	-	-	-	-
2014	-	-	-	-	-
2015	-	-	-	-	-
2016	-	-	-	-	-
2017	-	-	-	-	-
2018	-	-	-	-	-
2019	-	-	-	-	-
2020	-	-	-	-	-
2021	-	-	-	-	-

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, 2021
(Unaudited)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (1)</u>	<u>Estimated Share of Overlapping Debt</u>
Jefferson Parish	\$ 614,302,000	17.00%	\$ 104,431,340
Jefferson Parish Public School System	\$ 196,691,000	14.71%	<u>28,933,246</u>
Subtotal, overlapping debt			133,364,586
City direct debt			<u>48,797,795</u>
Total direct and overlapping debt			<u><u>\$ 182,162,381</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)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Debt Limit	\$ 199,506,364	\$ 205,018,840	\$ 204,648,621	\$ 209,910,005	\$ 213,310,908	\$ 216,023,963	\$ 219,973,239	\$ 225,183,545	\$ 234,755,147	\$ 235,542,224
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	<u>\$ 199,506,364</u>	<u>\$ 205,018,840</u>	<u>\$ 204,648,621</u>	<u>\$ 209,910,005</u>	<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>
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>

Legal Debt Margin Calculation for Fiscal Year 2020	
Assessed value	<u>\$ 672,977,784</u>
Debt limit -- 35% of assessed value	235,542,224
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>\$ 235,542,224</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	
2012	11,023,249	3,165,000	865,021	2.74
2013	12,584,294	3,265,000	772,929	3.12
2014	11,789,242	2,020,000	1,466,161	3.38
2015	12,025,651	2,315,000	1,734,551	2.97
2016	13,352,252	2,385,000	1,644,624	3.31
2017	13,921,420	1,605,000	1,594,369	4.35
2018	12,872,530	1,650,000	1,546,219	4.03
2019	14,913,533	1,700,000	1,496,719	4.67
2020	14,351,703	1,770,000	1,428,719	4.49
2021	15,593,702	-	678,959	22.97

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)

Fiscal Year	(1) Population	Personal Income	(2) (4) Per Capita Personal Income	(3) Unemployment Rate
2012	66,715	1,663,338,380	24,932	8.7%
2013	66,820	1,708,854,680	25,574	7.9%
2014	66,975	1,755,079,875	26,205	6.0%
2015	67,064	1,748,626,736	26,074	6.7%
2016	66,993	1,731,233,106	25,842	6.4%
2017	67,089	1,761,421,695	26,255	5.9%
2018	67,451	1,832,508,768	27,168	5.7%
2019	66,657	1,810,937,376	27,168	5.0%
2020	68,265	1,947,463,920	28,528	12.8%
2021	68,039	1,975,104,131	29,029	8.9%

- (1) Source: American Community Survey Estimate for 2007-2010; July 2017 population estimates for 2011-2017. Except for 2009-2010, the figures represent the City's population for the preceding calendar year.
- (2) Source: Bureau of Economic Analysis, U.S. Department of Commerce. Figures apply to Jefferson Parish, in which the City of Kenner is an incorporated municipality.
- (3) Source: Louisiana Department of Labor, Research and Statistical Division for calendar years. Figures apply to Jefferson Parish, in which the City of Kenner is an incorporated municipality.
- (4) 2009 figure used for 2009, 2010, and 2011; 2012 figure used for 2012 and 2013; annual figures used for each subsequent year.

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

Employer	June 30, 2021			June 30, 2012		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Treasure Chest Casino	700	1	2.16%	760	1	2.27%
Ochsner Medical Center	689	2	2.13%	700	2	2.09%
City of Kenner	600	3	1.85%	612	3	1.83%
Pellerin Milnor Group	500	4	1.54%	454	6	1.36%
Cross Road Centers	280	5	0.86%	600	4	1.79%
Altus Global Trade Solutions	207	6	0.64%			
Cycle Construction	120	7	0.37%			
Revolution Foods, Inc.	85	8	0.26%			
Crowne Plaza Hotel	80	9	0.25%			
Alfred Conhagen Inc. of LA	75	10	0.23%			
Wal-Mart Stores Inc.				515	5	1.54%
Fleming Construction Co.				215	7	0.64%
Macy's Inc.				200	8	0.60%
Chateau Living Center				200	9	0.60%
Delta Airlines				200	10	0.60%
Total	<u>3,336</u>		<u>10.29%</u>	<u>4,456</u>		<u>13.32%</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									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General government	87	86	89	86	85	88	83	91	97	93
Public safety	324	333	328	326	324	318	311	338	326	322
Public works	72	73	73	69	68	69	73	84	113	106
Health and welfare	36	36	36	35	34	38	34	34	34	26
Culture and recreation	78	79	75	68	64	69	54	38	35	33
Transit and urban development	15	14	14	14	14	12	19	21	21	20
Total	612	621	615	598	589	594	574	606	626	600

Source: City of Kenner payroll department.

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

Function	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017	Fiscal Year 2018	Fiscal Year 2019	Fiscal Year 2020	Fiscal Year 2021
Police										
Physical arrests	8,990	7,767	7,573	7,625	7,333	6,134	5,692	4,110	3,103	3,280
Parking violations	496	928	447	470	418	471	384	548	409	324
Traffic violations	26,201	19,973	17,397	18,568	17,139	15,292	15,586	18,899	12,880	10,515
Fire										
Emergency responses	2,555	1,662	1,366	1,504	1,728	1,706	2,044	2,124	2,191	2,454
Fires extinguished	120	190	136	189	146	113	203	151	157	81
Refuse collection										
Refuse collected (tons per month)	3,065	3,314	3,129	3,254	2,908	2,914	3,049	3,089	3,517	3,757
Recyclables collected (tons per month)	N/A	4	11.15	11.00	30.00	80.15	74.85	52.84	25.44	16.18
Other public works										
Street resurfacing (sq. ft.)	117,972	285,813	39,609	124,569	3,705	3,890	3,890	4,680	2,410	2,700
Potholes repaired	484	527	1,123	1,153	1,154	2,017	855	258	151	157
Wastewater										
Average daily sewage treatment (mil per day)	10.7	10.5	9.1	9.5	10.6	11.8	10.6	10.6	11.1	11.1

Source: City of Kenner Finance Department.

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

Function	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017	Fiscal Year 2018	Fiscal Year 2019	Fiscal Year 2020	Fiscal Year 2021
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	204	210	201	182	181	180	191	171	184	182
Fire										
Stations	6	6	6	6	6	6	6	5	6	6
Pieces of equipment	21	20	19	19	18	18	20	20	27	28
Water										
Water mains (miles)	264	264	264	264	264	264	264	264	264	264
Fire hydrants	2,915	2,919	2,923	2,725	2,726	2,919	2,919	2,927	2,928	2,927
Storage capacity (thousands of gallons)	**	**	**	**	**	**	**	**	**	**
Other public works										
Streets (miles)	300	300	300	300	300	300	300	300	300	300
(1) Highways (miles)	10	10	10	10	10	10	10	10	10	10
Bridges	33	33	33	33	33	33	33	33	33	33
Streetlights	6,992	6,992	6,995	7,000	7,000	7,000	7,060	6,931	7,141	7,160
Traffic signals	19	19	19	20	20	20	20	20	20	21
Health and welfare	**	**	**	**	**	**	**	**	**	**
Culture and recreation										
Parks	4	4	4	4	4	4	4	4	4	4
Playgrounds	11	11	11	11	11	11	11	9	9	9
Art Galleries and Museums	7	7	7	5	5	5	5	5	5	5
Gymnasiums	10	10	10	10	10	10	10	9	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	11.288 MGD	13.5 MGD	13.5 MGD	13.5 MGD	13.5 MGD	15.2 MGD	15.2 MGD	15.2 MGD	15.2 MGD	14.3 MGD

Source: City of Kenner finance department

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

(1) Highways are maintained by the State

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

SINGLE AUDIT



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)

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

Heather M. Jovanovich, CPA
Terri L. Kitto, CPA

Robynn P. Beck, CPA
John P. Butler, CPA
Jason C. Montegut, CPA
Paul M. Novak, CPA, AVB, CVA
Wesley D. Wade, CPA

Michael J. O' Rourke, CPA
David A. Burgard, CPA
Clifford J. Giffin, Jr., CPA
William G. Stamm, CPA

New Orleans
1615 Poydras Street,
Suite 2100
New Orleans, LA 70112
Phone: (504) 586-8866
Fax: (504) 525-5888

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

Houma
247 Corporate Drive
Houma, LA 70360
Phone: (985) 868-2630
Fax: (985) 872-3833

Napoleonville
5047 Highway 1
P.O. Box 830
Napoleonville, LA 70390
Phone: (985) 369-6003
Fax: (985) 369-9941

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 29, 2021

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, 2021, 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 29, 2021.

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) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of City of Kenner, Louisiana's internal control. Accordingly, we do not express an opinion on the effectiveness of City of Kenner, Louisiana's internal control.

www.dhbmcpa.com

Members
American Institute of
Certified Public Accountants
Society of LA CPAs

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether 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 two instances of noncompliance that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items 2021-01 and 2021-02.

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.

New Orleans, Louisiana



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)

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

Heather M. Jovanovich, CPA
Terri L. Kitto, CPA

Robynn P. Beck, CPA
John P. Butler, CPA
Jason C. Montegut, CPA
Paul M. Novak, CPA, AVB, CVA
Wesley D. Wade, CPA

Michael J. O' Rourke, CPA
David A. Burgard, CPA
Clifford J. Giffin, Jr., CPA
William G. Stamm, CPA

New Orleans
1615 Poydras Street,
Suite 2100
New Orleans, LA 70112
Phone: (504) 586-8866
Fax: (504) 525-5888

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

Houma
247 Corporate Drive
Houma, LA 70360
Phone: (985) 868-2630
Fax: (985) 872-3833

Napoleonville
5047 Highway 1
P.O. Box 830
Napoleonville, LA 70390
Phone: (985) 369-6003
Fax: (985) 369-9941

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

December 29, 2021

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

Report on Compliance for 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, 2021. 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.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of City of Kenner, Louisiana's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

www.dhbmcpa.com

Members
American Institute of
Certified Public Accountants
Society of LA CPAs

Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about City of Kenner, Louisiana's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

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, 2021.

Report on Internal Control over Compliance

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Duplantier, Hopmann, Hogan & Rater LLP

New Orleans, Louisiana

CITY OF KENNER, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021

<u>FEDERAL GRANTOR / PASS-THROUGH GRANTOR / PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>GRANT</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>2021 FEDERAL EXPENDITURES</u>
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
Direct:				
Cluster of Programs:				
Community Development Block Grant	14.218	B-14-MC-22-0008		\$ 33,056
Community Development Block Grant	14.218	B-17-MC-22-0008		15,742
Community Development Block Grant	14.218	B-19-MC-22-0008		219,770
Community Development Block Grant	14.218	B-20-MC-22-0008		238,167
Community Development Block Grant - CARES Act	14.218.119	CDBG-CV		<u>308,189</u>
				814,924
Passed Through Jefferson Parish:				
Home Investment Partnership Program	14.239	Unavailable		<u>82,250</u>
Community Development Block Grant - Disaster Recovery	14.269	E26P-00002		<u>117,716</u>
TOTAL DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				<u><u>1,014,890</u></u>
DEPARTMENT OF JUSTICE				
Direct:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2017-DJ-BX-0221		2,434
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2019-DJ-BX-0081		13,597
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2020-DJ-BX-0515		<u>2,790</u>
				18,821
Bulletproof Vest Partnership Grant Program	16.607	Unavailable		<u>3,233</u>
Passed Through Louisiana Commission Law Enforcement:				
Narcotics Criminal Patrols Program	16.738	4884		<u>12,397</u>
Victim Assistance Grant	16.575	4940		24,576
Victim Assistance Grant	16.575	4941		<u>48,958</u>
				73,534
Coronavirus Emergency Supplemental Funds	16.034	5477		<u>26,504</u>
TOTAL DEPARTMENT OF JUSTICE				<u><u>134,489</u></u>
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION				
Passed through Louisiana Highway Safety Commission:				
Traffic Safety Overtime Enforcement Program	20.601	2020-30-31		5,655
Traffic Safety Overtime Enforcement Program	20.601	2021-30-31		<u>10,528</u>
TOTAL NATIONAL HIGHWAY SAFETY ADMINISTRATION				<u><u>16,183</u></u>

CITY OF KENNER, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)

DEPARTMENT OF HOMELAND SECURITY

Direct:

Staffing for Adequate Fire & Emergency Response	97.083	EMW-2017-FH-00322	<u>572,752</u>
2020 Port Security Grant	97.056	EMW-2020-PU-00359	<u>12,792</u>
Passed through Louisiana Governor's Office of Homeland Security and Emergency Preparedness:			
Disaster Grants - Public Assistance - Laura	97.036	4559-DR-LA	41,519
Disaster Grants - Public Assistance - Sally	97.036	3543-DR-LA	23,381
Assistance to Firefighters Grant	97.044	EMW-2018-FO-05960	<u>80,558</u>
			145,458

TOTAL DEPARTMENT OF HOMELAND SECURITY			<u>731,002</u>
---------------------------------------	--	--	----------------

OFFICE OF NATIONAL DRUG CONTROL POLICY

Passed Through Jefferson Parish Sheriff's Office:

Gulf Coast High Intensity Drug Trafficking Areas	95.001	G20GC0001A	<u>6,892</u>
TOTAL OFFICE OF NATIONAL DRUG CONTROL POLICY			<u>6,892</u>

DEPARTMENT OF TRANSPORTATION

Passed Through Louisiana Department of Transportation and Development:

Chateau Safe Routes to Schools	20.205	H011201	528
Pedestrian Safety Improvements	20.205	H0122361	528
FAP - Fire Station Relocation	20.205	H013104	52,631
FAP - Aberdeen Street Improvements	20.205	H011276	90,989
FAP - West Esplanade/Duncan Canal Improvements	20.205	H011731	1,942,271
FAP - Veterans Blvd Lighting Airport	20.205	H010973	72,926
FAP - Streetscaping Project	20.205	H009804	<u>520,807</u>
			2,680,680

TOTAL DEPARTMENT OF TRANSPORTATION			<u>2,680,680</u>
------------------------------------	--	--	------------------

ENVIRONMENTAL PROTECTION AGENCY

Passed Through the UNO Research & Technology Foundation

Gravity Sewer Collection System Investigation	66.125	BR-01F57501	<u>82,435</u>
TOTAL ENVIRONMENTAL PROTECTION AGENCY			<u>82,435</u>

DEPARTMENT OF THE TREASURY

Passed Through the Louisiana Department of Homeland Security and Emergency Preparedness:

Coronavirus Relief Fund	21.019	20-1892-0-1-806	<u>2,221,641</u>
TOTAL DEPARTMENT OF THE TREASURY			<u>2,221,641</u>

TOTAL FEDERAL ASSISTANCE			<u>\$ 6,888,212</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, 2021

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, 2021. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City of Kenner, Louisiana, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City of Kenner, Louisiana.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

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

3. INDIRECT COST RATE:

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

4. SUBRECIPIENTS:

There were no awards passed through to sub-recipients.

5. LOAN PROGRAMS:

City of Kenner, Louisiana had outstanding loans with the Louisiana Department of Environmental Quality at June 30, 2021. Loans made during the year are included in the federal expenditures presented in the Schedule. The balance of loans outstanding at June 30, 2021 consist of:

<u>CFDA Number</u>	<u>Program Name</u>	<u>Outstanding Balance</u>
66.458	LDEQ #3	\$12,808,822
66.458	LDEQ #4	15,542,000
66.458	LDEQ #5	6,251,484
66.458	LDEQ #6	289,311

**CITY OF KENNER, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2021**

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? ___yes X none noted
- Noncompliance material to financial statements noted? ___yes X none noted
- Two instances of noncompliance was noted that was not material to the financial statements. See Current Year Audit Findings 2021-01 and 2021-02

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>CFDA Number</u>	<u>Expenditures</u>
Federal Aid Highway Planning and Construction Program	20.205	\$ 2,680,680
Community Development Block Grant – Cluster	14.218	814,924
CARES Act Coronavirus Relief Fund	21.019	2,221,641

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, 2021

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

2021-01: Adopted Budget

Condition

The City did not advertise the 2020-21 fiscal year proposed budget or officially adopt the original budget at an open meeting prior to the start of the fiscal year in accordance with Louisiana budget laws.

Criteria

The proposed budget shall be completed and submitted to the governing authority of a municipality and made available for public inspection as provided for in R.S. 39:1308 no later than fifteen days prior to the beginning of each fiscal year. All action necessary to adopt and otherwise finalize and implement the budget for a fiscal year shall be taken in open meeting and completed before the end of the prior fiscal year.

Effect

A proposed budget was not officially advertised or adopted in accordance with Louisiana budget laws.

Cause

Due to the effects of COVID-19, the proposed budget could not be completed in time due to lack of accurate information available at the time of preparation. In accordance with the City's Home Rule Charter, a proposed budget with the 2019-2020 fiscal year numbers was presented to the board and deemed adopted within the allowable time period, however, it was not advertised or officially adopted in an open meeting in accordance with Louisiana budget laws.

Recommendation

We recommend the City advertise and adopt the proposed fiscal year budget in accordance with Louisiana budget laws.

Management's Corrective Action Plan

The City will ensure the proposed fiscal year budget is prepared, advertised, and adopted in accordance with Louisiana budget laws.

2021-02: Amended Budget

Condition

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

CITY OF KENNER, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2021

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

2021-02: Amended Budget (Continued)

Criteria

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

Effect

A revised amended budget has not been submitted as required.

Cause

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

Recommendation

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

Management's Corrective Action Plan

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

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, 2020**

A. SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS

2020-01: Amended Budget

Condition

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

Criteria

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

Effect

A revised amended budget has not been submitted as required.

Cause

The revenue shortfall was due to reduced spending throughout the City during the COVID-19 pandemic in which the airport and many retail locations were closed or operating on a limited basis during the last four months of the fiscal year.

Recommendation

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

Status

This matter remains present in 2021. See current year finding 2021-02.