

# CITY OF ST. GABRIEL, LOUISIANA



## ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR FISCAL YEAR ENDED JUNE 30, 2023



# ANNUAL COMPREHENSIVE FINANCIAL REPORT

## CITY OF ST. GABRIEL, LOUISIANA

For the fiscal year ended June 30, 2023



Prepared by

City of St. Gabriel  
Finance Department



**CITY OF ST. GABRIEL, LOUISIANA**  
**ANNUAL COMPREHENSIVE FINANCIAL REPORT**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

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# INTRODUCTORY SECTION



Lionel Johnson, Jr.  
Mayor



*City Council:*  
William Cushenberry, Jr.  
Melvin Hasten, Sr.  
O’Kedria Smith  
Jeffery Hayes, Sr.  
Hoza Redditt, Sr.

*Police Chief:*  
Kevin Ambeau, Sr.

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**CITY OF ST. GABRIEL**

*“A City of Pride, Progress & Possibilities”*

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December 31, 2023

The Citizens, Mayor, and  
Members of the City Council  
City of St. Gabriel

Dear Citizens, Mayor, and Council Members:

Pursuant to Louisiana State Statutes, I hereby issue the Annual Comprehensive Financial Report (ACFR) for the City of St. Gabriel (the City) for the year ended June 30, 2023. The City Finance Department prepared this report in accordance with Generally Accepted Accounting Principles (GAAP). We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to set forth fairly the financial position and results of operations of the City as measured by the financial activities of its various funds and the government-wide presentation; and that disclosures necessary to enable readers to gain an understanding of City financial affairs have been included. Responsibility for the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with management of the City.

The City financial statements have been audited by Diez, Dupuy, and Ruiz, LLC, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and the disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit that there was a reasonable basis for rendering an unmodified opinion that the City of St. Gabriel’s financial statements for the fiscal year ended June 30, 2023, are fairly presented in conformity with GAAP. The independent auditors’ report is presented as the first document of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City’s MD&A can be found immediately following the report of the independent auditors.

*P.O. Box 597 • 5035 Iberville Street • St. Gabriel, LA • Tel: (225) 642-9600 • Fax: (225) 642.9670 • Website:  
[www.cityofstgabriel.us](http://www.cityofstgabriel.us)*

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## **Profile of the Government**

The City of St. Gabriel was incorporated as a town in 1994 and received city designation in 2001. It is located in Iberville Parish, on the Mississippi River, with the historic Bayou Manchac serving as the official boundary between St. Gabriel, Ascension Parish, and East Baton Rouge Parish. The City currently occupies a land area of 30 square miles and serves an estimated population of 6,613 according to the U.S. Census Bureau as of 2022. The population reflects a growth of approximately 2.8% from the 2020 U.S. Census.

The City follows the provisions of the Lawrason Act as provided by Louisiana Law. The City has seven elected officials comprised of a Mayor, five City Council members and one Chief of Police that serve four-year terms. Policy making and legislative authority are vested in a governing council consisting of five council members. The Council is responsible, among other things, for passing ordinances, adopting the budget and appointing committees. The Mayor is the chief executive officer of the City. The Chief of Police is responsible for administration of the City's law enforcement services. Finally, the City Clerk is appointed by the Mayor and approved by the City Council.

The City provides a full range of services to the public including infrastructure maintenance and construction, public safety, social and recreational services, and general governmental and administrative services.

A determination of the financial reporting entity to be included in this ACFR is made through the application of criteria established by the Governmental Accounting Standards Board (GASB), Statement No. 14. A complete explanation of the financial reporting entity is included in the Summary of Significant Accounting Policies in the Notes to the Financial Statements.

An explanation of the accounting policies of the City is contained in the Notes to the Financial Statements. The basis of accounting, fund structure, and other significant information on financial policies are explained in detail in the Notes to the Financial Statements.

## **Budgetary Control**

The annual budget serves as the foundation for the City's financial planning and control. The annual operating budget is proposed by the Mayor and enacted by the City Council. The City Council is required to adopt the final budgets no later than June 30<sup>th</sup> of each year. Budgets are adopted at the fund and department level. Budgetary transfers across department lines or between classes of lump sum appropriations require approval of the City Council. Additional details on the budget process are explained in the Notes to the Financial Statements.

Budget-to-actual comparisons are provided in this report for each individual governmental fund in Exhibits B and C through C-4.

The Finance Department is entrusted with maintaining accounting systems for the City in accordance with the best-recognized practices in governmental accounting. It keeps the records for, and exercises financial and budgetary control over, each City department, office, and agency.

In developing and evaluating the accounting system of the City, the Finance Department considers the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from an unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of control should not exceed benefits likely to be derived and that the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of federal and state financial assistance, the City government is responsible for ensuring that adequate internal controls are in effect. All internal control evaluations occur within the framework described. The Finance Department believes that the internal controls for the City adequately safeguard assets and provide reasonable assurance of the proper recording of financial transactions.

## **FACTORS AFFECTING FINANCIAL CONDITION**

### **Economic Condition and Outlook**

St. Gabriel is located in the Baton Rouge metropolitan area. The City of Baton Rouge is the state capital and the closest large Metropolitan Statistical Area (MSA) to New Orleans. St. Gabriel is located on the Mississippi River in the southeast region of the state and is a major center for commerce and industry. The largest taxpayers in St. Gabriel are primarily companies involved in the petrochemical and energy sectors. Products range from refined chemicals, household products and plastic materials. The local industry provides the majority of the jobs within the City. The taxes paid by local industry are significant to the City's tax base and local economy. Because of an increase in capital acquisition and proposed construction in the petrochemical industry, the City expects to maintain a stable level of property and sales tax collections through 2024.

General sales and use tax revenues in 2023 for operations of the City were \$1 million greater than the 2022 revenues, representing a 15% increase. The general sales and use tax plays a significant role in financing the operations of the General Fund, representing 57% of available resources in 2023.

During 2023 the City had employed labor of approximately 6,715 with an unemployment rate of 8.2% and a current per capita personal income of \$52,103 and age of 37.

The City provides some source of housing to the Baton Rouge MSA with 1,685 household units with a median value of \$186,800. Other important industries include government, construction, transportation, real estate and retail trade.

## **Major Initiatives in 2024**

The City has various capital outlay projects ongoing and future projects anticipated that have an estimated cost of over \$16 million, to include municipal and recreational facility improvements, sewer system expansions and improvements, and road repairs and improvements. The City has budgeted approximately \$16 million for these projects in fiscal year 2024. These projects will be funded by sales tax collections, various grants and public improvement bonds that were issued by the City in 2021 and 2015.

## **LONG-TERM FINANCIAL PLANNING**

As stated above, the City has planned capital initiatives in excess of \$16 million which will be funded by public improvement bonds, sales tax collection, and various grants. These projects address immediate and anticipated needs of the community, including road and sewer improvements, general government facility improvements, and recreation projects.

### **Road Improvements, General Government Improvements, and Recreation Projects**

The City has the responsibility to maintain approximately 17 miles of roads and the related drainage. The City administration has identified multiple roadways in need of reconstruction or repair. These projects have an estimated construction cost of approximately \$4.4 million. The City's general government projects for the upcoming year include improvements to governmental facilities with estimated cost of approximately \$6.3 million. Additionally, the City has ongoing recreation projects in various parts of the community. These projects have an estimated cost of approximately \$1.8 million, collectively. Due to the significant amount of resources required to accomplish these projects, the City has elected to accomplish in phases. The highway improvements, general government and recreation projects will be funded by the City's local resources, governmental grants, and public improvement bonds issued by the City.

### **Sewer Improvements Project**

As the City continues to grow in population, the City's sewer utility systems are in need of expanded capacity. In 2023, the City substantially completed phase 2 of various pump sewer system projects to support its expansion. These projects include wastewater treatment plant renovations, sewer lift stations, and other improvements. The budgeted costs for the remaining phases of these projects are approximately \$3.5 million dollars. The improvements will be funded by the City's local resources, federal resources, and public improvement bonds issued by the City in 2015 and 2021.

## RELEVANT FINANCIAL POLICIES

The City's fund balance and/or financial position continues to be an important factor in policy decision. The concept notes that the City will strive to maintain a General Fund unassigned fund balance to be used for unanticipated emergencies and future capital outlay spending. These monies will be used to avoid cash flow interruptions, generate interest income, reduce the need for short-term borrowing, and assist in maintaining an investment grade rating.

The City of St. Gabriel's legal level of budgetary control is established by the State of Louisiana Budget Law. Amendments to the budgets are required when: a) annual revenue is expected to fall below the annual budget by 5% or more, b) annual expenditures are expected to exceed the budget appropriation by 5% or more, c) actual fund balance within a fund fails to meet estimated beginning fund balance by 5% or more and fund balance is used to fund current year expenditures and d) it appears that a fund will have an accumulated deficit by year end. Such amendments require approval of the City Council as the governing authority.

## AWARDS AND ACKNOWLEDGMENTS

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Reporting to the City of St. Gabriel for its Annual Comprehensive Financial Report each year for the eleven years through 2021. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government accounting principles and applicable legal requirements.

In order to be awarded a Certificate of Achievement for Excellence in Financial Reporting by GFOA, a governmental unit must publish an easily readable and efficiently organized annual comprehensive financial report with contents conforming to governmental accounting standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement for Excellence in Financial Reporting is valid for a period of one year. We believe our current report conforms to the Certificate of Achievement for Excellence in Financial Reporting Program's requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

The preparation of this report on a timely basis could not have been accomplished without the dedicated services of a highly qualified staff. I also acknowledge the thorough, professional, and timely manner in which the audit was conducted by our independent auditors, Diez, Dupuy, & Ruiz, LLC, and our financial and accounting consultants, Faulk & Winkler, LLC. We thank the Mayor and City Council for their support of excellence in financial reporting and fiscal integrity.

Respectfully submitted,

*Constance Barbin*

Constance Barbin, City Clerk



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of St. Gabriel  
Louisiana**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2022

*Christopher P. Morill*

Executive Director/CEO

**CITY OF ST. GABRIEL  
PRINCIPAL OFFICIALS  
JULY 1, 2019 – JUNE 30, 2023**

**MAYOR**

Lionel Johnson, Jr.

**COUNCIL MEMBERS**

Ronald Grace, Sr.

Melvin Hasten, Sr.

Kelvin M. York, Sr.

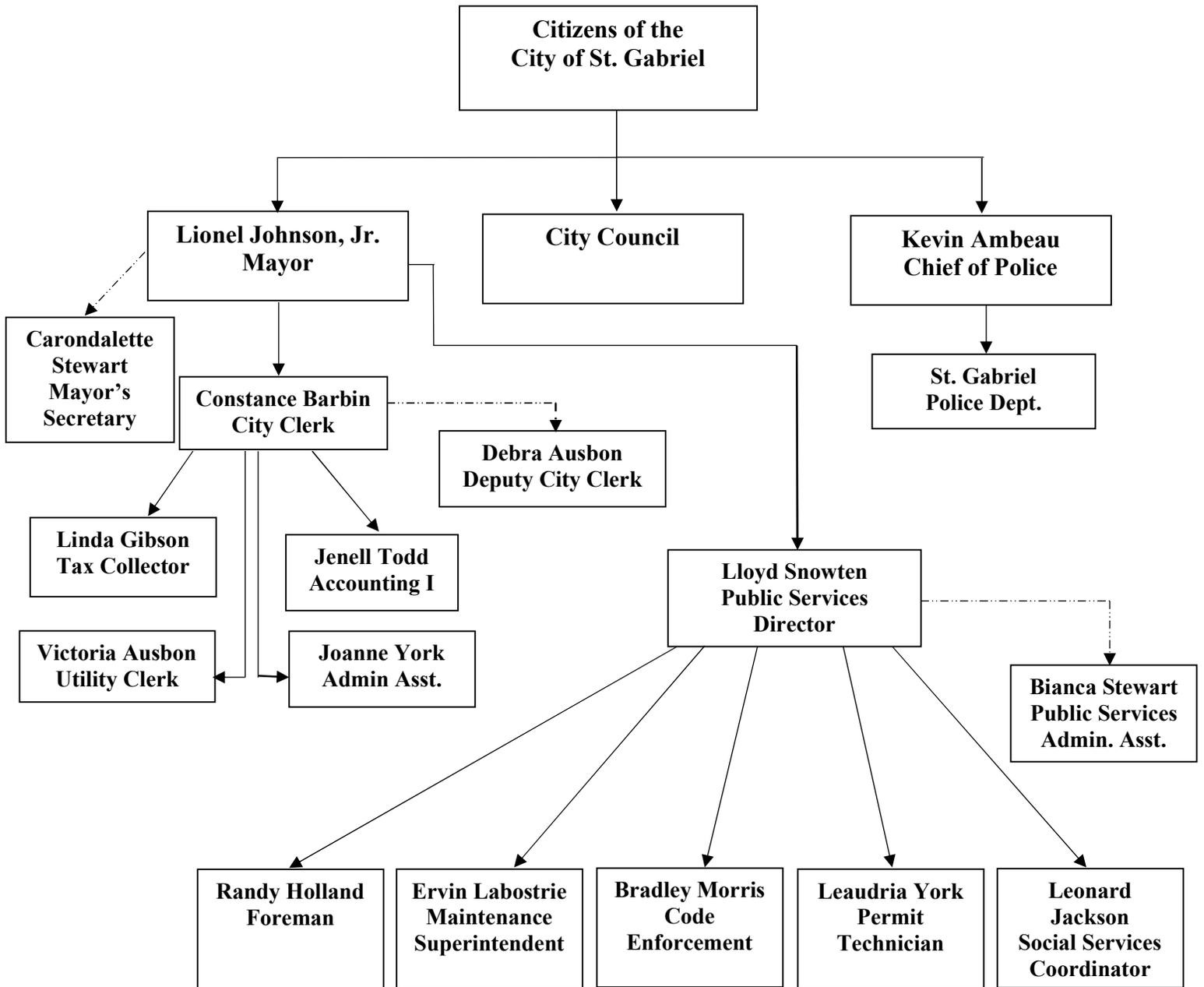
Jeffery Hayes, Sr.

Ralph Johnson, Sr.

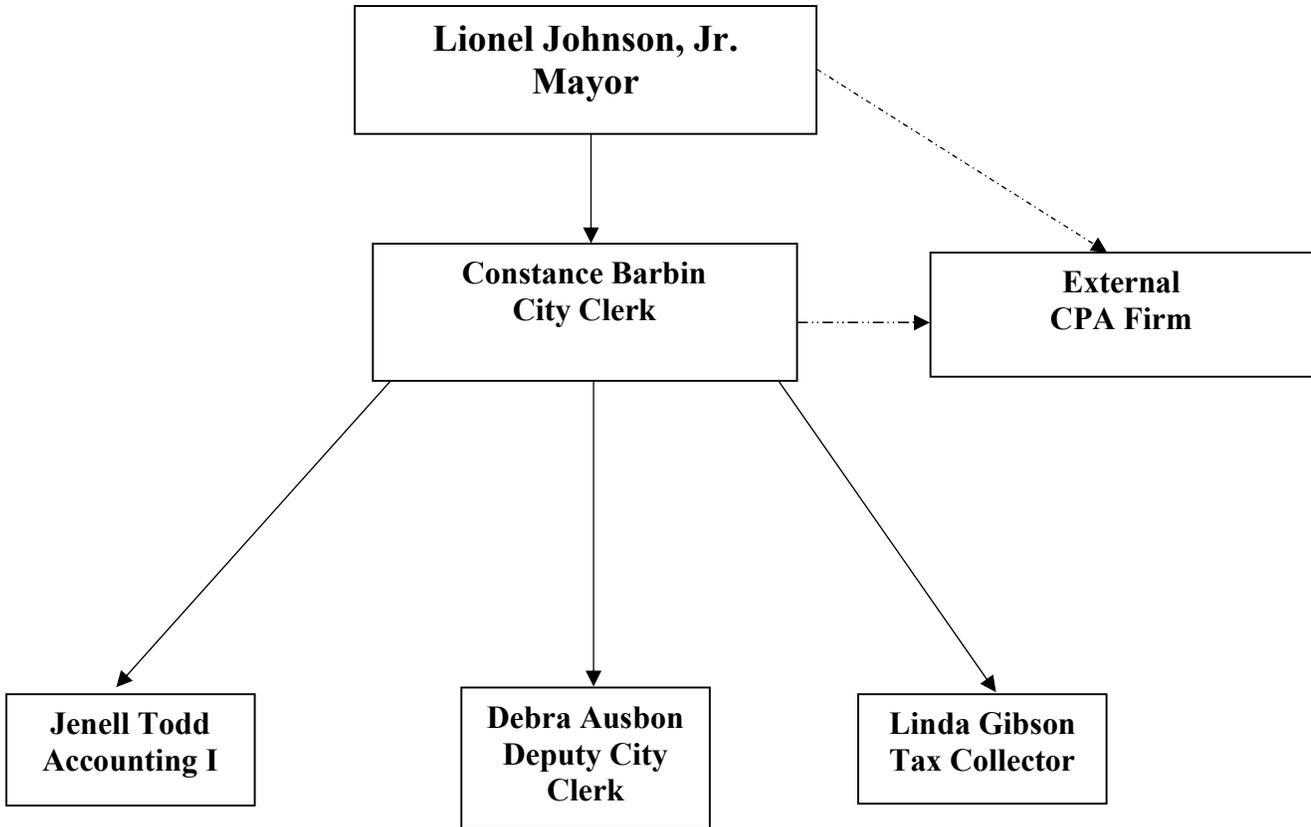
**CHIEF OF POLICE**

Kevin Ambeau, Sr.

**CITY OF ST. GABRIEL  
ORGANIZATION CHART  
PRIMARY GOVERNMENT**



**CITY OF ST. GABRIEL  
ORGANIZATIONAL CHART  
CITY CLERK'S OFFICE**







# FINANCIAL SECTION





## INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and  
City Council Members  
City of St. Gabriel, Louisiana

### **Report on the Audit of the Financial Statements**

#### *Opinions*

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

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

#### *Basis for Opinions*

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

#### *Responsibilities of Management for the Financial Statements*

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

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

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

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

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

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

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

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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, major fund budgetary comparison schedule, schedule of proportionate share of net pension liability, and schedule of pension contributions on pages 5 through 16 and 65 through 69 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, individual fund schedules, schedule of compensation, benefits, and other payments to agency head, justice system funding schedule-collecting/dispersing entity and statistical section, are presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information is 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. The 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 individual fund schedules, schedule of compensation, benefits, and other payments to agency head, and justice system funding schedule-collecting/dispersing entity are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do 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 31, 2023 on our consideration of the City of St. Gabriel, 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 solely 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 St. Gabriel, 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 St. Gabriel, Louisiana's internal control over financial reporting and compliance.

*Diez, Dupuy + Ruiz*

December 31, 2023  
Gonzales, Louisiana



## **CITY OF ST. GABRIEL, LOUISIANA MANAGEMENT'S DISCUSSION AND ANALYSIS**

Our analysis of The City of St. Gabriel's financial performance provides an overview of the City's financial activities for the fiscal year ended June 30, 2023. Please read it in conjunction with the City's financial statements which begin on page 17. The Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes, and currently known facts.

### **FINANCIAL HIGHLIGHTS**

In 2023, the City of St. Gabriel had governmental revenues increase relative to the prior year by approximately \$3.9 million which is attributable to increases in capital grants and contributions and sales tax collections. Governmental expenses and transfers to business-type activities remained relatively consistent in comparison to the prior year. This is attributable to an increase in general government expenses by approximately \$2.1 million and decreases in net transfers to business-type activities combined with decreases in all other functions of governmental activities excluding public safety which resulted in a decrease of approximately \$2.1 million when compared to the prior year. All City funds continue to be maintained with sufficient fund balance that represents adequate net worth. Although community demands have increased with the ongoing economic development, the City has been responsible with its available resources.

The major financial highlights for 2023 are as follows:

- Assets and deferred outflows of resources of the City's primary government exceeded its liabilities and deferred inflows of resources at the close of the year by approximately \$35.8 million (net position). Of this amount, approximately \$5.7 million (unrestricted net position) may be used without restrictions to meet the City's ongoing obligations to citizens and creditors.
- The primary governments total net position increased by approximately \$5.4 million during 2023.
- Governmental activities' net position increased by approximately \$5.5 million.
- Business-type activities' total net position decreased by approximately \$103,000.
- At the end of the year, the primary government's governmental funds reported combined fund balances of approximately \$18.3 million, an increase of \$835,000 in comparison to the prior year. The \$835,000 net change in fund balance is significantly lower than the \$3.8 million change experienced in the prior year. This is due to higher volumes of contractor being incurred, causing significant increases in capital outlay expenditures incurred in the current year. The increase in capital outlay expenditures incurred in the current year was funded through capital grants and sales and ad valorem taxes.

Significant aspects of the City's financial well-being, as of and for the year ended June 30, 2023, are detailed throughout this analysis.

## **USING THIS ANNUAL REPORT**

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 17 and 18) provide information about the activities of the City as a whole and present a longer-term view of the City's finances.

Fund financial statements start on page 19. For governmental funds, these statements depict how services were financed in the short term as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds.

Our auditor has provided assurance in their independent auditors' report, located immediately preceding this MD&A, that the financial statements are fairly stated. Varying degrees of assurance are being provided by the auditors regarding the required supplemental information and the supplemental information. A user of this report should read the independent auditors' report carefully to ascertain the level of assurance being provided for each part of this report.

### **Reporting on the City as a Whole**

Our analysis of the City as a whole begins on page 17. The Statement of Net Position and the Statement of Activities report information about the City as a whole and about its activities in a way to determine if the City is in better condition as a result of the year's financial results. These statements include all assets, deferred outflows, liabilities, and deferred inflows using the accrual basis of accounting, which is similar to accounting methods used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. Thus, revenues and expenses are reported in these statements for some items that will only result in cash flows in future fiscal periods.

These two statements report the City's net position and related changes. One can consider the City's net position—the difference between assets and liabilities—as one way to measure the City's financial health, or financial position. Over time, increases or decreases in the City's net position is one indicator of whether its financial health is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in the City's property and sales tax base and the condition of the City's roads and buildings, to assess the overall health of the City.

In the Statement of Net Position and the Statement of Activities, we divide the City into two kinds of activities:

**Governmental activities** - Most of the City's basic services are reported here, including public safety, streets and sanitation, culture and recreation, economic development and general administration. Property and sales taxes, charges for services, and state and federal grants finance most of these activities.

**Business-type activities** - The City charges a fee to customers to help cover the cost of the utility service it provides. The City maintains a wastewater treatment system which is reported here. The shortfall of revenue from this activity has been funded from unrestricted sales tax collections transferred from the General Fund.

The analysis below of the primary government focuses on the net position and change in net position of the City’s governmental and business-type activities.

City of St. Gabriel, Louisiana  
Statement of Net Position  
June 30, 2023 and 2022  
(in thousands)

|                                  | Governmental Activities |                 | Business-type Activities |                 | Total           |                 |
|----------------------------------|-------------------------|-----------------|--------------------------|-----------------|-----------------|-----------------|
|                                  | 2023                    | 2022            | 2023                     | 2022            | 2023            | 2022            |
| Current and other assets         | \$21,688                | \$20,304        | \$ 2,682                 | \$ 2,704        | \$24,370        | \$23,008        |
| Capital assets                   | 30,584                  | 27,240          | 9,110                    | 9,559           | 39,694          | 36,799          |
| Total assets                     | <u>52,272</u>           | <u>47,544</u>   | <u>11,792</u>            | <u>12,263</u>   | <u>64,064</u>   | <u>59,807</u>   |
| Deferred outflows                | <u>2,400</u>            | <u>1,527</u>    | <u>136</u>               | <u>75</u>       | <u>2,536</u>    | <u>1,602</u>    |
| Current and other liabilities    | 2,942                   | 3,295           | 362                      | 490             | 3,304           | 3,785           |
| Long-term liabilities            | 21,036                  | 19,504          | 6,190                    | 6,308           | 27,226          | 25,812          |
| Total liabilities                | <u>23,978</u>           | <u>22,799</u>   | <u>6,552</u>             | <u>6,798</u>    | <u>30,530</u>   | <u>29,597</u>   |
| Deferred inflows                 | <u>212</u>              | <u>1,344</u>    | <u>1</u>                 | <u>62</u>       | <u>213</u>      | <u>1,406</u>    |
| Net position:                    |                         |                 |                          |                 |                 |                 |
| Net investment in capital assets | 13,674                  | 10,112          | 2,988                    | 3,194           | 16,662          | 13,306          |
| Restricted                       | 11,253                  | 8,128           | 2,238                    | 2,172           | 13,491          | 10,300          |
| Unrestricted                     | <u>5,555</u>            | <u>6,688</u>    | <u>149</u>               | <u>112</u>      | <u>5,704</u>    | <u>6,800</u>    |
| Total net position               | <u>\$30,482</u>         | <u>\$24,928</u> | <u>\$ 5,375</u>          | <u>\$ 5,478</u> | <u>\$35,857</u> | <u>\$30,406</u> |

At June 30, 2023, the City’s net position was \$35.8 million, of which \$5.7 million was unrestricted. Restricted net position is reported separately to show legal constraints from debt covenants and enabling legislation that limits the City’s ability to use that net position for day-to-day operations.

Net position of the City’s governmental activities increased by approximately \$5.5 million during 2023. Governmental unrestricted net position, which decreased by \$1.1 million, represents the portion of the City’s resources that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation or other legal requirements. The \$5.5 million in governmental activities unrestricted net position at the completion of the 2023 fiscal year represents the accumulated results of operations. The increase in net position of governmental activities is primarily attributable to increases in sales and ad valorem taxes which combing for approximately \$1.1 million, increases in capital grants revenues related to recognition of American Rescue Plan Act funds of \$2.7 million, and net decreases in transfers to business type activities of \$1.2 million in the current year.

The City operates wastewater treatment systems for its constituents. The principal focus of this activity is to operate on a profitable basis. For the current and past several years, the City has been required to subsidize these operations with sales and use tax collections to eliminate operating deficits. During the current year, the subsidy was made of approximately \$1 million. The net position of the City's business-type activities decreased by \$103,000 during 2023. The decrease in net position is primarily attributable to the increase in wastewater treatment expenses of the City's business-type activities.

The results of this year's operations for the primary government as a whole as reported in the Statement of Activities, are as follows:

| City of St. Gabriel                        |                  |                  |                 |                 |                  |                  |
|--|------------------|------------------|-----------------|-----------------|------------------|------------------|
| Changes in Net Position                    |                  |                  |                 |                 |                  |                  |
| For the years ended June 30, 2023 and 2022 |                  |                  |                 |                 |                  |                  |
| (in thousands)                             |                  |                  |                 |                 |                  |                  |
|  | Governmental     |                  | Business-type   |                 | Total            |                  |
|  | Activities       |                  | Activities      |                 |                  |                  |
|  | 2023             | 2022             | 2023            | 2022            | 2023             | 2022             |
| Revenues:                                  |                  |                  |                 |                 |                  |                  |
| Program revenues                           |                  |                  |                 |                 |                  |                  |
| Charges for services                       | \$ 776           | \$ 1,002         | \$ 272          | \$ 305          | \$ 1,048         | \$ 1,307         |
| Operating grants/contributions             | 25               | 25               | 214             | -               | 239              | 25               |
| Capital grants/contributions               | 3,252            | 531              | -               | -               | 3,252            | 531              |
| General revenues:                          |                  |                  |                 |                 |                  |                  |
| Ad valorem taxes                           | 4,148            | 3,897            | -               | -               | 4,148            | 3,897            |
| Sales taxes                                | 7,887            | 6,843            | -               | -               | 7,887            | 6,843            |
| Video poker taxes                          | 760              | 819              | -               | -               | 760              | 819              |
| Other general revenues                     | 395              | 427              | 68              | 1               | 463              | 428              |
| Total revenues                             | <u>17,243</u>    | <u>13,544</u>    | <u>554</u>      | <u>306</u>      | <u>17,797</u>    | <u>13,850</u>    |
| Functions/Program Expenses:                |                  |                  |                 |                 |                  |                  |
| General government                         | 5,411            | 3,300            | -               | -               | 5,411            | 3,300            |
| Public safety                              | 2,851            | 2,285            | -               | -               | 2,851            | 2,285            |
| Streets and sanitation                     | 1,808            | 2,358            | -               | -               | 1,808            | 2,358            |
| Culture and recreation                     | 135              | 518              | -               | -               | 135              | 518              |
| Wastewater treatment                       | -                | -                | 1,657           | 1,579           | 1,657            | 1,579            |
| Interest on long-term debt                 | 484              | 578              | -               | -               | 484              | 578              |
| Total expenses                             | <u>10,689</u>    | <u>9,039</u>     | <u>1,657</u>    | <u>1,579</u>    | <u>12,346</u>    | <u>10,618</u>    |
| Increase (decrease)                        |                  |                  |                 |                 |                  |                  |
| in net position                            |                  |                  |                 |                 |                  |                  |
| before transfers                           | 6,554            | 4,505            | (1,103)         | (1,273)         | 5,451            | 3,232            |
| Transfers, net                             | (1,000)          | 500              | 1,000           | (500)           | -                | -                |
| Transfers of capital assets                | -                | (2,652)          | -               | 2,652           | -                | -                |
| Change in net position                     | 5,554            | 2,353            | (103)           | 879             | 5,451            | 3,232            |
| Beginning net position                     | <u>24,928</u>    | <u>22,575</u>    | <u>5,478</u>    | <u>4,599</u>    | <u>30,406</u>    | <u>27,174</u>    |
| Ending net position                        | <u>\$ 30,482</u> | <u>\$ 24,928</u> | <u>\$ 5,375</u> | <u>\$ 5,478</u> | <u>\$ 35,857</u> | <u>\$ 30,406</u> |

## **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. Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. The focus is now fund type by category.

### **Reporting the City's Most Significant Funds**

An analysis of the City's major funds begins on page 19 with the fund financial statements that provide detailed information about the most significant funds and not the City as a whole. Some funds are required to be established by State law or by bond covenants. However, the City Council establishes other funds to control and manage financial resources for particular purposes or meeting legal responsibilities for using certain taxes, grants, and other assets. The City's two kinds of funds, governmental and proprietary, use different accounting basis.

**Governmental funds** - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the fiscal year. Most of the City's basic services are reported in governmental funds. These funds use the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in a reconciliation to the financial statements. The basic governmental funds (Exhibits A-2 and A-4) presentation is presented using modified accrual basis and focuses on the City's three major funds and the nonmajor special revenue fund.

**Proprietary fund** - When the City charges customers for the services it provides—whether to outside customers or to other units of the City—these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the City's enterprise fund is the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds.

**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. The notes to the financial statements are a required part of the basic financial statements and can be found in Exhibit A-9.

**Other information** - In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning original and final budgetary comparisons to actual results for the year for the City’s major funds, the Schedules of Proportionate Shares of Net Pension Liability and Pension Contributions, and Notes to Required Supplementary Information. See Exhibit B through B-3.

Certain supplementary financial information can be found in Exhibits C through C-6. These schedules are included for additional information and analysis and do not constitute a part of the basic financial statements.

**Financial Analysis of the Government's Funds**

The government operations of the City are accounted for in the General Fund, Capital Project Fund, Debt Service Fund, and Nonmajor Special Revenue Fund. The focus of these funds, as noted earlier, is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the City’s financing requirements.

In 2020, the University Club Center (UCC) Economic Development District Fund was established as a nonmajor special revenue fund, additional detail on this fund is provided at Exhibit A-9. The following is a summary of general governmental operations for 2023 by fund type:

|                                     | (in thousands)  |                            |                         |   |                  |
|-------------------------------------|-----------------|----------------------------|-------------------------|---|------------------|
|                                     | 2023            |                            |                         |   |                  |
|                                     | General<br>Fund | Capital<br>Project<br>Fund | Debt<br>Service<br>Fund | Nonmajor<br>Governmental<br>Special Revenue<br>Fund | Totals           |
| Revenues & other financing sources  | \$ 13,971       | \$ 7,573                   | \$ 850                  | \$ 77   | \$ 22,471        |
| Expenditures & other financing uses | 16,306          | 4,492                      | 838                     | -   | 21,636           |
| Surplus (deficit)                   | (2,335)         | 3,081                      | 12                      | 77  | 835              |
| Fund balance,<br>June 30, 2022      | 12,095          | 3,054                      | 2,184                   | 142   | 17,475           |
| Fund balance,<br>June 30, 2023      | <u>\$ 9,760</u> | <u>\$ 6,135</u>            | <u>\$ 2,196</u>         | <u>\$ 219</u>                                       | <u>\$ 18,310</u> |

The following is a summary of general governmental operations for 2022 by fund type:

|                                     | (in thousands)   |                            |                         |   |                  |
|-------------------------------------|------------------|----------------------------|-------------------------|---|------------------|
|                                     | 2022             |                            |                         |   |                  |
|                                     | General<br>Fund  | Capital<br>Project<br>Fund | Debt<br>Service<br>Fund | Nonmajor<br>Governmental<br>Special Revenue<br>Fund | Totals           |
| Revenue & other financing sources   | \$ 12,780        | \$ 4,013                   | \$ 1,024                | \$ 35   | \$ 17,852        |
| Expenditures & other financing uses | 11,992           | 1,179                      | 841                     | -   | 14,012           |
| Surplus                             | 788              | 2,834                      | 183                     | 35  | 3,840            |
| Fund balance,<br>June 30, 2021      | 11,307           | 220                        | 2,001                   | 107   | 13,635           |
| Fund balance,<br>June 30, 2022      | <u>\$ 12,095</u> | <u>\$ 3,054</u>            | <u>\$ 2,184</u>         | <u>\$ 142</u>                                       | <u>\$ 17,475</u> |

The City's governmental funds experienced a surplus of approximately \$835,000 in 2023. At year end, fund balances were approximately \$18.3 million. Approximately \$6.8 million is unassigned and available for utilization at the City's discretion. The remainder of the fund balance has been restricted or classified as nonspendable. These restrictions are for debt service, infrastructure and maintenance, public improvements, and economic development.

The General Fund is the chief operating fund of the City. At the end of the fiscal year, fund balance of the General Fund was approximately \$9.8 million compared to the fund balance of \$12.1 million at 2022. The decrease of approximately \$2.3 million in fund balance is a result of an increase in transfers made to the Capital Projects and Debt Service Fund.

The City's other major funds are the Capital Projects Fund and the Debt Service Fund. The Capital Projects Fund realized an operating deficit of approximately \$2.2 million before transfers in from the General Fund, while the Debt Service Fund realized an operating deficit of approximately \$838,000, before transfers in from the General Fund. The City's Capital Projects Fund expenditures were related to the ongoing drainage improvement projects in addition to the new city council chambers project. The Capital Project Fund experienced a increase in capital outlay expenditures of approximately \$3.3 million when compared to 2022, the increase is a result of the City incurring contractor cost related to the council chambers project that was in the preliminary and design phases during the prior year.

Sources of governmental revenues, excluding transfers and other financing sources, are summarized below.

| Source of Revenue    | (in thousands)   |            |                  |            |
|----------------------|------------------|------------|------------------|------------|
|                      | 2023             |            | 2022             |            |
|                      | Revenues         | Percent    | Revenues         | Percent    |
| Taxes                | \$ 12,834        | 79         | \$ 11,600        | 88         |
| Intergovernmental    | 2,343            | 14         | 536              | 4          |
| Licenses and permits | 414              | 3          | 409              | 3          |
| Fines                | 240              | 1          | 411              | 3          |
| Charges for services | 122              | 1          | 116              | 1          |
| Miscellaneous        | 241              | 2          | 163              | 1          |
| Total                | <u>\$ 16,194</u> | <u>100</u> | <u>\$ 13,235</u> | <u>100</u> |

Revenues of the primary government for general governmental fund types for 2023 totaled \$16.2 million, compared to \$13.2 million for the previous year, representing approximately a \$3 million or 22% increase. The increase in revenue is primarily due to taxes and intergovernmental revenues experiencing significant increases during the current year. The increase in taxes is attributable to increased sales taxes from larger volumes of online vendor sales. The increase in intergovernmental revenues is a result of the City utilizing American Recuse Plan Act funds on eligible expenditures during the current year. As displayed above, tax revenues make up the largest stream of funding for the City, which averages over 80% of resources received over the years.

Approximately \$12.1 million of the \$16.2 million of governmental revenues in 2023 were for dedicated purposes. The remaining \$4.1 million, generated in the General Fund, was available to fund a number of city services, such as the streets and sanitation department, public safety, social and recreational services and administrative functions.

Sources of governmental expenditures, excluding transfers and other financing uses, are summarized below.

| Function                         | (in thousands)   |            |                 |            |
|----------------------------------|------------------|------------|-----------------|------------|
|                                  | 2023             |            | 2022            |            |
|                                  | Expenditures     | Percent    | Expenditures    | Percent    |
| General government               | \$ 3,096         | 21         | \$ 2,420        | 24         |
| Public safety                    | 2,273            | 16         | 2,100           | 21         |
| Streets and sanitation           | 1,985            | 14         | 1,983           | 20         |
| Social and recreational services | 678              | 5          | 464             | 5          |
| Debt service                     | 1,364            | 9          | 1,290           | 13         |
| Capital outlay                   | 5,139            | 35         | 1,670           | 17         |
| Total                            | <u>\$ 14,535</u> | <u>100</u> | <u>\$ 9,927</u> | <u>100</u> |

The expenditures of the primary government's governmental fund types increased by approximately \$4.6 million in 2023. Governmental expenditures for each major function are summarized in the preceding table.

The largest increases were experienced in the capital outlay and general government functions by \$3.5 million and \$676,000, respectively. The increase in the general government function is attributable to professional services related additional events and projects hosted by the City during the year. The increase capital outlay is related to contractor cost for the new council chambers, drainage projects, and various park improvements.

### **GENERAL FUND BUDGETARY HIGHLIGHTS**

Over the course of the year the City's General Fund's budget was amended. The amendment of the operating and capital budgets is a customary practice of the City and is reflective of the change that occurs with financial related matters throughout the fiscal year. The most significant change during 2023 was as follows:

- To increase sales tax revenues by \$1.7 million, or 31% of the City's original budget.
- To decrease in charges for service revenues by \$325,000, or 100% of the City's original budget.
- To increase social and recreational expenditures by \$90,000, or 12% of the City's original budget.
- To increase streets and sanitation expenditures by \$96,000 or 4% of the City's original budget.

With these adjustments, the actual charges to appropriations (expenditures) were \$191,000 less than the related final budget appropriations of \$9.4 million. The most significant variances occurred in the City's streets and sanitation and capital outlay functions, where expenditures were \$368,000 less and \$616,000 more than appropriations for both functions, respectively. Additionally, the City's social and recreational expenditures were approximately \$192,000 less than appropriations. The net decrease in fund balance for the General Fund for 2023 was \$2.3 million and the related fund balance was \$9.8 million at year end.

## CAPITAL ASSET AND DEBT ADMINISTRATION

### Capital Assets

At the end of 2023, the City had approximately \$39.7 million invested in a broad range of capital assets, including vehicles, fire equipment, computer equipment, lease assets, office furniture, land, buildings, park facilities, roads, and sewer treatment systems. This amount represents a \$2.9 million net increase compared to the prior year.

|  | (in thousands)          |                  |                             |                 |                  |                  |
|--|-------------------------|------------------|-----------------------------|-----------------|------------------|------------------|
|  | Governmental Activities |                  | Business-type<br>Activities |                 | Total            |                  |
|  | 2023                    | 2022             | 2023                        | 2022            | 2023             | 2022             |
| Land   | \$ 917                  | \$ 917           | \$ 60                       | \$ 60           | \$ 977           | \$ 977           |
| Construction in progress                                 | 4,382                   | 1,369            | -                           | -               | 4,382            | 1,369            |
| Buildings  | 6,596                   | 6,741            | -                           | -               | 6,596            | 6,741            |
| Equipment and vehicles                                   | 976                     | 866              | -                           | -               | 976              | 866              |
| Finance purchase agreements                              | -                       | 89               | -                           | -               | -                | 89               |
| Right-of-use assets                                      | 141                     | -                | -                           | -               | 141              | -                |
| Sewer treatment plants<br>Infrastructure                 | -                       | -                | 9,050                       | 9,499           | 9,050            | 9,499            |
|  | 17,572                  | 17,258           | -                           | -               | 17,572           | 17,258           |
| Total assets, net of<br>depreciation and<br>amortization | <u>\$ 30,584</u>        | <u>\$ 27,240</u> | <u>\$ 9,110</u>             | <u>\$ 9,559</u> | <u>\$ 39,694</u> | <u>\$ 36,799</u> |

More detailed information about the City's capital assets as well as information on the City's capital projects is presented in Note 5 to the financial statements. The City had \$5.2 million in capital additions during 2023 as compared to \$1.7 million in capital additions in 2022. These increases were due to ongoing capital projects related to road improvements, recreation facilities, governmental complex improvements, and sewer system infrastructure improvements continuing from the prior year. In 2023, the City incurred depreciation and amortization expense of the City's assets of \$2.3 million.

The City is primarily responsible for approximately 17 miles of roads.

### Long-term Liabilities

At year-end, the City had \$28.3 million in bonds and long-term liabilities outstanding versus \$26.8 million last year, an increase of \$1.5 million, as shown below:

|                                  | (in thousands) |           |           |               |
|----------------------------------|----------------|-----------|-----------|---------------|
|                                  | June 30, 2022  | Additions | Deletions | June 30, 2023 |
| <u>Governmental activities:</u>  |                |           |           |               |
| Net pension liability            | \$ 3,232       | \$ 2,770  | \$ 577    | \$ 5,425      |
| Capital Projects                 |                |           |           |               |
| Revenue Bond- 2015               | 6,735          | -         | 205       | 6,530         |
| Revenue Bond- 2021               | 6,455          | -         | 380       | 6,075         |
| Civic Center                     |                |           |           |               |
| Revenue Bond                     | 3,885          | -         | 110       | 3,775         |
| Lease liabilities                |                |           |           |               |
| Finance purchase agreement       | 68             | -         | 36        | 32            |
| Right-of-use asset lease         | -              | 176       | 76        | 100           |
| Bond discount, net               | (139)          | -         | (8)       | (131)         |
| <u>Business-type activities:</u> |                |           |           |               |
| Net pension liability            | 195            | 212       | 87        | 320           |
| Revenue Bond - 2016              | 4,210          | -         | 125       | 4,085         |
| Revenue Bond - DEQ               | 2,125          | -         | 116       | 2,009         |
| Bond premium, net                | 42             | -         | 2         | 40            |
|                                  | \$ 26,808      | \$ 3,158  | \$ 1,706  | \$ 28,260     |

The City remained current on all bonds and notes outstanding and retired approximately \$1 million of debt during 2023.

The State of Louisiana limits the amount of general obligation debt that municipalities can issue to 35 percent of the assessed value of all taxable property within the City's corporate limits. The City's outstanding general obligation debt is significantly below this \$86 million state-imposed limit. More detailed information about the City's long-term liabilities is presented in Note 6 to the financial statements.

## **ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS**

The City's elected and appointed officials considered many factors when setting the fiscal-year 2024 budget and tax rates. One of those factors is the economy. The largest taxpayers in the City are primarily companies involved in the petrochemical processing sector. These companies are significantly impacted by the increasing cost of fuel, including natural gas. With the high price of fuel in recent years, these companies have experienced financial difficulty resulting in reduction of personnel staffing and the rate of plant expansion, if any. As a result, the local economy has been impacted by the financial concerns of this major industry in the City.

For 2024, revenues and other financing sources are budgeted at \$20 million while expenditures are expected to be \$28.9 million, including capital outlay of \$16.0 million. If these estimates are realized, the City's budgetary fund balances are expected to decrease by the close of 2024 by \$8.9 million. This decrease will be due to the utilization of debt proceeds received in 2015 and 2021 which will be used for capital projects planned in 2024 along with \$7.3 million in budgeted grant funding.

An important factor affecting the budget is the City's estimated ad valorem and sales tax collections budgeted for 2024 to support operations. These revenue sources represent 54% or \$10.7 million of the total projected taxes, charges for services, licenses and permits, and grants. The City budgeted an increase of approximately \$5.1 million in federal and state grants for 2024. The 2024 operating budget expenditures projects all functions with the exception of capital outlay and debt service to remain consistent with the amended budget for 2023, they does not anticipate any significant fluctuations in the functions to occur for 2024.

These indicators were considered when adopting the General Fund budget for 2024. Property taxes are budgeted to remain relatively flat based on 2023 assessments for 2024, while sales taxes are expected to see a minor decrease for 2024. These taxes are expected to fund operations of the City's governmental operations and assist in funding the City's sewer utility operations.

### **Contacting the City's Financial Management**

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to show accountability for the money it receives. If you have questions about this report or need additional financial information, contact Constance Barbin with the City's Finance Department at (225) 642-9600 or 5035 Iberville Street, St. Gabriel, Louisiana, 70776. Additional information about the City can be found on the City's [website: www.cityofstgabriel.us](http://www.cityofstgabriel.us).



# **BASIC FINANCIAL STATEMENTS**



**CITY OF ST. GABRIEL, LOUISIANA**  
**STATEMENT OF NET POSITION**

June 30, 2023

|  | Primary Government         |                             |                      |
|--|----------------------------|-----------------------------|----------------------|
|  | Governmental<br>Activities | Business-Type<br>Activities | Total                |
| <b>ASSETS</b>  |                            |                             |                      |
| Cash and cash equivalents  | \$ 14,618,127              | \$ 409,585                  | \$ 15,027,712        |
| Accounts receivable, net   | 37,297                     | 34,085                      | 71,382               |
| Due from other governments, net                                    | 3,078,956                  | -                           | 3,078,956            |
| Prepaid assets   | 276,630                    | -                           | 276,630              |
| Restricted cash  | 3,677,183                  | 2,237,606                   | 5,914,789            |
| Capital assets:  |                            |                             |                      |
| Non-depreciable  | 5,299,336                  | 60,000                      | 5,359,336            |
| Depreciable, net   | 25,143,208                 | 9,050,532                   | 34,193,740           |
| Right-of-use assets - amortizable, net                             | 141,138                    | -                           | 141,138              |
| Total assets   | <u>52,271,875</u>          | <u>11,791,808</u>           | <u>64,063,683</u>    |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                              |                            |                             |                      |
| Deferred amount on refunding                                       | 443,734                    | 12,899                      | 456,633              |
| Pension liability  | 1,957,092                  | 123,341                     | 2,080,433            |
| Total deferred outflows of resources                               | <u>2,400,826</u>           | <u>136,240</u>              | <u>2,537,066</u>     |
| Total assets and deferred outflows of resources                    | <u>\$ 54,672,701</u>       | <u>\$ 11,928,048</u>        | <u>\$ 66,600,749</u> |
| <b>LIABILITIES</b>   |                            |                             |                      |
| Accounts payable   | \$ 718,246                 | \$ 17,229                   | \$ 735,475           |
| Contracts payable  | 972,642                    | -                           | 972,642              |
| Accrued liabilities  | 311,472                    | 56,865                      | 368,337              |
| Due to other governments   | 118,972                    | -                           | 118,972              |
| Unearned revenue   | 51,210                     | 22,632                      | 73,842               |
| Long-term liabilities:   |                            |                             |                      |
| Due within one year  | 769,319                    | 265,000                     | 1,034,319            |
| Due in more than one year  | 15,610,988                 | 5,870,269                   | 21,481,257           |
| Pension liability due in more than one year                        | 5,425,486                  | 319,862                     | 5,745,348            |
| Total liabilities  | <u>23,978,335</u>          | <u>6,551,857</u>            | <u>30,530,192</u>    |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                               |                            |                             |                      |
| Pension liability  | <u>211,937</u>             | <u>1,421</u>                | <u>213,358</u>       |
| <b>NET POSITION</b>  |                            |                             |                      |
| Net investment in capital assets                                   | 13,674,467                 | 2,988,162                   | 16,662,629           |
| Restricted for:  |                            |                             |                      |
| Infrastructure and maintenance                                     | 2,703,078                  | -                           | 2,703,078            |
| Capital projects   | 6,134,400                  | 1,868,178                   | 8,002,578            |
| Economic development   | 219,273                    | -                           | 219,273              |
| Debt service   | 2,196,425                  | 369,428                     | 2,565,853            |
| Unrestricted   | <u>5,554,786</u>           | <u>149,002</u>              | <u>5,703,788</u>     |
| Total net position   | <u>30,482,429</u>          | <u>5,374,770</u>            | <u>35,857,199</u>    |
| Total liabilities, deferred inflows of resources, and net position | <u>\$ 54,672,701</u>       | <u>\$ 11,928,048</u>        | <u>\$ 66,600,749</u> |

Notes on Exhibit A-9 are an integral part of this statement.

## CITY OF ST. GABRIEL, LOUISIANA

## STATEMENT OF ACTIVITIES

For the year ended June 30, 2023

| Functions/Programs  | Program Revenues     |                         |  |  | Net (Expenses) Revenue and<br>Changes in Net Position |                             |                      |
|---|----------------------|-------------------------|--|--|---|-----------------------------|----------------------|
|   | Expenses             | Charges for<br>Services | Operating<br>Grants and<br>Contributions | Capital<br>Grants and<br>Contributions | Governmental<br>Activities                            | Business-type<br>Activities | Total                |
| <b>Primary government:</b>                                      |                      |                         |  |  |   |                             |                      |
| Governmental activities:  |                      |                         |  |  |   |                             |                      |
| General government  | \$ 5,410,808         | \$ 415,093              | \$ 25,000                                | \$ 2,017,228                           | \$ (2,953,487)  | \$ -                        | \$ (2,953,487)       |
| Public safety   | 2,850,664            | 302,036                 | -  | -                                      | (2,548,628)   | -                           | (2,548,628)          |
| Streets and sanitation  | 1,808,372            | -                       | -  | 1,178,201                              | (630,171)   | -                           | (630,171)            |
| Culture and recreation  | 135,226              | 58,827                  | -  | 56,678                                 | (19,721)  | -                           | (19,721)             |
| Interest on long-term debt                                      | 483,534              | -                       | -  | -                                      | (483,534)   | -                           | (483,534)            |
| Total governmental activities                                   | <u>10,688,604</u>    | <u>775,956</u>          | <u>25,000</u>                            | <u>3,252,107</u>                       | <u>(6,635,541)</u>                                    | <u>-</u>                    | <u>(6,635,541)</u>   |
| Business-type activities:                                       |                      |                         |  |  |   |                             |                      |
| Waste water treatment facilities                                | <u>1,657,017</u>     | <u>272,114</u>          | <u>214,180</u>                           | <u>-</u>                               | <u>-</u>  | <u>(1,170,723)</u>          | <u>(1,170,723)</u>   |
| Total business-type activities                                  | <u>1,657,017</u>     | <u>272,114</u>          | <u>214,180</u>                           | <u>-</u>                               | <u>-</u>  | <u>(1,170,723)</u>          | <u>(1,170,723)</u>   |
| Total primary government  | <u>\$ 12,345,621</u> | <u>\$ 1,048,070</u>     | <u>\$ 239,180</u>                        | <u>\$ 3,252,107</u>                    | <u>(6,635,541)</u>                                    | <u>(1,170,723)</u>          | <u>(7,806,264)</u>   |
| General revenues:   |                      |                         |  |  |   |                             |                      |
| Taxes:  |                      |                         |  |  |   |                             |                      |
| Sales   |                      |                         |  |  | 7,887,575   | -                           | 7,887,575            |
| Ad valorem  |                      |                         |  |  | 4,147,582   | -                           | 4,147,582            |
| Video poker   |                      |                         |  |  | 759,613   | -                           | 759,613              |
| Franchise and other   |                      |                         |  |  | 39,572  | -                           | 39,572               |
| Grants and contributions not<br>restricted to specific programs |                      |                         |  |  | 156,716   |                             | 156,716              |
| Investment earnings   |                      |                         |  |  | 186,080   | 66,977                      | 253,057              |
| Miscellaneous   |                      |                         |  |  | 12,682  | -                           | 12,682               |
| Transfers, net  |                      |                         |  |  | (1,000,000)   | 1,000,000                   | -                    |
| Total general revenues  |                      |                         |  |  | <u>12,189,820</u>                                     | <u>1,066,977</u>            | <u>13,256,797</u>    |
| Change in net position  |                      |                         |  |  | 5,554,279   | (103,746)                   | 5,450,533            |
| Net position - beginning of year                                |                      |                         |  |  | <u>24,928,150</u>                                     | <u>5,478,516</u>            | <u>30,406,666</u>    |
| Net position - end of year                                      |                      |                         |  |  | <u>\$ 30,482,429</u>                                  | <u>\$ 5,374,770</u>         | <u>\$ 35,857,199</u> |

Notes on Exhibit A-9 are an integral part of this statement.

## CITY OF ST. GABRIEL, LOUISIANA

BALANCE SHEETS  
GOVERNMENTAL FUNDS

June 30, 2023

|  | General<br>Fund      | Capital<br>Projects<br>Fund | Debt<br>Service<br>Fund | Nonmajor<br>Governmental<br>Special Revenue<br>Fund | Total<br>Governmental<br>Funds |
|--|----------------------|-----------------------------|-------------------------|---|--------------------------------|
| <b>ASSETS</b>  |                      |                             |                         |   |                                |
| Cash and cash equivalents  | \$ 6,571,030         | \$ 7,159,027                | \$ 687,354              | \$ 200,716  | \$ 14,618,127                  |
| Accounts receivables, net  | 27,572               | 9,725                       | -                       | -   | 37,297                         |
| Due from other governments, net                                    | 1,683,669            | 1,376,730                   | -                       | 18,557  | 3,078,956                      |
| Due from other funds   | 2,130,000            | -                           | -                       | -   | 2,130,000                      |
| Prepaid assets   | 276,630              | -                           | -                       | -   | 276,630                        |
| Restricted cash  | 124,607              | 2,043,505                   | 1,509,071               | -   | 3,677,183                      |
|  | <u>10,813,508</u>    | <u>10,588,987</u>           | <u>2,196,425</u>        | <u>219,273</u>                                      | <u>23,818,193</u>              |
| Total assets   | <u>\$ 10,813,508</u> | <u>\$ 10,588,987</u>        | <u>\$ 2,196,425</u>     | <u>\$ 219,273</u>                                   | <u>\$ 23,818,193</u>           |
| <b>LIABILITIES</b>   |                      |                             |                         |   |                                |
| Accounts payable   | \$ 718,246           | \$ -                        | \$ -                    | \$ -  | \$ 718,246                     |
| Contracts payable  | -                    | 972,642                     | -                       | -   | 972,642                        |
| Accrued liabilities  | 216,179              | -                           | -                       | -   | 216,179                        |
| Due to other funds   | -                    | 2,130,000                   | -                       | -   | 2,130,000                      |
| Due to other governments   | 118,972              | -                           | -                       | -   | 118,972                        |
| Unearned revenues  | -                    | 51,210                      | -                       | -   | 51,210                         |
|  | <u>1,053,397</u>     | <u>3,153,852</u>            | <u>-</u>                | <u>-</u>  | <u>4,207,249</u>               |
| Total liabilities  | <u>1,053,397</u>     | <u>3,153,852</u>            | <u>-</u>                | <u>-</u>  | <u>4,207,249</u>               |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                               |                      |                             |                         |   |                                |
| Unavailable revenues   | -                    | 1,300,735                   | -                       | -   | 1,300,735                      |
|  | <u>-</u>             | <u>1,300,735</u>            | <u>-</u>                | <u>-</u>  | <u>1,300,735</u>               |
| <b>FUND BALANCE</b>  |                      |                             |                         |   |                                |
| Nonspendable   | 276,630              | -                           | -                       | -   | 276,630                        |
| Restricted for:  |                      |                             |                         |   |                                |
| Infrastructure and maintenance                                     | 2,703,078            | -                           | -                       | -   | 2,703,078                      |
| Capital projects   | -                    | 6,134,400                   | -                       | -   | 6,134,400                      |
| Economic development   | -                    | -                           | -                       | 219,273   | 219,273                        |
| Debt service   | -                    | -                           | 2,196,425               | -   | 2,196,425                      |
| Unassigned   | 6,780,403            | -                           | -                       | -   | 6,780,403                      |
|  | <u>9,760,111</u>     | <u>6,134,400</u>            | <u>2,196,425</u>        | <u>219,273</u>                                      | <u>18,310,209</u>              |
| Total fund balance   | <u>9,760,111</u>     | <u>6,134,400</u>            | <u>2,196,425</u>        | <u>219,273</u>                                      | <u>18,310,209</u>              |
| Total liabilities, deferred inflows of resources, and fund balance | <u>\$ 10,813,508</u> | <u>\$ 10,588,987</u>        | <u>\$ 2,196,425</u>     | <u>\$ 219,273</u>                                   | <u>\$ 23,818,193</u>           |

Notes on Exhibit A-9 are an integral part of this statement.

## CITY OF ST. GABRIEL, LOUISIANA

RECONCILIATION OF THE GOVERNMENTAL FUNDS  
BALANCE SHEET TO THE STATEMENT OF NET POSITION

June 30, 2023

Total net position reported for governmental activities in the statement of net position are different because:

|  |    |                    |                     |
|--|----|--------------------|---------------------|
| Total fund balances - governmental funds (Exhibit A-2)   |    | \$                 | 18,310,209          |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds  |    |                    |                     |
| Non-depreciable  | \$ | 5,299,336          |                     |
| Depreciable, net   |    | 25,143,208         |                     |
| Right-of-use assets - amortizable, net   |    | <u>141,138</u>     | 30,583,682          |
| Deferred inflows and outflows of resources for pension plans and debt refundings are not due and payable in the current period, and therefore, are not reported in the governmental funds. |    |                    |                     |
| Deferred outflows related to pension liability   |    | 1,957,092          |                     |
| Deferred outflows related to loss on refunding   |    | 443,734            |                     |
| Deferred inflows related to pension liability  |    | <u>(211,937)</u>   | 2,188,889           |
| Because some revenues are not collected for sixty days after year end, they are not considered "available" revenues in the governmental funds.   |    |                    |                     |
| Grant revenues   |    |                    | 1,300,735           |
| 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   |    | (95,293)           |                     |
| Bonds payable and lease liabilities, net of discounts  |    | (16,380,307)       |                     |
| Net pension liability  |    | <u>(5,425,486)</u> | <u>(21,901,086)</u> |
| Net position of governmental activities (Exhibit A)  |    | \$                 | <u>30,482,429</u>   |

Notes on Exhibit A-9 are an integral part of this statement.

## CITY OF ST. GABRIEL, LOUISIANA

STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS

For the year ended June 30, 2023

|  | <u>General Fund</u> | <u>Capital<br/>Projects<br/>Fund</u> | <u>Debt<br/>Service<br/>Fund</u> | <u>Nonmajor<br/>Governmental<br/>Special Revenue<br/>Fund</u> | <u>Total<br/>Governmental<br/>Funds</u> |
|--|---------------------|--------------------------------------|----------------------------------|---|---|
| <b>REVENUES</b>  |                     |                                      |                                  |   |   |
| Taxes:   |                     |                                      |                                  |   |   |
| Sales  | \$ 7,810,330        | \$ -                                 | \$ -                             | \$ 77,245   | \$ 7,887,575                            |
| Ad valorem   | 4,147,582           | -                                    | -                                | -   | 4,147,582                               |
| Video poker  | 759,613             | -                                    | -                                | -   | 759,613                                 |
| Franchise and other  | 39,572              | -                                    | -                                | -   | 39,572                                  |
| Intergovernmental  | 34,272              | 2,308,568                            | -                                | -   | 2,342,840                               |
| Licenses and permits   | 413,785             | -                                    | -                                | -   | 413,785                                 |
| Fines  | 239,702             | -                                    | -                                | -   | 239,702                                 |
| Charges for services   | 122,469             | -                                    | -                                | -   | 122,469                                 |
| Interest earnings and other                                  | 227,112             | 14,310                               | -                                | -   | 241,422                                 |
|  | <u>13,794,437</u>   | <u>2,322,878</u>                     | <u>-</u>                         | <u>77,245</u>   | <u>16,194,560</u>                       |
| Total revenues   |                     |                                      |                                  |   |   |
| <b>EXPENDITURES</b>  |                     |                                      |                                  |   |   |
| Current function:  |                     |                                      |                                  |   |   |
| General government   | 3,096,024           | -                                    | -                                | -   | 3,096,024                               |
| Public safety  | 2,272,894           | -                                    | -                                | -   | 2,272,894                               |
| Streets and sanitation                                       | 1,935,135           | 50,000                               | -                                | -   | 1,985,135                               |
| Social and recreational services                             | 678,378             | -                                    | -                                | -   | 678,378                                 |
| Debt service:  |                     |                                      |                                  |   |   |
| Principal  | 302,430             | -                                    | 505,000                          | -   | 807,430                                 |
| Interest   | 223,845             | -                                    | 332,915                          | -   | 556,760                                 |
| Capital outlay   | 697,129             | 4,442,341                            | -                                | -   | 5,139,470                               |
|  | <u>9,205,835</u>    | <u>4,492,341</u>                     | <u>837,915</u>                   | <u>-</u>  | <u>14,536,091</u>                       |
| Total expenditures   |                     |                                      |                                  |   |   |
| Excess (deficiency) of revenues<br>over (under) expenditures | <u>4,588,602</u>    | <u>(2,169,463)</u>                   | <u>(837,915)</u>                 | <u>77,245</u>   | <u>1,658,469</u>                        |
| <b>OTHER FINANCING SOURCES (USES)</b>                        |                     |                                      |                                  |   |   |
| Transfers in   | -                   | 5,250,000                            | 850,000                          | -   | 6,100,000                               |
| Proceeds from issuance of lease liabilities                  | 176,422             | -                                    | -                                | -   | 176,422                                 |
| Transfers out  | (7,100,000)         | -                                    | -                                | -   | (7,100,000)                             |
|  | <u>(6,923,578)</u>  | <u>5,250,000</u>                     | <u>850,000</u>                   | <u>-</u>  | <u>(823,578)</u>                        |
| Total other financing sources (uses)                         |                     |                                      |                                  |   |   |
| Net change in fund balance                                   | (2,334,976)         | 3,080,537                            | 12,085                           | 77,245  | 834,891                                 |
| <b>FUND BALANCE</b>  |                     |                                      |                                  |   |   |
| Beginning of year  | <u>12,095,087</u>   | <u>3,053,863</u>                     | <u>2,184,340</u>                 | <u>142,028</u>  | <u>17,475,318</u>                       |
| End of year  | <u>\$ 9,760,111</u> | <u>\$ 6,134,400</u>                  | <u>\$ 2,196,425</u>              | <u>\$ 219,273</u>   | <u>\$ 18,310,209</u>                    |

Notes on Exhibit A-9 are an integral part of this statement.

## CITY OF ST. GABRIEL, LOUISIANA

### RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF THE GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

For the year ended June 30, 2023

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

|   |                    |                  |
|---|--------------------|------------------|
| Net change in fund balances - total governmental funds (Exhibit A-4)  | \$                 | 834,891          |
| <p>Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation and amortization.</p>   |                    |                  |
| Capital outlay  | \$ 5,139,470       |                  |
| Depreciation and amortization expense   | <u>(1,796,240)</u> | 3,343,230        |
| <p>Because some revenues are not collected for sixty days after year end, they are not considered "available" revenues in the governmental funds.</p>   |                    |                  |
| Grant revenues  |                    | 943,539          |
| <p>The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal and the effect of issuance costs and discounts when debt is first issued are expenditures in the governmental funds but reduces the liability in the statement of activities.</p> |                    |                  |
| Proceeds from the issuance of lease liabilities   | (176,422)          |                  |
| Amortization of bond discount   | (7,947)            |                  |
| Amortization of deferred loss on refunding of bonds   | (32,021)           |                  |
| Principal payments on debt and lease liabilities  | <u>807,430</u>     | 591,040          |
| <p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.</p>  |                    |                  |
| Net change in accrued interest payable  |                    | (2,750)          |
| Changes in net pension liabilities are reported only in the Statement of Activities   |                    | <u>(155,671)</u> |
| Change in net position of governmental activities (Exhibit A-1)   | \$                 | <u>5,554,279</u> |

Notes on Exhibit A-9 are an integral part of this statement.

**CITY OF ST. GABRIEL, LOUISIANA  
PROPRIETARY FUND - SEWER FUND**

**STATEMENT OF NET POSITION**

June 30, 2023

**ASSETS**

Current assets:

|                           |                  |
|---------------------------|------------------|
| Cash and cash equivalents | \$ 409,585       |
| Accounts receivable, net  | 34,085           |
| Restricted cash           | <u>2,237,606</u> |
| Total current assets      | <u>2,681,276</u> |

Noncurrent assets:

|                         |                  |
|-------------------------|------------------|
| Capital assets:         |                  |
| Non-depreciable         | 60,000           |
| Depreciable, net        | <u>9,050,532</u> |
| Total noncurrent assets | <u>9,110,532</u> |
| Total assets            | 11,791,808       |

**DEFERRED OUTFLOWS OF RESOURCES**

|  |                      |
|--|----------------------|
| Deferred amount on refunding                   | 12,899               |
| Pension liability                              | <u>123,341</u>       |
| Total deferred outflows of resources           | <u>136,240</u>       |
| Total assets and deferred inflows of resources | <u>\$ 11,928,048</u> |

**LIABILITIES**

Current liabilities:

|                           |                |
|---------------------------|----------------|
| Accounts payable          | \$ 17,229      |
| Accrued liabilities       | 56,865         |
| Unearned revenue          | 22,632         |
| Bonds payable             | <u>265,000</u> |
| Total current liabilities | <u>361,726</u> |

Long-term liabilities:

|   |                  |
|---|------------------|
| Bonds payable                               | 5,870,269        |
| Pension liability due in more than one year | <u>319,862</u>   |
| Total long-term liabilities                 | <u>6,190,131</u> |
| Total liabilities                           | 6,551,857        |

**DEFERRED INFLOWS OF RESOURCES**

|   |                  |
|---|------------------|
| Pension liability                                   | <u>1,421</u>     |
| Total liabilities and deferred inflows of resources | <u>6,553,278</u> |

**NET POSITION**

|  |                      |
|--|----------------------|
| Net investment in capital assets                                   | 2,988,162            |
| Restricted for:  |                      |
| Capital projects   | 1,868,178            |
| Debt service   | 369,428              |
| Unrestricted   | <u>149,002</u>       |
| Total net position   | <u>5,374,770</u>     |
| Total liabilities, deferred inflows of resources, and net position | <u>\$ 11,928,048</u> |

Notes on Exhibit A-9 are an integral part of this statement.

**CITY OF ST. GABRIEL, LOUISIANA**  
**PROPRIETARY FUND - SEWER FUND**  
**STATEMENT OF REVENUES, EXPENSES, AND**  
**CHANGES IN NET POSITION**

For the year ended June 30, 2023

|                           |                     |
|---------------------------|---------------------|
| <b>OPERATING REVENUES</b> |                     |
| Charges for services      | \$ 272,114          |
| Federal operating grant   | 214,180             |
| Total operating revenues  | <u>486,294</u>      |
| <b>OPERATING EXPENSES</b> |                     |
| Depreciation              | 518,364             |
| Personnel                 | 206,263             |
| Utilities                 | 271,174             |
| Maintenance               | 53,600              |
| Supplies                  | 48,229              |
| Professional services     | 216,771             |
| Insurance                 | 93,193              |
| Chemicals                 | 80,633              |
| Other                     | <u>11,605</u>       |
| Total operating expenses  | <u>1,499,832</u>    |
| Operating loss            | (1,013,538)         |
| <b>NON-OPERATING</b>      |                     |
| Interest income           | 66,977              |
| Bond premium amortization | 1,832               |
| Interest expense          | <u>(159,017)</u>    |
| Total non-operating       | <u>(90,208)</u>     |
| Loss before transfers     | (1,103,746)         |
| Transfers in              | <u>1,000,000</u>    |
| Change in net position    | (103,746)           |
| <b>NET POSITION</b>       |                     |
| Beginning of year         | <u>5,478,516</u>    |
| End of year               | <u>\$ 5,374,770</u> |

Notes on Exhibit A-9 are an integral part of this statement.

**CITY OF ST. GABRIEL, LOUISIANA  
PROPRIETARY FUND - SEWER FUND**

**STATEMENT OF CASH FLOWS**

For the year ended June 30, 2023

**CASH FLOWS FROM OPERATING ACTIVITIES**

|  |                  |
|--|------------------|
| Receipts from customers                | \$ 506,432       |
| Payments to suppliers                  | (926,107)        |
| Payments to employees                  | <u>(202,803)</u> |
| Net cash used for operating activities | <u>(622,478)</u> |

**CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES**

|                               |                  |
|-------------------------------|------------------|
| Transfers in from other funds | <u>1,000,000</u> |
|-------------------------------|------------------|

**CASH FLOWS FROM CAPITAL AND  
RELATED FINANCING ACTIVITIES**

|  |                  |
|--|------------------|
| Capital asset additions                                    | (69,952)         |
| Principal paid on capital debt                             | (241,000)        |
| Interest paid on capital debt                              | <u>(158,626)</u> |
| Net cash used for capital and related financing activities | <u>(469,578)</u> |

**CASH FLOWS FROM INVESTING ACTIVITIES**

|                      |               |
|----------------------|---------------|
| Interest income      | <u>66,977</u> |
| Net decrease in cash | (25,079)      |

**CASH**

|                     |                     |
|---------------------|---------------------|
| Beginning of period | <u>2,672,270</u>    |
| End of period       | <u>\$ 2,647,191</u> |

**RECONCILIATION OF CASH**

|                           |                     |
|---------------------------|---------------------|
| Cash and cash equivalents | \$ 409,585          |
| Restricted cash           | <u>2,237,606</u>    |
| Total cash                | <u>\$ 2,647,191</u> |

**RECONCILIATION OF OPERATING LOSS TO  
NET CASH USED FOR OPERATING ACTIVITIES:**

|  |                     |
|--|---------------------|
| Operating loss   | \$ (1,013,538)      |
| Adjustments of operating loss:                                     |                     |
| Depreciation   | 518,364             |
| Change in operating assets and liabilities:                        |                     |
| Accounts receivable  | (2,494)             |
| Accounts payable   | (150,902)           |
| Accrued liabilities  | 324                 |
| Unearned revenue   | 22,632              |
| Net pension liability and related<br>deferred inflows and outflows | <u>3,136</u>        |
| Net cash used for operating activities                             | <u>\$ (622,478)</u> |

Notes on Exhibit A-9 are an integral part of this statement.





# NOTES TO FINANCIAL STATEMENTS



## **CITY OF ST. GABRIEL, LOUISIANA**

### **NOTES TO FINANCIAL STATEMENTS**

#### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

##### **Statement Presentation**

The financial statements of the City of St. Gabriel, Louisiana (the City) have been prepared in conformity with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established in GAAP and used by the City are described below.

The financial statements comply with GASB approved Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments* and include the following:

- A Management Discussion and Analysis (MD&A) section providing an analysis of the City’s overall financial position and results of operations.
- Financial statements prepared using full accrual accounting for all of the City’s activities, including infrastructure (roads, bridges, etc.).
- A change in the fund financial statements to focus on the major funds.

##### **Reporting Entity**

These financial statements present the City as the primary government. For financial reporting purposes, the City is controlled by or dependent on the City's executive or legislative branches (the Mayor or the City Council, respectively). Control by or dependence on the City is determined on the basis of budget adoption, taxing authority, outstanding debts secured by revenues or general obligations of the City, obligations of the City to finance any deficits that may occur, or receipt of significant subsidies from the City.

GASB Statement No. 65 introduced and defined the elements included in financial statements, including deferred outflows of resources and deferred inflows of resources. It also amends the financial statement element classification of certain items previously reported as assets and liabilities.

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Reporting Entity (Continued)

As the municipal governing authority, for reporting purposes, the City is considered a separate financial reporting entity. The financial reporting entity consists of (a) the primary municipal government, and where applicable (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The criteria for determining which component units should be considered part of the City for financial reporting purposes are as follows:

- Legal status of the potential component unit including the right to incur its own debt, levy its own taxes and charges, expropriate property in its own name, sue and be sued, and the right to buy, sell and lease property in its own name;
- Whether the City governing authority (the Council and/or Mayor) appoints a majority of board members of the potential component unit;
- Fiscal interdependency between the City and the potential component unit;
- Imposition of will by the City on the potential component unit; and
- Financial benefit/burden relationship between the City and the potential component unit.

As required by generally accepted accounting principles, these financial statements present the City; there are no component units to be included either blended within the City's funds or discretely presented in these financial statements.

### Basis of Presentation

The City's basic financial statements consist of the government-wide statements of the primary government (the City) and the fund financial statements. The City's financial statements are prepared in accordance with accounting principles generally accepted in the United States of America and applied to governmental units.

### *Government-wide Financial Statements*

The government-wide financial statements include the Statement of Net Position and the Statement of Activities for all activities of the City. As a general rule, the effect of interfund activity has been removed from these statements. Exceptions to the general rule are payments between the City's Sewer Fund and various functions of the government for charges such as sewer fees. The government-wide presentation focuses primarily on the sustainability of the government as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. These statements distinguish between the governmental and business-type activities of the City.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Basis of Presentation (Continued)**

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

Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues.

Business type activities are financed in whole or part by fees charged to external parties for utility services provided. The City's sewer services are classified as business-type activities.

The government-wide 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. 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 business-type activity, and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not applicable to specific program revenues are reported instead as general revenues.

***Fund Financial Statements***

The fund financial statements are very similar to the traditional government fund statements as prepared by governments prior to the issuance of GASB No. 34. Emphasis is now on the major funds in either the governmental or business-type categories. Non-major funds by category or fund type are summarized into a single column.

The daily operations of the City continue to be organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues and expenditures or expenses, as appropriate. Funds are organized into three major categories: governmental, proprietary and fiduciary. The City does not have any fiduciary funds. An emphasis is placed on major funds within the governmental and proprietary categories.

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

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

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Basis of Presentation (Continued)**

***Fund Financial Statements (Continued)***

Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be expended and the means by which spending activities are controlled.

The various funds of the primary government presented in the financial statements are described as follows:

***Governmental Fund Types***

Governmental funds are those through which most governmental functions of the City are financed. The acquisition, use, and balances of expendable financial resources and related liabilities of the City are accounted for through governmental funds. Measurement is focused upon determining changes in fund balance rather than net income. The following are the governmental fund types of the City:

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

***Special Revenue Funds*** – Special revenue funds are used to account for the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The special revenue fund that is considered a non-major fund is the University Club Center (UCC) Economic Development District Fund. The primary source of revenue for this fund is sales tax collections that are dedicated to repayment of construction of the City’s major facility addition in the development district.

***Debt Service Funds*** – Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs. The City considers the Debt Service Fund a major fund.

***Capital Projects Fund*** – Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities and infrastructure improvements. The City considers the Capital Projects Fund a major fund.

***Proprietary Fund Types***

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund’s principal ongoing operations. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Basis of Presentation (Continued)**

***Proprietary Fund Types (Continued)***

***Enterprise Funds*** – Enterprise funds are used to account for operations (1) that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs and expenses, including depreciation, of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (2) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The City’s enterprise fund has been considered a major fund.

**Basis of Accounting and Measurement Focus**

***Government-wide financial statements***

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Ad Valorem taxes are recognized in the year for which they are assessed.

***Fund financial statements***

All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included in the balance sheet. Operating statements of these funds present increases (revenues and other financing sources) and decreases (expenditures and other uses) in net current assets. Governmental funds are maintained on the modified accrual basis of accounting.

Governmental fund revenues resulting from exchange transactions are recognized in the fiscal year in which the exchange takes place and meets the government’s availability criteria (susceptible to accrual). “Available” means collectible within the current period or within 60 days after year-end. Charges for services, fines and forfeitures, and most governmental miscellaneous revenues, are recorded as earned since they are measurable and available.

Non-exchange transactions, in which the City receives value without directly giving value in return, include sales tax, ad valorem tax, and federal and state aid and grants.

Ad valorem taxes are recorded in the year the taxes are assessed. Ad valorem taxes are assessed on a calendar year basis, become due on November 15th of each year, and become delinquent after December 31st. The taxes are generally collected in December, January and February of the current fiscal year. Furthermore, the City budgets use of ad valorem taxes on a fiscal year basis. Sales taxes are recorded when in the possession of the intermediary collecting agent and are recognized as revenue at that time. Federal and state aid and grants are recorded as revenue when the City is entitled to the funds and eligibility requirements are met, generally corresponding to when grant-related costs are incurred by the City, but subject to the availability criteria.

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### *Fund financial statements (Continued)*

Expenditures are recognized in the accounting period in which the related fund liability is incurred, if measurable, except (1) unmatured interest on general long-term debt, which is recognized when due, and (2) claims and judgments and compensated absences, which are recorded as expenditures in the governmental fund when paid with expendable financial resources. Allocations of costs such as depreciation and amortization are not recognized in the governmental funds.

All proprietary funds are accounted for on a flow of economic resources measurement focus. Proprietary funds are maintained on the accrual basis of accounting wherein revenues are recognized in the accounting period in which they are earned and become measurable, and expenses are recognized in the period incurred, if measurable party gives and receives. Revenues resulting from the exchange transactions, in which each party gives and receives essentially equal value, is reconciled on the accrual basis when the exchange takes place.

### **Cash and Cash Equivalents**

Cash and cash equivalents for the City include cash on hand, amounts due from banks, interest bearing deposits at various financial institutions and short-term investments with an original maturity of three months or less.

Consolidated bank accounts have been established for the City into which substantially all monies are deposited and from which most disbursements are made. In addition, investment purchases are charged and maturities are deposited to the consolidated bank account. The purpose of the consolidation of bank accounts was to provide administrative efficiency and to maximize investment earnings. The accounts entitled "Cash and Cash Equivalents" is therefore composed of a fund's pro rata share of the cash balance in the consolidated cash account plus its' pro rata share of investments made through the investment of excess cash. Investment earnings are recorded in the General Fund.

For an investment, custodial credit risk is the risk that, in the event of the failure of the counter party, the City will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The investment policy of the City is governed by state statutes that include depository and custodial contract provisions.

The City invests funds in accordance with L.R.S. 39:1211-1245 and 33:2955 which include, but are not limited to, United States treasury bonds, treasury notes, treasury bills, and fully collateralized interest-bearing checking accounts and certificates of deposit. Other provisions require depositories to insure or collateralize all deposits in accordance with state law and require securities collateralizing deposits to be held by an independent third party with whom the City has a custodial agreement. The City primarily utilizes the Louisiana Asset Management Pool to invest idle funds and records amounts invested at fair value.

For purposes of the Statement of Cash Flows, liquid investments of the enterprise fund with a maturity of three months or less are considered to be cash equivalents. See Note 2.

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### **Accounts Receivable and Bad Debts**

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. For governmental activities, uncollectible amounts due for receivables are recognized as bad debts directly charged off at the time information becomes available which indicates that the particular receivable is not collectible. In governmental fund types, the uncollectible amount is charged directly to the revenue or deferred revenue reported. In business-type activities, uncollectible amounts due from sewer billing receivables are recognized as bad debts through the use of an allowance account or are directly charged off at the time information becomes available which indicates that the particular receivable is not collectible. An allowance for doubtful accounts of \$22,306 was recorded at June 30, 2023.

### **Lease Asset Receivable**

Lease asset receivables are a result of leases in which the City has entered into a contract with a lessee that delivers the right to use a nonfinancial asset of the City as specified by the contract for a period of time in an exchange or exchange-like transaction. Such receivables are reported on the government – wide financial statements at present value of the lease payments to be received during the lease term. Additionally, the Town would recognize a deferred inflow of resources that is reported at the value of the lease receivable plus any payments received at or before the commencement of the lease for future periods. Assets of agreement entered into in which the City is the lessor are retained as capital assets of the City and are reported in the government-wide financial statements as described under Capital Assets. The City has not entered into any agreements delivering control of a right to use a nonfinancial asset to a lessee as described above at June 30, 2023.

### **Interfund Receivables/Payables**

During the course of operations numerous transactions occur between individual funds. Those related to short-term borrowings are classified as “due from other funds” or “due to other funds” on the balance sheet and result primarily from participation in the consolidated cash account. 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.” There were no “due from other funds” or “due to other funds” reported between the City’s governmental activities and business-type activities as of June 30, 2023.

### **Restricted Cash**

Restricted cash represents amounts which have been designated for debt services, capital projects, and contingencies for property repairs and replacements were \$1,896,153, \$3,911,683, and \$106,953 respectively. Restricted cash consisted of \$5,914,789 as June 30, 2023.

### **Prepaid Assets**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepaid items are recorded as expenditures when consumed, rather than when purchased.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Capital Assets**

The accounting treatment of property, plant, and equipment (capital assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All capital assets are valued at historical cost or estimated historical cost if actual is unavailable, except for donated capital assets, which are recorded at their fair value at the date of donation. Donated capital assets, donated works of art and similar items, and capital assets received in a concession arrangement are reported at their acquisition value rather than fair value. Major outlays for capital assets and improvements are capitalized at completion of the construction projects. The City's capitalization policy stipulates a capitalization threshold of \$5,500.

***Right-of-Use Assets***

Right-of-use assets are a result of leases in which the City has entered into a contract with a lessor that conveys control of the right-to-use the lessor's nonfinancial asset as specified by the contract for a period of time in an exchange or exchange-like transaction. Such assets are reported on the government – wide financial statements net of amortization. A corresponding lease liability be recognized on the government-wide financial statements at the commencement of the lease term at the present value of payments expected to be made during the lease term (less any lease incentives). Right-of -use assets are amortized at the lessor of the useful life or lease term.

A subscription-based information technology arrangement (SBITA) results from a contract that conveys control of the right-to-use another party's (a SBITA vendor's) information technology (IT) software, alone or in combination with tangible capital assets (the underlying IT assets), as specified in the contract for a period of time in an exchange or exchange like transaction. Such assets are recognized on the government – wide financial statements as a right-of-use SBITA, net of amortization. A corresponding subscription liability should be recognized on the government-wide financial statements at the present value of the subscription payments expected to be made during the subscription term. The City has not entered into any agreements gaining control of the right-to-use SBITA assets as described above at June 30, 2023.

***Government-wide Statements***

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

Prior to the implementation of GASB No. 34, governmental funds' infrastructure assets were not capitalized. These assets are comprised of the streets maintained by the City and have been valued at estimated historical cost.

(Continued)

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Capital Assets (Continued)**

***Government-wide Statements (Continued)***

Depreciation and amortization of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation and amortization reflected in the Statement of Net Position. Depreciation and amortization is provided over the assets' estimated useful lives using the straight-line method of calculation. The range of estimated useful lives by type of asset is as follows:

|                         |             |
|-------------------------|-------------|
| Buildings               | 25-40 years |
| Improvements            | 7-30 years  |
| Machinery and equipment | 3-20 years  |
| Utility system          | 5-40 years  |
| Infrastructure          | 15-40 years |
| Right-of-use assets     | 5 years     |

***Fund Financial Statements***

In the fund financial statements capital assets used in governmental fund operations are not capitalized. Instead, capital acquisition and construction are reflected as expenditures in the governmental funds.

Property, plant and equipment used by the proprietary funds are stated at cost. Interest costs incurred during construction periods are capitalized. Depreciation has been provided over the estimated useful lives of the assets using the straight-line method. The estimated useful lives are as follows:

|                         |            |
|-------------------------|------------|
| Sewer treatment systems | 5-40 years |
| Sewer pump station      | 5-20 years |

Interest incurred during construction in the enterprise funds is reflected in the capitalized value of the asset constructed, net of investment earnings on invested loan proceeds during the same period. There was no interest expense capitalized during the year ended June 30, 2023.

**Long-term Debt**

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

In the government-wide Statement of Net Position and in the proprietary fund types' financial statements, long-term debt is reported as a liability. Bonds payable are reported net of the applicable bond premium or discount. Debt issuance costs are reported as expenses in the period incurred. The long-term debt consists primarily of public improvement bonds and certificates of indebtedness for public improvements.

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### **Long-term Debt (Continued)**

Long-term debt for governmental funds is not reported as a liability in the fund financial statements. The face amount of the debt proceeds is reported as other financing sources and payment of principal and interest are reported as expenditures. In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs in the period incurred. The accounting for proprietary fund debt is the same in the fund financial statements as it is in the government-wide financial statements. The City is not obligated for any special assessment debt.

### **Compensated Absences**

All full-time employees of the City are entitled to annual paid vacation and sick leave. Accumulated unused vacation leave earned but not taken is forfeited at the end of the City's fiscal year. Additionally, sick leave may be accumulated up to 60 days. However, unused sick leave is forfeited upon retirement or termination and has not been reflected in these financial statements.

### **Government-wide and Business-type Net Position**

Government-wide and proprietary fund net position is divided into three components:

- Net investment in capital assets—consist of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets.
- Restricted net position —consist of net position that is restricted by the City's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
- Unrestricted—all other net position is reported in this category.

### ***Use of Restricted Net Position***

The City considers restricted amounts to be spent first when both restricted and unrestricted net position is available.

### **Governmental Fund Balances**

In the governmental fund financial statements, fund balances are classified as follows:

- Nonspendable—Amounts that cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.
- Restricted—Amounts that can be spent only for specific purposes because of the City Charter, the City Code, state or federal laws, or externally imposed conditions by grantors or creditors.
- Committed—Amounts that can be used only for specific purposes determined by a formal action by City Council ordinance.
- Assigned—Amounts that are designated by the Mayor for a particular purpose but are not spendable until a budget ordinance is passed or there is a majority vote approval (for capital projects or debt service) by City Council.

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### **Governmental Fund Balances (Continued)**

- Unassigned—All amounts not included in other spendable classifications. The General Fund is the only fund that reports a positive unassigned fund balance amount. However, in other governmental funds other than the General Fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that particular fund.

### ***Use of Restricted Fund Balance***

When an expense is incurred that can be paid using either restricted or unrestricted resources (fund balance), the City's policy is to apply the expenditure in the following priority: 1) restricted fund balance, 2) committed fund balance, 3) assigned fund balance, and 4) unassigned fund balance.

### **Interfund Transfers**

Transfers between funds are included in the budgets of such funds. In those cases where repayment is expected, the advances are accounted for through the various interfund accounts.

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

In addition to assets, the Statement of Net Position or Balance Sheet will sometimes report a separate section for deferred outflows of resources. This separate financial element, deferred outflows of resources, represents a consumption of net assets that applies to future periods and will not be recognized as an outflow of resources (expenditure) until then. The City has two items that qualify for this category; pension liability and bond refunding, which is reported in the government-wide statement.

In addition to liabilities, the Statement of Net Position, or Balance Sheet, will sometimes report separate sections for deferred inflows of resources. This separate financial element, deferred inflows of resources, represents an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) at that time. The City's only item that qualifies for this category is pension liability, which is reported in the government-wide statement and unavailable revenues, which is reported in the fund financial statement. The amounts deferred and recognized as an inflow of resources in the period that the amounts become available.

### **Budget Policy and Budgetary Accounting**

A proposed budget is prepared and submitted by the Mayor to the City Council prior to the beginning of each fiscal year. A budget summary and notice of a public hearing is published with the public hearing being conducted prior to the adoption of the budget. The City follows the requirements of Louisiana Budget Law. The City is required to adopt its budget prior to June 30. Once adopted, the Mayor is able to transfer part or all of any appropriation within a department of a fund; however, the authority for other budget amendments resides with the City Council.

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### **Budget Policy and Budgetary Accounting (Continued)**

The annual operating budget, prepared on the modified-accrual basis, covers the general, special revenue, debt service, capital projects, and enterprise funds. At the end of the fiscal year unexpended appropriations automatically lapse. Budget amendments are approved by the City Council and are included in the financial statements.

In connection with budget preparation, a portion of the unreserved fund balance of an individual fund may be designated for expenditures of the subsequent year by formal action of the City Council. Such designation represents the extent to which the fund balance is used to balance the subsequent year's operating budget of that fund as reflected in the legally adopted budget.

### **Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent 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 those estimates. Estimates are used primarily when accounting for depreciation, amortization, prepaid insurance, net pension liability, lease liabilities, grants receivable, and deferred revenue.

### **Subsequent Events**

In preparing these financial statements, the City has evaluated events and transactions for potential recognition or disclosure through the date of the independent auditors' report, December 31, 2023, which is the date the financial statements were available to be issued.

### **Current Accounting Standards Implemented**

During the year, the City implemented policies established under GASB Statement No. 96, *Subscription Based Information Technology Agreements (SBITAs)*. This statement provides guidance on the accounting and financial reporting for SBITAs for government end users. This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset – an intangible asset – and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including the implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended. The adoption of this statement did not materially impact the City's governmental or business-type activities for the year ended June 30, 2023.

## NOTE 2 - CASH AND CASH EQUIVALENTS

The City may invest in United States bonds, treasury notes, certificates of deposit of state banks organized under the laws of Louisiana and national banks having their principal office in the State of Louisiana or other investments as authorized by LA R.S. 39:1211-1245 and 33:2955.

## NOTE 2 - CASH AND CASH EQUIVALENTS (CONTINUED)

Custodial credit risk is the risk that in the event of a financial institution failure, the City's deposits may not be returned to them. To mitigate this risk, state law requires deposits to be secured by federal deposit insurance (FDIC) or the pledge of securities owned by the fiscal agent financial institution. As of June 30, 2023, of the City's deposits were not exposed to custodial risk.

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pools of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LA – R.S. 33:2955. The value of the portfolio is carried at amortized cost. As of June 30, 2023, the City had a balance of \$1,866,362 invested in LAMP.

GASB Statement No. 40 Deposit and Investment Risk Disclosure, requires disclosure of credit risk, custodial credit risk, concentration of credit risk, interest rate risk, and foreign currency risk for all public entity investments.

LAMP is an investment pool that, to the extent practical, invest in manner consistent with GASB Statement No. 79. The following facts are relevant for investment pools:

- Credit risk: LAMP is rated AAAM by Standard & Poor's.
- Custodial risk: LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.
- Concentration of credit risk: Pooled investments are excluded from the 5 percent disclosure requirement.
- Interest rate risk: LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days or 762 days for U.S. Government floating/variable rate investments. The WAM for LAMP's total investments is 56 days from LAMP's monthly Portfolio Holdings as of June 30, 2023.
- Foreign currency risk: Not applicable.

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

**NOTE 3 - DUE FROM OTHER GOVERNMENTS**

Due from other governments at June 30, 2023, consists of the following:

| <b>Primary Government</b>                                     | <u>Governmental<br/>Activities</u> |
|---|------------------------------------|
| Parish of Iberville, Louisiana - Sales tax                    | \$ 1,601,768                       |
| Federal Emergency Management Agency - Grants                  | 940,378                            |
| Louisiana Office of Facility<br>and Planning Control - Grants | 461,064                            |
| State of Louisiana - Video poker                              | 100,458                            |
| Louisiana Office of State Parks - Grants                      | 122,311                            |
| Allowance for doubtful accounts - Grants                      | <u>(147,023)</u>                   |
| Total primary government                                      | <u>\$ 3,078,956</u>                |

**NOTE 4 - AD VALOREM TAXES**

The 1974 Louisiana Constitution (Article 7 Section 18) provided that land and improvements for residential purposes be assessed at 10% of fair market value; other property and electric cooperative properties, excluding land, are to be assessed at 15%; and public service properties, excluding land, are to be assessed at 25% of fair market value. Fair market value is determined by the elected assessor of the parish on all property subject to taxation except public service properties, which are valued by the Louisiana Tax Commission (L.R.S. 47:1957). The correctness of assessments by the assessor is subject to review and certification by the Louisiana Tax Commission. The assessor is required to reappraise all property subject to taxation at intervals of not more than four years.

All property taxes are recorded in governmental funds as explained in Note 1 above. Revenues in governmental funds are recognized in the accounting period in which they become available and measurable. Property taxes are considered measurable in the calendar year of the tax levy.

Accordingly, the taxes assessed for the calendar year falling within the current fiscal year are recorded as revenue. Property taxes are considered available because they are substantially collected during the fiscal year and are therefore available to liquidate liabilities of the current period.

The property tax calendar is as follows:

|                       |                                     |
|-----------------------|-------------------------------------|
| Millage rates adopted | July 21, 2022                       |
| Levy date             | July 21, 2022                       |
| Due date              | December 31, 2022                   |
| Lien date             | January 1, 2023                     |
| Collection dates      | December 1, 2022 to January 1, 2023 |

Property taxes become delinquent January 1 of the following year. If taxes are not paid by the due date, taxes bear interest at the rate of one and one-fourth percent per month until the taxes are paid (La.R.S. 47:2101). After notice is given to the delinquent taxpayers, the Sheriff is required by the Constitution of the State of Louisiana to sell the least quantity of property necessary to settle the taxes and interest owed (La.R.S. 47:2181). Therefore, there are no delinquent taxes at year end.

**NOTE 4 - AD VALOREM TAXES (CONTINUED)**

For the year ended June 30, 2023, taxes of 16.79 mills were levied for general government and public purposes on property with assessed valuations totaling \$245,949,135. Total taxes levied were \$4,129,488. Property tax millage rates are adopted in the calendar year in which the taxes are levied and recorded. All taxes are due and collectible when the assessment rolls are filed on or before December 31 of the current year and become delinquent thereafter.

The City collected ad valorem taxes of \$2,879,906 from the top ten property owners during the year ended June 30, 2023. Tax collections from five of the ten taxpayers amounted to \$2,247,604.

**NOTE 5 - CAPITAL ASSETS**

A summary of changes in general capital assets for the year ended June 30, 2023, is as follows:

|  | Beginning            |                     |                       | Ending               |
|--|----------------------|---------------------|-----------------------|----------------------|
|  | Balance              | Increases           | Decreases             | Balance              |
| <b>Governmental activities:</b>              |                      |                     |                       |                      |
| <b>Capital assets not being depreciated:</b> |                      |                     |                       |                      |
| Land   | \$ 917,168           | \$ -                | \$ -                  | \$ 917,168           |
| Construction in progress                     | <u>1,369,241</u>     | <u>4,402,923</u>    | <u>(1,389,996)</u>    | <u>4,382,168</u>     |
| Total capital assets, not being depreciated  | <u>2,286,409</u>     | <u>4,402,923</u>    | <u>(1,389,996)</u>    | <u>5,299,336</u>     |
| <b>Capital assets being depreciated:</b>     |                      |                     |                       |                      |
| Buildings and improvements                   | 10,354,464           | 182,040             | -                     | 10,536,504           |
| Equipment and vehicles                       | 6,248,594            | 378,283             | -                     | 6,626,877            |
| Finance purchase agreements                  | 258,584              | -                   | -                     | 258,584              |
| Infrastructure                               | <u>25,259,103</u>    | <u>1,389,798</u>    | <u>-</u>              | <u>26,648,901</u>    |
| Total capital assets being depreciated       | <u>42,120,745</u>    | <u>1,950,121</u>    | <u>-</u>              | <u>44,070,866</u>    |
| <b>Less accumulated depreciation for:</b>    |                      |                     |                       |                      |
| Buildings and improvements                   | 3,613,248            | 328,132             | -                     | 3,941,380            |
| Equipment and vehicles                       | 5,382,898            | 320,174             | -                     | 5,703,072            |
| Finance purchase agreements                  | 169,806              | 36,356              | -                     | 206,162              |
| Infrastructure                               | <u>8,000,750</u>     | <u>1,076,294</u>    | <u>-</u>              | <u>9,077,044</u>     |
| Total accumulated depreciation               | <u>17,166,702</u>    | <u>1,760,956</u>    | <u>-</u>              | <u>18,927,658</u>    |
| Total capital assets being depreciated, net  | <u>24,954,043</u>    | <u>189,165</u>      | <u>-</u>              | <u>25,143,208</u>    |
| <b>Right-of-use assets being amortized:</b>  |                      |                     |                       |                      |
| Equipment                                    | <u>-</u>             | <u>176,422</u>      | <u>-</u>              | <u>176,422</u>       |
| <b>Less accumulated amortization for:</b>    |                      |                     |                       |                      |
| Equipment                                    | <u>-</u>             | <u>35,284</u>       | <u>-</u>              | <u>35,284</u>        |
| Total lease assets being amortized, net      | <u>-</u>             | <u>141,138</u>      | <u>-</u>              | <u>141,138</u>       |
| Governmental activities capital assets, net  | <u>\$ 27,240,452</u> | <u>\$ 4,733,226</u> | <u>\$ (1,389,996)</u> | <u>\$ 30,583,682</u> |

**NOTE 5 - CAPITAL ASSETS (CONTINUED)**

Depreciation and amortization expense was charged to functions/programs of the primary government as follows:

| Government Activities  | <u>Depreciation</u> | <u>Amortization</u> | <u>Total</u>        |
|------------------------|---------------------|---------------------|---------------------|
| General government     | \$ 683,177          | \$ -                | \$ 683,177          |
| Streets and sanitation | 650,712             | -                   | 650,712             |
| Public safety          | 244,025             | 35,284              | 279,309             |
| Recreation             | <u>183,042</u>      | <u>-</u>            | <u>183,042</u>      |
| Total                  | <u>\$ 1,760,956</u> | <u>\$ 35,284</u>    | <u>\$ 1,796,240</u> |

**Lease liabilities**

***Finance purchase agreement***

As of June 30, 2023, the City has lease equipment acquired through a finance purchase agreement with a cost of \$258,584 and corresponding accumulated depreciation of \$206,162. Depreciation for these assets was \$36,356 in 2023.

***Right-of-use asset lease***

As of June 30, 2023, the City has lease equipment acquired through a right-of-use asset lease with a cost of \$176,422 and corresponding accumulated depreciation of \$35,284. Amortization for these assets was \$35,284 in 2023.

| <b>Business Activities:</b>                  | <u>Beginning<br/>Balance</u> | <u>Increases</u>    | <u>Decreases</u> | <u>Ending<br/>Balance</u> |
|--|------------------------------|---------------------|------------------|---------------------------|
| <b>Capital assets not being depreciated:</b> |                              |                     |                  |                           |
| Land   | \$ 60,000                    | \$ -                | \$ -             | \$ 60,000                 |
| <b>Capital assets being depreciated:</b>     |                              |                     |                  |                           |
| Sewer treatment plants                       | 15,033,652                   | -                   | -                | 15,033,652                |
| Sewer pump station                           | <u>678,361</u>               | <u>69,952</u>       | <u>-</u>         | <u>748,313</u>            |
| Total capital assets being depreciated       | <u>15,712,013</u>            | <u>69,952</u>       | <u>-</u>         | <u>15,781,965</u>         |
| Less accumulated depreciation for:           |                              |                     |                  |                           |
| Sewer treatment plants                       | 5,790,389                    | 471,606             | -                | 6,261,995                 |
| Sewer pump station                           | <u>422,680</u>               | <u>46,758</u>       | <u>-</u>         | <u>469,438</u>            |
| Total accumulated depreciation               | <u>6,213,069</u>             | <u>518,364</u>      | <u>-</u>         | <u>6,731,433</u>          |
| Total capital assets being depreciated, net  | <u>9,498,944</u>             | <u>(448,412)</u>    | <u>-</u>         | <u>9,050,532</u>          |
| Business-type activities capital assets, net | <u>\$ 9,558,944</u>          | <u>\$ (448,412)</u> | <u>\$ -</u>      | <u>\$ 9,110,532</u>       |

**NOTE 6 - LONG-TERM LIABILITIES**

**Debt Outstanding**

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

|                            | <u>June 30, 2022</u> | <u>Additions</u>    | <u>Deletions</u>    | <u>June 30, 2023</u> | <u>Due Within<br/>One Year</u> |
|----------------------------|----------------------|---------------------|---------------------|----------------------|--------------------------------|
| Governmental activities:   |                      |                     |                     |                      |                                |
| Net pension liability      | \$ 3,232,004         | \$ 2,770,315        | \$ 576,833          | \$ 5,425,486         | \$ -                           |
| Capital projects           |                      |                     |                     |                      |                                |
| Revenue Bond - 2015        | 6,735,000            | -                   | 205,000             | 6,530,000            | 215,000                        |
| Revenue Bond - 2021        | 6,455,000            | -                   | 380,000             | 6,075,000            | 380,000                        |
| Civic Center               |                      |                     |                     |                      |                                |
| Revenue Bond               | 3,885,000            | -                   | 110,000             | 3,775,000            | 110,000                        |
| Lease liabilities          |                      |                     |                     |                      |                                |
| Finance purchase agreement | 67,659               | -                   | 36,454              | 31,205               | 31,205                         |
| Right-of-use asset lease   | -                    | 176,422             | 75,976              | 100,446              | 33,114                         |
| Bond discounts             | <u>(139,291)</u>     | <u>-</u>            | <u>(7,947)</u>      | <u>(131,344)</u>     | <u>-</u>                       |
| Total                      | <u>\$ 20,235,372</u> | <u>\$ 2,946,737</u> | <u>\$ 1,376,316</u> | <u>\$ 21,805,793</u> | <u>\$ 769,319</u>              |
| Business-type activities:  |                      |                     |                     |                      |                                |
| Net pension liability      | \$ 195,340           | \$ 211,524          | \$ 87,002           | \$ 319,862           | \$ -                           |
| Revenue Bond - 2016        | 4,210,000            | -                   | 125,000             | 4,085,000            | 125,000                        |
| Revenue Bond - DEQ         | 2,125,061            | -                   | 116,000             | 2,009,061            | 140,000                        |
| Bond premium               | <u>43,040</u>        | <u>-</u>            | <u>1,832</u>        | <u>41,208</u>        | <u>-</u>                       |
| Total                      | <u>\$ 6,573,441</u>  | <u>\$ 211,524</u>   | <u>\$ 329,834</u>   | <u>\$ 6,455,131</u>  | <u>\$ 265,000</u>              |

(continued)

**NOTE 6 - LONG-TERM LIABILITIES (CONTINUED)**

Long-term debt obligations for the primary government at June 30, 2023, are comprised of the following:

**Governmental Activities**

|  |                             |
|--|-----------------------------|
| <p>\$8,065,000 Sales Tax Revenue Bonds consisting of \$3,165,000 in serial bonds bearing varying interest rates from 2.0% - 3.75% and maturing on May 1, 2030 and \$4,900,000 in term bonds bearing an interest rate of 4% and maturing on May 1, 2040. Combined annual installments of principal and interest vary from \$283,225 to \$1,008,000.</p> | <p>\$ 6,530,000</p>         |
| <p>\$6,510,000 Partial Sales Tax Revenue Refunding Bonds bearing varying interest rates from 0.45% - 3.25% and maturing on May 1, 2037. and maturing on May 1, 2030 and \$2,915,000 in term bonds Combined annual installments of principal and interest vary from \$55,000 to \$515,000.</p>  | <p>6,075,000</p>            |
| <p>\$4,590,000 Sales Tax Revenue Bonds consisting of \$1,675,000 in serial bonds bearing varying interest rates from 2.0% - 3.75% and maturing on May 1, 2030 and \$2,915,000 in term bonds bearing an interest rate of 4% and maturing on May 1, 2046. Combined annual installments of principal and interest vary from \$85,000 to \$260,400.</p>    | <p>3,775,000</p>            |
| <p>\$143,077 in proceeds for the purchase of equipment through a finance purchase agreement, due in monthly installments of \$3,162 through April 2024, interest at 3%. The lease is secured by equipment.</p>   | <p>31,205</p>               |
| <p>\$138,898 in right-of-use asset lease liabilities for the purchase of equipment, due in annual installments of \$33,114 through June 2027, interest at 3%. The lease is secured by the equipment.</p>   | <p>100,446</p>              |
| <p><b><i>Bond discount, net of accumulated amortization</i></b></p>  | <p>(131,344)</p>            |
| <p><b><i>Net pension liability</i></b></p>   | <p><u>5,425,486</u></p>     |
| <p style="padding-left: 40px;">Total long-term liabilities from governmental activities</p>  | <p><u>\$ 21,805,793</u></p> |

(continued)

**NOTE 6 - LONG-TERM LIABILITIES (CONTINUED)**

Long-term debt obligations for the primary government at June 30, 2023, are comprised of the following:

**Business-Type Activities**

|   |                     |
|---|---------------------|
| \$4,900,000 Limited Tax Revenue Refunding Bonds, secured by the sewer system revenues and 2 mills of Ad Valorem tax, consisting of \$1,790,000 in serial bonds bearing varying interest rates from 2.0% - 4.0% and maturing on March 1, 2030 and \$3,110,000 in term bonds bearing interest rates varying from 3.375% - 3.750%, maturing on March 1, 2045. Combined annual installments of principal and interest vary from \$110,000 to \$265,000. | \$ 4,085,000        |
| \$3,000,000 Louisiana Department of Environmental Quality Revenue Bonds, secured by the sewer system revenues bearing an interest rate of 0.45% and administrative fees of 0.50%, maturing on March 1, 2039. Combined annual installments of principal and interest vary from \$140,000 to \$160,000.   | 2,009,061           |
| <i>Bond premium, net of accumulated amortization</i>  | 41,208              |
| <i>Net pension liability</i>  | <u>319,862</u>      |
| Total long-term liabilities from business type activities   | <u>\$ 6,455,131</u> |

**Debt Service Requirements to Maturity**

The annual requirements to amortize debt outstanding at June 30, 2023, are as follows:

**Governmental activities:**

| Year      | 2015A Sales Tax Revenue Bond |              | 2021 Sales Tax Revenue Refunding Bond |              | Civic Center Revenue Bond |              |
|-----------|------------------------------|--------------|---------------------------------------|--------------|---------------------------|--------------|
|           | Principal                    | Interest     | Principal                             | Interest     | Principal                 | Interest     |
| 2024      | \$ 215,000                   | \$ 250,987   | \$ 380,000                            | \$ 148,690   | \$ 110,000                | \$ 145,619   |
| 2025      | 220,000                      | 244,537      | 385,000                               | 145,650      | 115,000                   | 142,319      |
| 2026      | 220,000                      | 237,937      | 390,000                               | 140,837      | 120,000                   | 138,869      |
| 2027      | 230,000                      | 230,787      | 395,000                               | 134,597      | 125,000                   | 134,969      |
| 2028      | 240,000                      | 223,025      | 405,000                               | 126,895      | 125,000                   | 130,750      |
| 2029-2033 | 1,335,000                    | 975,587      | 2,160,000                             | 483,408      | 705,000                   | 580,838      |
| 2034-2038 | 2,170,000                    | 689,600      | 1,960,000                             | 156,873      | 860,000                   | 428,800      |
| 2039-2043 | 1,900,000                    | 114,800      | -                                     | -            | 1,050,000                 | 242,200      |
| 2044-2046 | -                            | -            | -                                     | -            | 565,000                   | 39,200       |
|           | \$ 6,530,000                 | \$ 2,967,260 | \$ 6,075,000                          | \$ 1,336,950 | \$ 3,775,000              | \$ 1,983,564 |

**NOTE 6 - LONG-TERM LIABILITIES (CONTINUED)**

**Governmental activities (Continued):**

| Year      | Lease liabilities          |               |                          |                  | Total Governmental Long-term debt |                     |
|-----------|----------------------------|---------------|--------------------------|------------------|-----------------------------------|---------------------|
|           | Finance purchase agreement |               | Right-of-use asset lease |                  | Principal                         | Interest            |
|           | Principal                  | Interest      | Principal                | Interest         |                                   |                     |
| 2024      | \$ 31,205                  | \$ 420        | \$ 33,114                | \$ 4,410         | \$ 769,319                        | \$ 550,126          |
| 2025      | -                          | -             | 34,165                   | 3,359            | 754,165                           | 535,865             |
| 2026      | -                          | -             | 33,167                   | 2,274            | 763,167                           | 519,917             |
| 2027      | -                          | -             | -                        | -                | 750,000                           | 500,353             |
| 2028      | -                          | -             | -                        | -                | 770,000                           | 480,670             |
| 2029-2033 | -                          | -             | -                        | -                | 4,200,000                         | 2,039,833           |
| 2034-2038 | -                          | -             | -                        | -                | 4,990,000                         | 1,275,273           |
| 2039-2043 | -                          | -             | -                        | -                | 2,950,000                         | 357,000             |
| 2044-2046 | -                          | -             | -                        | -                | 565,000                           | 39,200              |
|           | <u>\$ 31,205</u>           | <u>\$ 420</u> | <u>\$ 100,446</u>        | <u>\$ 10,043</u> | <u>\$ 16,511,651</u>              | <u>\$ 6,298,237</u> |

**Business-type activities:**

| Year      | 2016 Limited Tax Revenue and Refunding Bond |                     | Department of Environmental Quality |                  | Total Business-type Long-term debt |                     |
|-----------|---|---------------------|-------------------------------------|------------------|------------------------------------|---------------------|
|           | Principal                                   | Interest            | Principal                           | Interest         | Principal                          | Interest            |
|           | 2024  | \$ 125,000          | \$ 145,975                          | \$ 140,000       | \$ 8,932                           | \$ 265,000          |
| 2025      | 130,000                                     | 143,475             | 145,000                             | 8,302            | 275,000                            | 151,777             |
| 2026      | 135,000                                     | 139,575             | 145,000                             | 7,650            | 280,000                            | 147,225             |
| 2027      | 135,000                                     | 135,525             | 145,000                             | 6,998            | 280,000                            | 142,523             |
| 2028      | 145,000                                     | 130,125             | 150,000                             | 7,050            | 295,000                            | 137,175             |
| 2029-2033 | 800,000                                     | 562,656             | 760,000                             | 23,976           | 1,560,000                          | 586,632             |
| 2034-2038 | 955,000                                     | 413,219             | 524,061                             | 5,373            | 1,479,061                          | 418,592             |
| 2039-2043 | 1,140,000                                   | 228,125             | -                                   | -                | 1,140,000                          | 228,125             |
| 2044-2047 | 520,000                                     | 29,438              | -                                   | -                | 520,000                            | 29,438              |
|           | <u>\$ 4,085,000</u>                         | <u>\$ 1,928,113</u> | <u>\$ 2,009,061</u>                 | <u>\$ 68,281</u> | <u>\$ 6,094,061</u>                | <u>\$ 1,996,394</u> |

Normally debt issues are not retired prior to their maturity. For accounting purposes, interest coupons issued in connection with the sale of various bond issues become obligations/expenditures of the City only with the passage of time and they represent fixed and determinable obligations which must be retired from future revenues.

In 2019, the City issued \$3 million in sewer revenue bonds for the purpose of funding the construction of a wastewater treatment facility. The bonds are secured by the greater of 1 mill tax or 10% of the revenues of the 10 mill tax, through 2029. The City draws on the related proceeds as contractors present authorization for payment similar to a construction loan. The project is currently in the construction process of Phase 2. Repayment of the principal is estimated to begin upon completion of the second phase of the project. The outstanding balance as of June 30, 2023 was \$63,908.

(continued)

**NOTE 6 - LONG-TERM LIABILITIES (CONTINUED)**

**Business-type activities (Continued):**

The estimated annual debt service requirements to amortize the bond issuance obligation, based on an interest rate of 0.45% and administrative fees payable to the Louisiana Department of Environmental Quality (DEQ) of 0.50%, are as follows:

| Sewer Revenue Bonds |              |           |           |              |
|---------------------|--------------|-----------|-----------|--------------|
| Year                | Principal    | Interest  | DEQ Fees  | Total        |
| 2024                | \$ 140,000   | \$ 8,932  | \$ 10,045 | \$ 158,977   |
| 2025                | 145,000      | 8,302     | 9,345     | 162,647      |
| 2026                | 145,000      | 7,650     | 8,620     | 161,270      |
| 2027                | 145,000      | 6,998     | 7,895     | 159,893      |
| 2028                | 150,000      | 7,050     | 7,170     | 164,220      |
| 2029-2033           | 760,000      | 23,976    | 21,525    | 805,501      |
| 2034-2038           | 524,061      | 5,373     | 3,135     | 532,569      |
|                     | \$ 2,009,061 | \$ 68,281 | \$ 67,735 | \$ 2,145,077 |

**Bond Restrictions:**

**Sewer System Project Revenue Bonds**

In accordance with the indentures governing Sewer System Project, Series 2016, cash deposits relating to the Sewer System Project are administered by a trustee bank. These bonds are a direct liability of the City to be serviced by 2 mills of ad valorem tax revenues and revenues derived by the City from the operation of the wastewater collection and treatment system (sewer system).

The Sewer System Project Debt Service Reserve fund is a cash account maintained by the trustee bank. This fund is restricted to payment of principal and interest in case of a default. At June 30, 2023, \$292,673 was held in this account.

**Capital Projects Revenue Bonds**

In accordance with the indentures governing Capital Projects Revenue Bonds, Series 2015 and 2021, cash is periodically deposited into accounts administered by a trustee bank. These bonds are a direct liability of the City to be serviced by the proceeds from sales tax revenue. Deposits are made to these trust accounts in accordance with the requirements of each.

1. The 2015 and 2021 Capital Projects Revenue Bonds Debt Service Reserve Funds are cash accounts maintained by the trustee bank. These funds are restricted to payment of principal and interest in case of default. At June 30, 2023, \$688,120 and \$548,569, were held in these accounts, respectively.

**NOTE 6 - LONG-TERM LIABILITIES (CONTINUED)**

**Bond Restrictions (Continued):**

**Civic Center Revenue Bonds**

In accordance with the indentures governing Civic Center Revenue Bonds, Series 2015B, cash is periodically deposited into accounts administered by a trustee bank. These bonds are a direct liability of the General Fund to be serviced by the earnings from the fund. Deposits are made to these trust accounts in accordance with the requirements of each.

1. The Civic Center Revenue bonds require all revenue derived from its operations to be deposited in a bank that is a member of the Federal Deposit Insurance Corporation as long as any of the bonds are outstanding. Required transfers are made on a monthly basis to designated trust accounts.
2. The Civic Center Revenue Bond Reserve fund requires monthly transfers ranging from \$1,100 until a sum equal to the highest combined principal and interest falling due in any year has been accumulated. This fund is restricted to payment of principal and interest in case of default. At June 30, 2023, \$272,382 was held in this reserve account.

The Civic Center Revenue bonds are secured from a pledge of the City's 1% sales and use tax. During 2023, the City recognized \$3,594,335 in sales and use tax proceeds with \$258,369 used to fund current debt service until retirement through 2046. The debt was issued for the purpose of funding the construction of a community center. Excess sales tax revenues over debt service requirements are available for use as stipulated by the tax dedication and determined by the City. See Note 7.

**Legal Debt Margin**

Computation for legal debt margin for general obligation bonds is as follows:

|   |                       |
|---|-----------------------|
| Ad valorem taxes – assessed valuation                           | <u>\$ 245,949,135</u> |
| Debt limit: 10% of assessed valuation (for any one purpose)     | <u>\$ 24,594,914</u>  |
| Debt limit: 35% of assessed valuation (aggregate, all purposes) | <u>\$ 86,082,197</u>  |

**NOTE 7 - DEFEASED DEBT**

During 2015, the City issued refunding bonds of \$4,590,000 to defease its 2012 Civic Center Revenue Bonds. The proceeds were deposited in an escrow account to provide all future debt service on the 2012 revenue bonds until they are called on May 1, 2046. As a result, the 2012 revenue bonds are considered defeased, and the City has removed the liability from its accounts.

As of June 30, 2023, the amount of defeased debt outstanding but removed from the government-wide financial statements related to the 2012 Civic Center Revenue Bonds is \$3,775,000.

## NOTE 8 - DEDICATED REVENUES

### **Ad Valorem Tax**

A 10.00 mills ad valorem tax was levied in July 2013. In 2022, it decreased to 9.97 mills. The tax is dedicated for public improvements including, but not limited to, housing, economic development, and funding for a Civic Center. Dedicated ad valorem taxes of \$2,472,353 were recognized during the year ended June 30, 2023.

### **Sales and Use Tax**

A one-third of one percent sales and use tax is dedicated for public purposes, including, but not limited to, wastewater facilities, water and fire protection, streets, sidewalks, bridges and drainage and other capital expenditures, including operating and maintenance costs related thereto. The City recognized \$3,594,335 from sales and use tax during the year ended June 30, 2023.

### **Parish-wide Sales Tax**

A two percent parish-wide sales tax is dedicated for public infrastructure and maintenance. The City recognized \$3,785,778 from parish-wide sales tax during the year ended June 30, 2023. The tax is collected on a parish-wide basis in Iberville Parish and shared with certain municipalities in the Parish on a pro-rata basis based on populations.

### **University Club Center Economic Development District Sales Tax**

A two percent parish sales tax was dedicated for the development of new residential and commercial property that will be called University Club Center. This sales tax took effect on April 1, 2015 and will affect anyone within the district's boundaries, which is located along Highway 30 in the City. The city recognized \$77,245 of UCC-EDD sales tax for the year ended June 30, 2023.

## NOTE 9 - PENSION AND RETIREMENT PLANS

The City is a participating employer in several cost-sharing defined benefit pension plans. These plans are administered by three public employee retirement systems, the Municipal Employees' Retirement System of Louisiana, the Municipal Police Employees' Retirement System and the Firefighters' Retirement System. The City participated in FRS through June 30, 2015 and had no employee participants during fiscal year ending June 30, 2023. Article X, Section 29(F) of the Louisiana Constitution of 1974 assigns the authority to establish and amend benefit provisions of these plans to the State Legislature. Each system is administered by a separate board of trustees.

**NOTE 9 - PENSION AND RETIREMENT PLANS (CONTINUED)**

Each of the Systems issues an annual publicly available financial report that includes financial statements and required supplementary information for the system. These reports may be obtained by writing, calling or downloading the reports as follows:

|  |   |   |
|--|---|---|
| MERS:  | MPERS:  | FRS   |
| 7937 Office Park<br>Boulevard<br>Baton Rouge, LA 70809<br>(225) 925-4810<br>www.mersla.com | 7722 Office Park<br>Boulevard, Suite 200.<br>Baton Rouge, LA 70809<br>(225) 929-7411<br>www.lampers.org | 3100 Brentwood Drive<br>Baton Rouge, Louisiana 70809<br>(225) 925-4060<br>www.lafirefightersret.com |

The City implemented GASB Statement 68 on Accounting and Financial Reporting for Pensions and Statement 71 on Pension Transition for Contributions Made Subsequent to the Measurement Date – an Amendment of GASB 68. These standards require the City to record its proportional share of each of the pension plans Net Pension Liability and report the following disclosures:

**Plan Descriptions:**

**Municipal Employees' Retirement System of Louisiana (MERS)**

The Municipal Employees' Retirement System of Louisiana (MERS) is the administrator of a cost-sharing multiple-employer defined benefit pension plan. The System was originally established by Act 356 of the 1954 regular session of the Legislature of the State of Louisiana. The System provides retirement benefits to employees of all incorporated villages, towns and cities within the State which do not have their own retirement system and which elect to become members of the System. The City of St. Gabriel is a participant in Plan A only.

**Municipal Police Employees' Retirement System (MPERS)**

The Municipal Police Employees' Retirement System (MPERS) is the administrator of a cost-sharing multiple-employer plan. Membership in the System is mandatory for any full-time police officer employed by a municipality of the State of Louisiana and engaged in law enforcement, empowered to make arrests, providing he or she does not have to pay social security and providing he or she meets the statutory criteria. The System provides retirement benefits for municipal police officers.

**Firefighters' Retirement System (FRS)**

The Firefighters' Retirement System (FRS) is a cost-sharing multiple-employer defined benefit pension plan established by Act 434 of 1979 to provide retirement, disability, and survivor benefits to firefighters in Louisiana.

Article X, Section 29(2)(a) of the Louisiana Constitution of 1974 assigns the Legislature the authority to determine employee contributions. Employer contributions are actuarially determined using statutorily established methods on an annual basis and are constitutionally required to cover the employer's portion of the normal cost and provide for the amortization of the unfunded accrued liability. Employer contributions are adopted by the Legislature annually upon recommendation of the Public Retirement Systems' Actuarial Committee (PRSAC).

**NOTE 9 - PENSION AND RETIREMENT PLANS (CONTINUED)**

**Plan Descriptions (Continued):**

**Funding Policy**

The City's net pension liabilities are typically liquidated through the General Fund and Utility Fund. Contributions to the plans are required and determined by State statute (which may be amended) and are expressed as a percentage of covered payroll. The contribution rates in effect for the year ended June 30, 2023, for the City and covered employees were as follows:

|  | City   | Employees |
|--|--------|-----------|
| <b>Municipal Employees' Retirement System Plan A</b>                                 |        |           |
| Members hired prior to 01/01/2013  | 29.50% | 10.00%    |
| Members hired after 01/01/2013   | 29.50% | 10.00%    |
| <b>Municipal Police Employees' Retirement System</b>                                 |        |           |
| All employees hired prior to 01/01/2013 and all                                      |        |           |
| Hazardous Duty employees hired after 01/01/2013                                      | 31.25% | 10.00%    |
| Non-Hazardous Duty (hired after 01/01/2013)  | 31.25% | 8.00%     |
| Employees receiving compensation below poverty guidelines of US Department of Health | 33.75% | 7.50%     |
| <b>Firefighters' Retirement System</b>   |        |           |
| Employees receiving compensation above poverty guidelines of US Department of Health | 33.25% | 10.00%    |
| Employees receiving compensation below poverty guidelines of US Department of Health | 35.25% | 8.00%     |

The contributions made to the Systems for the past three fiscal years, which equaled the required contributions for each of these years, were as follows:

| Plan  | 2023       | 2022       | 2021       |
|---|------------|------------|------------|
| Municipal Employees' Retirement System (Plan A) | \$ 452,112 | \$ 435,012 | \$ 410,236 |
| Municipal Police Employees' Retirement System   | 278,480    | 228,823    | 279,568    |
| Firefighters' Retirement System                 | -          | -          | -          |
|   | \$ 730,592 | \$ 663,835 | \$ 689,804 |

Non-employer contributions to MERS and MPERS for the plan year ended June 30, 2023 were \$54,846 and \$55,423, respectively and are reflected in the Statement of Activities.

**NOTE 9 - PENSION AND RETIREMENT PLANS (CONTINUED)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

The following schedule lists the City’s proportionate share of the Net Pension Liability allocated by each of the pension plans based on the June 30, 2022 measurement date. The City uses this measurement to record its Net Pension Liability and associated amounts as of June 30, 2023 in accordance with GASB Statement 68. The schedule also includes the proportionate share allocation rate used at June 30, 2023, along with the change compared to the June 30, 2022 rate. The City’s proportion of the Net Pension Liability was based on a projection of the Agency’s long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

|       | Net Pension<br>Liability at June 30,<br>2023 | Current<br>Measurement<br>Rate | Previous<br>Measurement<br>Rate | Increase<br>(Decrease) |
|-------|--|--------------------------------|---------------------------------|------------------------|
| MERS  | \$ 3,198,613                                 | 0.77%                          | 0.70%                           | 0.07%                  |
| MPERS | 2,546,735                                    | 0.25%                          | 0.28%                           | -0.03%                 |
| FRS   | <u>-</u>                                     | 0.00%                          | 0.00%                           | 0.00%                  |
| Total | <u>\$ 5,745,348</u>                          |                                |                                 |                        |

The following schedule list each pension plan’s recognized pension expense (benefit) of the City for the year ended June 30, 2023:

|  |                     |
|--|---------------------|
| Municipal Employees' Retirement        | \$ 464,612          |
| Municipal Police Employees' Retirement | 589,983             |
| Firefighters Retirement System         | <u>-</u>            |
| Total                                  | <u>\$ 1,054,595</u> |

(continued)

**NOTE 9 - PENSION AND RETIREMENT PLANS (CONTINUED)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

Summary totals of deferred outflows of resources for the primary government by pension plan:

| Deferred Outflows of Resources:  | MERS         | MPERS      |
|--|--------------|------------|
| Differences between expected and actual experience   | \$ 3,777     | \$ 12,560  |
| Changes of assumptions   | 30,988       | 87,848     |
| Net difference between projected and actual earnings<br>on pension plan investments                              | 532,236      | 454,672    |
| Changes in proportion and differences between Employer<br>contributions and proportionate share of contributions | 214,273      | 13,487     |
| Differences between allocated and actual contributions   | -            | -          |
| Employer contributions subsequent to the measurement<br>date   | 452,112      | 278,480    |
| Total  | \$ 1,233,386 | \$ 847,047 |

| Deferred Outflows of Resources:  | FRS  | Total        |
|--|------|--------------|
| Differences between expected and actual experience   | \$ - | \$ 16,337    |
| Changes of assumptions   | -    | 118,836      |
| Net difference between projected and actual earnings<br>on pension plan investments                              | -    | 986,908      |
| Changes in proportion and differences between Employer<br>contributions and proportionate share of contributions | -    | 227,760      |
| Differences between allocated and actual contributions   | -    | -            |
| Employer contributions subsequent to the measurement<br>date   | -    | 730,592      |
| Total  | \$ - | \$ 2,080,433 |

(continued)

**NOTE 9 - PENSION AND RETIREMENT PLANS (CONTINUED)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

Summary totals of deferred inflows of resources for the primary government by pension plan:

| Deferred Inflows of Resources:   | MERS      | MPERS      |
|--|-----------|------------|
| Differences between expected and actual experience   | \$ 12,249 | \$ 20,757  |
| Changes of assumptions   | -         | 18,942     |
| Net difference between projected and actual earnings<br>on pension plan investments                              | -         | -          |
| Changes in proportion and differences between Employer<br>contributions and proportionate share of contributions | -         | 158,432    |
| Differences between allocated and actual contributions   | 1,953     | 1,024      |
| Employer contributions subsequent to the measurement<br>date   | -         | -          |
| Total  | \$ 14,202 | \$ 199,155 |

| Deferred Inflows of Resources:   | FRS  | Total      |
|--|------|------------|
| Differences between expected and actual experience   | \$ - | \$ 33,006  |
| Changes of assumptions   | -    | 18,942     |
| Net difference between projected and actual earnings<br>on pension plan investments                              | -    | -          |
| Changes in proportion and differences between Employer<br>contributions and proportionate share of contributions | -    | 158,432    |
| Differences between allocated and actual contributions   | -    | 2,978      |
| Employer contributions subsequent to the measurement<br>date   | -    | -          |
| Total  | \$ - | \$ 213,358 |

(continued)

**NOTE 9 - PENSION AND RETIREMENT PLANS (CONTINUED)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

The City reported a total of \$730,592 as deferred outflow of resources related to pension contributions made subsequent to the measurement date of the net pension liability but before the end of the City's fiscal year end will be recognized as a reduction in Net Pension Liability in the subsequent fiscal period rather than in the current fiscal period. The following schedule list the pension contributions made subsequent to the measurement period for each pension plan:

|   | Subsequent<br>Contributions |
|---|-----------------------------|
| Municipal Employees' Retirement Fund        | \$ 452,112                  |
| Municipal Police Employees' Retirement Fund | 278,480                     |
| Firefighters' Retirement System             | -                           |
|   | \$ 730,592                  |

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (benefit) as follows:

| Year | MERS         | MPERS        | FRS  | Total          |
|------|--------------|--------------|------|----------------|
| 2024 | \$ (280,463) | \$ (83,717)  | \$ - | \$ (364,180)   |
| 2025 | (180,440)    | (69,699)     | -    | (250,139)      |
| 2026 | (50,932)     | 22,497       | -    | (28,435)       |
| 2027 | (255,236)    | (238,493)    | -    | (493,729)      |
|      | \$ (767,071) | \$ (369,412) | \$ - | \$ (1,136,483) |

**Actuarial Assumptions**

**MERS**

The actuarial assumptions used in the June 30, 2022 valuation was based on the results of an experienced study, for the period July 1, 2013 through June 30, 2018.

**MPERS**

The actuarial assumptions used in the June 30, 2022 valuation were based on the assumptions used in the June 30, 2022 actuarial finding valuation and were based on the results of an actuarial experience study for the period of July 1, 2014 through June 30, 2019.

**FRS**

The actuarial assumptions used in the June 30, 2022, valuation were based on the assumptions used in the June 30, 2020, actuarial funding valuation, and were based on results of an actuarial experience study for the period July 1, 2014 through June 30, 2019.

**NOTE 9 - PENSION AND RETIREMENT PLANS (CONTINUED)**

**Actuarial Assumptions (Continued)**

A summary of the actuarial methods and assumptions used in determining the total pension liability for each pension plan as of June 30, 2022 are as follows:

|              | Measurement/<br>Valuation Date | Expected Remaining<br>Service Lives | Investment Rate of Return                             |
|--------------|--------------------------------|-------------------------------------|---|
| <b>MERS</b>  | June 30, 2022                  | 3 years                             | 6.85%; net of investment expense, including inflation |
| <b>MPERS</b> | June 30, 2022                  | 4 years                             | 6.75%; net of investment expense                      |
| <b>FRS</b>   | June 30, 2022                  | 7 years                             | 6.90%; net of investment expense, including inflation |

***Mortality:***

**MERS**

Mortality rates for non-disabled are based on PubG-2010(B) Healthy Retiree Table set and PubG-2010(B) Employee Table set equal to 120% for males and females, each adjusted using their respective male and female MP2018 scales.

Mortality rates for disabled are based on PubNS-2010(B) Disabled Retiree Table set equal to 120% for male and females with full generational MP2018 scale.

**MPERS**

Mortality rates for non-disabled are based on the Pub-2010 Public Retirement Plans Mortality Table for Safety Below-Median Employees multiplied by 115% for males and 125% for females, each with full generational projection using the MP2019 scale was used.

Mortality rates for disabled are based on the Pub-2010 Public Retirement Plans Mortality Table for Safety Disable Retirees multiplied by 105% for males and 115% for females, each with full generational projection using the MP2019 scale was used.

**FRS**

Mortality rates for non-disabled are set equal to the Pub-2010 Public Retirement Plans Mortality Table for Safety Below-Median Employees.

Mortality rates for disabled are set equal to the Pub-2010 Public Retirement Plans Morality Table for Safety Disabled Retirees.

**NOTE 9 - PENSION AND RETIREMENT PLANS (CONTINUED)**

**Actuarial Assumptions (Continued)**

***Salary Increases:***

**MERS**

| <u>Years of Service</u> | <u>Salary Growth Rate</u> |
|-------------------------|---------------------------|
| 1-4                     | 6.4%                      |
| Over 4                  | 4.5%                      |

**MPERS**

| <u>Years of Service</u> | <u>Salary Growth Rate</u> |
|-------------------------|---------------------------|
| 1-2                     | 12.30%                    |
| Over 2                  | 4.70%                     |

**FRS**

Vary from 14.10% in the first two years of service to 5.20% after 3 or more years.

***Cost of Living Adjustments:***

**MERS**

The System is authorized under state law to grant a cost of living increase to members who have been retired for at least one year. The adjustment cannot exceed 2% of the retiree's original benefit for each full calendar year since retirement and may only be granted if sufficient funds are available from investment income in excess of normal requirements. State law allows the System to grant an additional cost of living increase to all retirees and beneficiaries who are age sixty-five and above equal to 2% of the benefit being received on October 1, 1977, or the original benefit, if retirement commenced after that date.

**MPERS**

The system is authorized to provide annual cost-of-living adjustments computed on the amount of the current regular retirement, disability, beneficiary, or survivor's benefit, not to exceed 3% in any given year. The system is authorized to provide an additional 2% cost of living adjustment, computed on the member's original benefit, to all regular retirees, disability survivors and beneficiaries who are 65 years age or older on the cut-off date which determines eligibility.

**FRS**

Only those previously granted.

(continued)

**NOTE 9 - PENSION AND RETIREMENT PLANS (CONTINUED)**

**Actuarial Assumptions (Continued)**

The following methods used by each of the retirement systems in determining the long-term rate of return on pension plan investments:

**MERS**

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates 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 resulting expected long-term rate of return is 6.95% for the year ended June 30, 2023.

**MPERS**

The forecasted long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates 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 resulting forecasted long-term rate of return is 8.06% for the year ended June 30, 2023.

**FRS**

The estimated long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates 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. The long-term arithmetic nominal expected rate of return was 6.90% as of June 30, 2023.

(continued)

**NOTE 9 - PENSION AND RETIREMENT PLANS (CONTINUED)**

**Actuarial Assumptions (Continued)**

The following table provides a summary of the best estimates of arithmetic/geometric real rates of return for each major asset class included in each of the Retirement Systems target asset allocations as of June 30, 2023:

| Asset Class                        | Target Allocation |                |                | Long - Term Expected Real Rate of Return |              |              |
|------------------------------------|-------------------|----------------|----------------|--|--------------|--------------|
|                                    | MERS              | MPERS          | FRS            | MERS                                     | MPERS        | FRS          |
| Public Equity                      | 53.00%            | -              | -              | 2.31%                                    | -            | -            |
| Equity                             | -                 | 55.50%         | 56.00%         | -  | 3.60%        | 2.20%        |
| Public Fixed Income                | 38.00%            | -              | -              | 1.65%                                    | -            | -            |
| Fixed Income                       | -                 | 30.50%         | 26.00%         | -  | 0.85%        | 0.33%        |
| Alternatives                       | 9.00%             | 14.00%         | 18.00%         | 0.39%                                    | 0.95%        | 1.87%        |
| Other                              | -                 | -              | -              | -  | -            | -            |
| Total                              | <u>100.00%</u>    | <u>100.00%</u> | <u>100.00%</u> | 4.35%                                    | 5.40%        | 4.40%        |
| Inflation                          |                   |                |                | <u>2.60%</u>                             | <u>2.66%</u> | <u>2.50%</u> |
| Expected Arithmetic Nominal Return |                   |                |                | <u>6.95%</u>                             | <u>8.06%</u> | <u>6.90%</u> |

**Discount Rate**

The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, each of the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate used to measure the total pension liability for MERS, MPERS and FRS was 6.85%, 6.75% and 6.90%, respectively for the year ended June 30, 2023.

(continued)

**NOTE 9 - PENSION AND RETIREMENT PLANS (CONTINUED)**

**Sensitivity of the Employer's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate**

The following table presents the City's proportionate share of the Net Pension Liability (NPL) using the discount rate of each Retirement System as well as what the City's proportionate share of the NPL 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 used by each of the Retirement Systems:

|                                 | <u>1.0% Decrease</u> | <u>Current Discount<br/>Rate</u> | <u>1.0% Increase</u> |
|---------------------------------|----------------------|----------------------------------|----------------------|
| <b>MERS</b>                     |                      |                                  |                      |
| Discount Rates                  | 5.85%                | 6.85%                            | 7.85%                |
| Shares of Net Pension Liability | \$ 4,254,779         | \$ 3,198,613                     | \$ 2,306,186         |
| <b>MPERS</b>                    |                      |                                  |                      |
| Discount Rates                  | 5.75%                | 6.75%                            | 7.75%                |
| Shares of Net Pension Liability | \$ 3,564,941         | \$ 2,546,735                     | \$ 1,696,196         |
| <b>FRS</b>                      |                      |                                  |                      |
| Discount Rates                  | 5.90%                | 6.90%                            | 7.90%                |
| Shares of Net Pension Liability | \$ -                 | \$ -                             | \$ -                 |

**NOTE 10 - INTERFUND TRANSACTIONS**

**Interfund Transfers**

Transfers for the year ended June 30, 2023, were as follows:

|                                  | Transfers    |              |
|----------------------------------|--------------|--------------|
|                                  | In           | Out          |
| <b>Governmental activities:</b>  |              |              |
| General Fund                     |              |              |
| Debt Service Fund                | \$ -         | \$ 850,000   |
| Sewer Fund                       | -            | 1,000,000    |
| Capital Projects Fund            | -            | 5,250,000    |
| Total General Fund               | -            | 7,100,000    |
| Capital Projects Fund            |              |              |
| General Fund                     | 5,250,000    | -            |
| Debt Service Fund                |              |              |
| General Fund                     | 850,000      | -            |
| Total governmental activities    | 6,100,000    | 7,100,000    |
| <b>Business-type Activities:</b> |              |              |
| Sewer Fund                       |              |              |
| General Fund                     | 1,000,000    | -            |
| Total business-type activities   | 1,000,000    | -            |
| Total primary government         | \$ 7,100,000 | \$ 7,100,000 |

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

(continued)

**NOTE 10 - INTERFUND TRANSACTIONS (CONTINUED)**

**Interfund Receivable and Payable Balances**

Interfund receivable and payable balances generally represents short-term borrowing between funds and pooled cash activity across funds.

|                            | Interfund    |              |
|----------------------------|--------------|--------------|
|                            | Receivable   | Payable      |
| <b>Governmental Funds:</b> |              |              |
| General Fund               |              |              |
| Capital Project Fund       | \$ 2,130,000 | \$ -         |
| Capital Project Fund       |              |              |
| General Fund               | -            | 2,130,000    |
| Total primary government   | \$ 2,130,000 | \$ 2,130,000 |

The General Fund has interfund payable balances to the Capital Project Fund related to capital expenditures that were to be reimbursed from the General Fund.

**NOTE 11 - COMPENSATION TO THE GOVERNING BODY**

The City's elected officials' terms expire on June 30, 2023. The City compensated the members of the City Council as follows:

|                     | Amount    |
|---------------------|-----------|
| Ralph Johnson, Sr.  | \$ 18,144 |
| Jeffery Hayes, Sr.  | 18,144    |
| Melvin Hasten, Sr.  | 18,144    |
| Kelvin M. York, Sr. | 17,280    |
| Ronald Grace, Sr.   | 17,280    |
| Total               | \$ 88,992 |

**NOTE 12 - COMMITMENTS AND CONTINGENCIES**

**Suits and Claims**

Various suits and claims arising in the ordinary course of operations are pending against the City. The majority of cases are either covered by insurance or other defenses; however, the ultimate effect of such litigation cannot be ascertained at this time. It is the opinion of the City's management that the ultimate resolution of such litigation will not have a material effect on the financial position of the City. See Note 14.

**Risk Management**

The City is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters for which the City carries commercial insurance. In addition, various risk control techniques including a drug free workplace program, employee drug screening, and employee safety programs have been implemented to minimize accident-related losses. There were no major changes in insurance coverage from the prior year and settlements have not exceeded coverage in the past four years.

## **NOTE 12 - COMMITMENTS AND CONTINGENCIES (CONTINUED)**

### **Grants**

The City receives state and local grants for specific purposes that are subject to audit by the grantor agencies. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. It is the opinion of City management that its compliance with the terms of grants will result in negligible, if any, disallowed costs.

### **Environment Contingencies**

Management of the City is not aware of any unrecorded material commitments or contingent environmental liabilities. Environmental contingencies have been mitigated by testing of the sewer systems on a regular basis and providing test results to the proper environmental authorities.

### **Cash and Cash Equivalents**

The City typically maintains cash and temporary investments in local banks that may, at times, exceed the FDIC insured limits of \$250,000. Amounts in excess of the FDIC limits are required by law to be collateralized by securities pledged by the bank. See Note 2.

### **Construction Contracts**

At June 30, 2023, the City had outstanding commitments resulting from the construction contracts in progress of \$4,475,965.

## **NOTE 13 - TAX REVENUE ABATED**

The Louisiana Industrial Ad Valorem Exemption Program (Program) (Louisiana Administrative Code, Title 13, Chapter 5) is a state incentive program which abates, up to ten years, local ad valorem taxes on manufacturer's new investment and annual capitalized additions related to the manufacturing site. Applications to exempt qualified property for five years are approved by the Board of Commerce and Industry. The exemption may be renewed for an additional five years. For the fiscal year ending June 30, 2023, approximately \$575,356 in ad valorem tax revenues were abated by the State of Louisiana through the Program.

## **NOTE 14 - SUBSEQUENT EVENTS**

In preparing the financial statements, the City has evaluated events and transaction for potential recognition or disclosure through December 31, 2023, the date the financial statements were available to be issued.

On November 17, 2023 a grand jury indicted St. Gabriel Police Chief on various federal charges. It is the opinion of the City management that these charges, and the events leading to the indictment, did not have an effect on the financial activities of the City or the information included in the financial statements.





# REQUIRED SUPPLEMENTARY INFORMATION



**CITY OF ST. GABRIEL, LOUISIANA**  
**GENERAL FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

For the year ended June 30, 2023

|   | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual</u>       | <u>Variance -<br/>positive<br/>(negative)</u> |
|---|----------------------------|-------------------------|---------------------|---|
| <b>REVENUES</b>                             |                            |                         |                     |   |
| Taxes:                                      |                            |                         |                     |   |
| Sales                                       | \$ 5,475,000               | \$ 7,180,000            | \$ 7,810,330        | \$ 630,330                                    |
| Ad valorem                                  | 3,895,000                  | 3,895,000               | 4,147,582           | 252,582                                       |
| Video poker                                 | 450,000                    | 650,000                 | 759,613             | 109,613                                       |
| Franchise and other                         | 37,500                     | 37,500                  | 39,572              | 2,072   |
| Intergovernmental                           | 1,380,000                  | 1,383,000               | 34,272              | (1,348,728)                                   |
| Licenses and permits                        | 382,500                    | 377,500                 | 413,785             | 36,285  |
| Fines                                       | 600,000                    | 300,000                 | 239,702             | (60,298)                                      |
| Charges for services                        | 450,000                    | 92,000                  | 122,469             | 30,469  |
| Interest earnings and other                 | 30,000                     | 155,000                 | 227,112             | 72,112  |
| Total revenues                              | <u>12,700,000</u>          | <u>14,070,000</u>       | <u>13,794,437</u>   | <u>(275,563)</u>                              |
| <b>EXPENDITURES</b>                         |                            |                         |                     |   |
| Current function:                           |                            |                         |                     |   |
| General government                          | 2,849,800                  | 2,884,800               | 3,096,024           | (211,224)                                     |
| Public safety                               | 2,286,500                  | 2,306,000               | 2,272,894           | 33,106  |
| Streets and sanitation                      | 2,455,500                  | 2,551,500               | 1,935,135           | 616,365                                       |
| Social and recreational services            | 780,300                    | 870,300                 | 678,378             | 191,922                                       |
| Debt service                                | 454,600                    | 454,600                 | 526,275             | (71,675)                                      |
| Capital outlay                              | 404,500                    | 329,500                 | 697,129             | (367,629)                                     |
| Total expenditures                          | <u>9,231,200</u>           | <u>9,396,700</u>        | <u>9,205,835</u>    | <u>190,865</u>                                |
| Excess of revenues over expenditures        | <u>3,468,800</u>           | <u>4,673,300</u>        | <u>4,588,602</u>    | <u>(84,698)</u>                               |
| <b>OTHER FINANCING SOURCES (USES)</b>       |                            |                         |                     |   |
| Proceeds from issuance of lease liabilities | -                          | -                       | 176,422             | 176,422                                       |
| Transfers out:                              |                            |                         |                     |   |
| Debt Service Fund                           | (850,000)                  | (850,000)               | (850,000)           | -   |
| Capital Projects Fund                       | (5,250,000)                | (5,250,000)             | (5,250,000)         | -   |
| Sewer Fund                                  | (1,000,000)                | (1,000,000)             | (1,000,000)         | -   |
| Total other financing sources (uses)        | <u>(7,100,000)</u>         | <u>(7,100,000)</u>      | <u>(6,923,578)</u>  | <u>176,422</u>                                |
| Net change in fund balance                  | <u>(3,631,200)</u>         | <u>(2,426,700)</u>      | <u>(2,334,976)</u>  | <u>\$ 91,724</u>                              |
| <b>FUND BALANCE</b>                         |                            |                         |                     |   |
| Beginning of year                           | <u>12,095,087</u>          | <u>12,095,087</u>       | <u>12,095,087</u>   |   |
| End of year                                 | <u>\$ 8,463,887</u>        | <u>\$ 9,668,387</u>     | <u>\$ 9,760,111</u> |   |

See accompanying notes to required supplementary information.

**CITY OF ST. GABRIEL, LOUISIANA**  
**SCHEDULE OF PROPORTIONATE SHARE**  
**OF NET PENSION LIABILITY**  
**LAST TEN FISCAL YEARS (1)**

| As of the fiscal year ended (2):  | 2023                     |              |            |
|---|--------------------------|--------------|------------|
|   | <u>MERS<br/>(Plan A)</u> | <u>MPERS</u> | <u>FRS</u> |
| Employer's Proportion of the Net Pension Liability (Asset)  | 0.7701%                  | 0.2491%      | 0.0000%    |
| Employer's Proportionate Share of the Net Pension Liability (Asset)   | \$ 3,198,613             | \$ 2,546,735 | \$ -       |
| Employer's Covered Payroll  | \$ 1,474,617             | \$ 769,154   | \$ -       |
| Employer's Proportionate Share of the Net Pension Liability (Asset)<br>as a Percentage of its Covered Payroll | 216.9%                   | 331.1%       | 0.0%       |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability                                    | 68%                      | 71%          | 75%        |
| <br>  |                          |              |            |
| As of the fiscal year ended (2):  | 2022                     |              |            |
|   | <u>MERS<br/>(Plan A)</u> | <u>MPERS</u> | <u>FRS</u> |
| Employer's Proportion of the Net Pension Liability (Asset)  | 0.7023%                  | 0.2765%      | 0.0000%    |
| Employer's Proportionate Share of the Net Pension Liability (Asset)   | \$ 1,953,395             | \$ 1,473,949 | \$ -       |
| Employer's Covered Payroll  | \$ 1,390,631             | \$ 828,336   | \$ -       |
| Employer's Proportionate Share of the Net Pension Liability (Asset)<br>as a Percentage of its Covered Payroll | 140.5%                   | 177.9%       | 0.0%       |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability                                    | 78%                      | 84%          | 87%        |
| <br>  |                          |              |            |
| As of the fiscal year ended (2):  | 2021                     |              |            |
|   | <u>MERS<br/>(Plan A)</u> | <u>MPERS</u> | <u>FRS</u> |
| Employer's Proportion of the Net Pension Liability (Asset)  | 0.6584%                  | 0.2774%      | 0.0000%    |
| Employer's Proportionate Share of the Net Pension Liability (Asset)   | \$ 2,846,623             | \$ 2,563,397 | \$ -       |
| Employer's Covered Payroll  | \$ 1,276,391             | \$ 874,930   | \$ -       |
| Employer's Proportionate Share of the Net Pension Liability (Asset)<br>as a Percentage of its Covered Payroll | 223.0%                   | 293.0%       | 0.0%       |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability                                    | 65%                      | 71%          | 73%        |

(1) Schedule is intended to show information for 10 years. Additional years will be displayed as available.

(2) The amounts presented have a measurement date of MERS's prior June 30th fiscal year end.

The three Retirement Systems reported in this schedule are as follows:

MERS (Plan A) = Municipal Employees' Retirement System

MPERS = Municipal Police Employees' Retirement System

FRSL = Firefighters Retirement System of Louisiana

**CITY OF ST. GABRIEL, LOUISIANA**  
**SCHEDULE OF PROPORTIONATE SHARE**  
**OF NET PENSION LIABILITY**

**LAST TEN FISCAL YEARS (1)**

| <b>As of the fiscal year ended (2):</b>   | <b>2020</b>              |              |            |
|---|--------------------------|--------------|------------|
|   | <b>MERS<br/>(Plan A)</b> | <b>MPERS</b> | <b>FRS</b> |
| Employer's Proportion of the Net Pension Liability (Asset)  | 0.6935%                  | 0.2708%      | 0.0000%    |
| Employer's Proportionate Share of the Net Pension Liability (Asset)   | \$ 2,897,960             | \$ 2,459,399 | \$ -       |
| Employer's Covered Payroll  | \$ 1,283,790             | \$ 785,990   | \$ -       |
| Employer's Proportionate Share of the Net Pension Liability (Asset)<br>as a Percentage of its Covered Payroll | 225.7%                   | 312.9%       | 0.0%       |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability                                    | 64%                      | 72%          | 75%        |
| <b>As of the fiscal year ended (2):</b>   | <b>2019</b>              |              |            |
|   | <b>MERS<br/>(Plan A)</b> | <b>MPERS</b> | <b>FRS</b> |
| Employer's Proportion of the Net Pension Liability (Asset)  | 0.6998%                  | 0.2326%      | 0.0000%    |
| Employer's Proportionate Share of the Net Pension Liability (Asset)   | \$ 2,897,820             | \$ 1,966,711 | \$ -       |
| Employer's Covered Payroll  | \$ 1,277,673             | \$ 744,867   | \$ -       |
| Employer's Proportionate Share of the Net Pension Liability (Asset)<br>as a Percentage of its Covered Payroll | 226.8%                   | 264.0%       | 0.0%       |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability                                    | 64%                      | 72%          | 75%        |
| <b>As of the fiscal year ended (2):</b>   | <b>2018</b>              |              |            |
|   | <b>MERS<br/>(Plan A)</b> | <b>MPERS</b> | <b>FRS</b> |
| Employer's Proportion of the Net Pension Liability (Asset)  | 0.6963%                  | 0.2353%      | 0.0000%    |
| Employer's Proportionate Share of the Net Pension Liability (Asset)   | \$ 2,912,841             | \$ 2,205,183 | \$ -       |
| Employer's Covered Payroll  | \$ 1,262,311             | \$ 749,874   | \$ -       |
| Employer's Proportionate Share of the Net Pension Liability (Asset)<br>as a Percentage of its Covered Payroll | 230.8%                   | 294.1%       | 0.0%       |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability                                    | 62%                      | 70%          | 74%        |

(1) Schedule is intended to show information for 10 years. Additional years will be displayed as available.

(2) The amounts presented have a measurement date of MERS's prior June 30th fiscal year end.

The three Retirement Systems reported in this schedule are as follows:

MERS (Plan A) = Municipal Employees' Retirement System

MPERS = Municipal Police Employees' Retirement System

FRSL = Firefighters Retirement System of Louisiana

See accompanying notes to required supplementary information.

**CITY OF ST. GABRIEL, LOUISIANA**  
**SCHEDULE OF PROPORTIONATE SHARE**  
**OF NET PENSION LIABILITY**

**LAST TEN FISCAL YEARS (1)**

| <b>As of the fiscal year ended (2):</b>   | <b>2017</b>     |              |            |
|---|-----------------|--------------|------------|
|   | <b>MERS</b>     |              |            |
|   | <b>(Plan A)</b> | <b>MPERS</b> | <b>FRS</b> |
| Employer's Proportion of the Net Pension Liability (Asset)  | 0.7513%         | 0.2847%      | 0.0000%    |
| Employer's Proportionate Share of the Net Pension Liability (Asset)   | \$ 3,079,173    | \$ 2,668,785 | \$ -       |
| Employer's Covered Payroll  | \$ 1,346,278    | \$ 732,804   | \$ -       |
| Employer's Proportionate Share of the Net Pension Liability (Asset)<br>as a Percentage of its Covered Payroll | 228.7%          | 364.2%       | 0.0%       |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability                                    | 62%             | 66%          | 68%        |
| <br><b>As of the fiscal year ended (2):</b>   | <b>2016</b>     |              |            |
|   | <b>MERS</b>     |              |            |
|   | <b>(Plan A)</b> | <b>MPERS</b> | <b>FRS</b> |
| Employer's Proportion of the Net Pension Liability (Asset)  | 0.7475%         | 0.2136%      | 0.0000%    |
| Employer's Proportionate Share of the Net Pension Liability (Asset)   | \$ 2,670,181    | \$ 1,673,897 | \$ -       |
| Employer's Covered Payroll  | \$ 1,275,803    | \$ 678,355   | \$ -       |
| Employer's Proportionate Share of the Net Pension Liability (Asset)<br>as a Percentage of its Covered Payroll | 209.3%          | 246.8%       | 0.0%       |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability                                    | 66%             | 71%          | 72%        |
| <br><b>As of the fiscal year ended (2):</b>   | <b>2015</b>     |              |            |
|   | <b>MERS</b>     |              |            |
|   | <b>(Plan A)</b> | <b>MPERS</b> | <b>FRS</b> |
| Employer's Proportion of the Net Pension Liability (Asset)  | 0.7444%         | 0.2770%      | 0.0000%    |
| Employer's Proportionate Share of the Net Pension Liability (Asset)   | \$ 1,910,392    | \$ 1,732,803 | \$ -       |
| Employer's Covered Payroll  | \$ 1,130,528    | \$ 662,271   | \$ -       |
| Employer's Proportionate Share of the Net Pension Liability (Asset)<br>as a Percentage of its Covered Payroll | 169.0%          | 261.6%       | 0.0%       |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability                                    | 74%             | 75%          | 76%        |

(1) Schedule is intended to show information for 10 years. Additional years will be displayed as available.

(2) The amounts presented have a measurement date of MERS's prior June 30th fiscal year end.

The three Retirement Systems reported in this schedule are as follows:

MERS (Plan A) = Municipal Employees' Retirement System

MPERS = Municipal Police Employees' Retirement System

FRSL = Firefighters Retirement System of Louisiana

See accompanying notes to required supplementary information.

**CITY OF ST. GABRIEL, LOUISIANA**  
**SCHEDULE OF PENSION CONTRIBUTIONS**  
**LAST TEN FISCAL YEARS (1)**

|  | <b>2023</b>          |                |            |
|--|----------------------|----------------|------------|
|  | <b>MERS (Plan A)</b> | <b>MPERS</b>   | <b>FRS</b> |
| Contractually Required Contribution                              | \$ 452,112           | \$ 278,480     | \$ -       |
| Contributions in Relation to Contractually Required Contribution | <u>452,112</u>       | <u>278,480</u> | <u>-</u>   |
| Contribution Deficiency (Excess)                                 | \$ -                 | \$ -           | \$ -       |
| Employer's Covered Payroll                                       | 1,532,582            | 891,136        | -          |
| Contributions as a % of Covered Payroll                          | 29.50%               | 31.25%         | 0%         |
|  | <b>2022</b>          |                |            |
|  | <b>MERS (Plan A)</b> | <b>MPERS</b>   | <b>FRS</b> |
| Contractually Required Contribution                              | \$ 435,012           | \$ 228,823     | \$ -       |
| Contributions in Relation to Contractually Required Contribution | <u>435,012</u>       | <u>228,823</u> | <u>-</u>   |
| Contribution Deficiency (Excess)                                 | \$ -                 | \$ -           | \$ -       |
| Employer's Covered Payroll                                       | 1,474,617            | 769,154        | -          |
| Contributions as a % of Covered Payroll                          | 29.50%               | 29.75%         | 0%         |
|  | <b>2021</b>          |                |            |
|  | <b>MERS (Plan A)</b> | <b>MPERS</b>   | <b>FRS</b> |
| Contractually Required Contribution                              | \$ 410,236           | \$ 279,568     | \$ -       |
| Contributions in Relation to Contractually Required Contribution | <u>410,236</u>       | <u>279,568</u> | <u>-</u>   |
| Contribution Deficiency (Excess)                                 | \$ -                 | \$ -           | \$ -       |
| Employer's Covered Payroll                                       | 1,390,631            | 828,336        | -          |
| Contributions as a % of Covered Payroll                          | 29.50%               | 33.75%         | 0%         |
|  | <b>2020</b>          |                |            |
|  | <b>MERS (Plan A)</b> | <b>MPERS</b>   | <b>FRS</b> |
| Contractually Required Contribution                              | \$ 354,198           | \$ 284,352     | \$ -       |
| Contributions in Relation to Contractually Required Contribution | <u>354,198</u>       | <u>284,352</u> | <u>-</u>   |
| Contribution Deficiency (Excess)                                 | \$ -                 | \$ -           | \$ -       |
| Employer's Covered Payroll                                       | 1,276,391            | 874,930        | -          |
| Contributions as a % of Covered Payroll                          | 27.75%               | 32.50%         | 0%         |
|  | <b>2019</b>          |                |            |
|  | <b>MERS (Plan A)</b> | <b>MPERS</b>   | <b>FRS</b> |
| Contractually Required Contribution                              | \$ 333,731           | \$ 254,790     | \$ -       |
| Contributions in Relation to Contractually Required Contribution | <u>333,731</u>       | <u>254,790</u> | <u>-</u>   |
| Contribution Deficiency (Excess)                                 | \$ -                 | \$ -           | \$ -       |
| Employer's Covered Payroll                                       | 1,283,790            | 785,990        | -          |
| Contributions as a % of Covered Payroll                          | 26.00%               | 32.42%         | 0%         |

(1) Schedule is intended to show information for 10 years. Additional years will be displayed as available.

The three Retirement Systems reported in this schedule are as follows:

MERS (Plan A) = Municipal Employees' Retirement System

MPERS = Municipal Police Employees' Retirement System

FRSL = Firefighters Retirement System of Louisiana

See accompanying notes to required supplementary information.

**CITY OF ST. GABRIEL, LOUISIANA**  
**SCHEDULE OF PENSION CONTRIBUTIONS**  
**LAST TEN FISCAL YEARS (1)**

|  | <b>2018</b>          |              |            |
|--|----------------------|--------------|------------|
|  | <b>MERS (Plan A)</b> | <b>MPERS</b> | <b>FRS</b> |
| Contractually Required Contribution                              | \$ 316,224           | \$ 229,731   | \$ -       |
| Contributions in Relation to Contractually Required Contribution | 316,224              | 229,731      | -          |
| Contribution Deficiency (Excess)                                 | \$ -                 | \$ -         | \$ -       |
| Employer's Covered Payroll                                       | 1,277,673            | 744,867      | -          |
| Contributions as a % of Covered Payroll                          | 24.75%               | 30.84%       | 0%         |
|  | <b>2017</b>          |              |            |
|  | <b>MERS (Plan A)</b> | <b>MPERS</b> | <b>FRS</b> |
| Contractually Required Contribution                              | \$ 287,176           | \$ 239,340   | \$ -       |
| Contributions in Relation to Contractually Required Contribution | 287,176              | 239,340      | -          |
| Contribution Deficiency (Excess)                                 | \$ -                 | \$ -         | \$ -       |
| Employer's Covered Payroll                                       | 1,262,311            | 749,874      | -          |
| Contributions as a % of Covered Payroll                          | 22.75%               | 31.92%       | 0%         |
|  | <b>2016</b>          |              |            |
|  | <b>MERS (Plan A)</b> | <b>MPERS</b> | <b>FRS</b> |
| Contractually Required Contribution                              | \$ 265,898           | \$ 219,824   | \$ -       |
| Contributions in Relation to Contractually Required Contribution | 265,898              | 219,824      | -          |
| Contribution Deficiency (Excess)                                 | \$ -                 | \$ -         | \$ -       |
| Employer's Covered Payroll                                       | 1,346,278            | 732,804      | -          |
| Contributions as a % of Covered Payroll                          | 19.75%               | 30.00%       | 0%         |
|  | <b>2015</b>          |              |            |
|  | <b>MERS (Plan A)</b> | <b>MPERS</b> | <b>FRS</b> |
| Contractually Required Contribution                              | \$ 251,971           | \$ 214,337   | \$ -       |
| Contributions in Relation to Contractually Required Contribution | 251,971              | 214,337      | -          |
| Contribution Deficiency (Excess)                                 | \$ -                 | \$ -         | \$ -       |
| Employer's Covered Payroll                                       | 1,275,803            | 678,355      | -          |
| Contributions as a % of Covered Payroll                          | 19.75%               | 31.60%       | 0%         |

(1) Schedule is intended to show information for 10 years. Additional years will be displayed as available.

The three Retirement Systems reported in this schedule are as follows:  
MERS (Plan A) = Municipal Employees' Retirement System  
MPERS = Municipal Police Employees' Retirement System  
FRSL = Firefighters Retirement System of Louisiana

**CITY OF ST. GABRIEL, LOUISIANA**

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

For the year ended June 30, 2023

**NOTE 1 - BUDGETS**

**Budget Policy and Budgetary Accounting**

A proposed budget is prepared and submitted by the Mayor to the City Council prior to the beginning of each fiscal year. A budget summary and notice of a public hearing is published with the public hearing being conducted prior to the adoption of the budget. The City follows the requirements of Louisiana Budget Law. The City is required to adopt its budget prior to June 30. Once adopted, the Mayor is able to transfer part or all of any appropriation within a department of a fund; however, the authority for other budget amendments resides with the City Council.

The annual operating budget, prepared on the modified accrual basis, covers the general, special revenue, capital projects, debt service and enterprise funds. At the end of the fiscal year, unexpended appropriations automatically lapse. Budget amendments are approved by the Town Council and are included in the financial statements.

In connection with budget preparation, a portion of the unreserved fund balance of an individual fund may be designated for expenditures of the subsequent year. Such designation represents the extent to which the fund balance is used to balance the subsequent year's operating budget of that fund, as reflected in the legally adopted budget.

**Basis of Accounting**

All of the City's budgets are prepared on the modified accrual basis of accounting, which is described in Note 1 to the City's financial statements for the year ended June 30, 2023.

**NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**Expenditures Exceeding Appropriations**

Excess of expenditures over appropriations in individual funds or departments within the fund occurred as follows:

|                           | <u>Revised<br/>Budget</u> | <u>Actual<br/>(GAAP Basis)</u> | <u>Excess over<br/>Budget</u> |
|---------------------------|---------------------------|--------------------------------|-------------------------------|
| <b>Governmental Fund:</b> |                           |                                |                               |
| Current function:         |                           |                                |                               |
| General government        | \$ 2,884,800              | \$ 3,096,024                   | \$ (211,224)                  |
| Debt service              | 454,600                   | 526,275                        | (71,675)                      |
| Capital outlay            | 329,500                   | 697,129                        | (367,629)                     |

**NOTE 3 - DEFINED BENEFIT PLANS**

Changes in benefit terms and assumptions are as follows:

**MERS**

| Measurement Date | Investment Rate of Return |        | Inflation rates |        | Changes of Benefit Terms |        |
|------------------|---------------------------|--------|-----------------|--------|--------------------------|--------|
|                  | Rate                      | Change | Rate            | Change | Years                    | Change |
| June 30, 2022    | 6.85%                     | 0.00%  | 2.50%           | 0.00%  | 3                        | -      |
| June 30, 2021    | 6.85%                     | -0.10% | 2.50%           | 0.00%  | 3                        | -      |
| June 30, 2020    | 6.95%                     | -0.05% | 2.50%           | 0.00%  | 3                        | -      |
| June 30, 2019    | 7.00%                     | -0.27% | 2.50%           | -0.10% | 3                        | -      |
| June 30, 2018    | 7.28%                     | -0.13% | 2.60%           | -0.18% | 3                        | -      |
| June 30, 2017    | 7.40%                     | -0.10% | 2.78%           | -0.10% | 3                        | -      |
| June 30, 2016    | 7.50%                     | 0.00%  | 2.88%           | 0.00%  | 3                        | -      |
| June 30, 2015    | 7.50%                     |        | 2.88%           |        | 3                        |        |

**MPERS**

| Measurement Date | Investment Rate of Return |        | Inflation rates |        | Changes of Benefit Terms |        |
|------------------|---------------------------|--------|-----------------|--------|--------------------------|--------|
|                  | Rate                      | Change | Rate            | Change | Years                    | Change |
| June 30, 2022    | 6.75%                     | 0.00%  | 2.50%           | 0.00%  | 4                        | -      |
| June 30, 2021    | 6.75%                     | -0.20% | 2.50%           | 0.00%  | 4                        | -      |
| June 30, 2020    | 6.95%                     | -0.18% | 2.50%           | 0.00%  | 4                        | -      |
| June 30, 2019    | 7.13%                     | -0.07% | 2.50%           | -0.10% | 4                        | -      |
| June 30, 2018    | 7.20%                     | -0.13% | 2.60%           | -0.10% | 4                        | -      |
| June 30, 2017    | 7.33%                     | -0.18% | 2.70%           | -0.18% | 4                        | -      |
| June 30, 2016    | 7.50%                     | 0.00%  | 2.88%           | 0.00%  | 4                        | -      |
| June 30, 2015    | 7.50%                     |        | 2.88%           |        | 4                        |        |

**FRS**

| Measurement Date | Investment Rate of Return |        | Inflation rates |        | Changes of Benefit Terms |        |
|------------------|---------------------------|--------|-----------------|--------|--------------------------|--------|
|                  | Rate                      | Change | Rate            | Change | Years                    | Change |
| June 30, 2022    | 6.90%                     | 0.00%  | 2.50%           | 0.00%  | 7                        | -      |
| June 30, 2021    | 6.90%                     | -0.10% | 2.50%           | 0.00%  | 7                        | -      |
| June 30, 2020    | 7.00%                     | -0.15% | 2.50%           | 0.00%  | 7                        | -      |
| June 30, 2019    | 7.15%                     | -0.15% | 2.50%           | -0.20% | 7                        | -      |
| June 30, 2018    | 7.30%                     | -0.10% | 2.70%           | -0.08% | 7                        | -      |
| June 30, 2017    | 7.40%                     | -0.10% | 2.78%           | -0.10% | 7                        | -      |
| June 30, 2016    | 7.50%                     | 0.00%  | 2.88%           | -0.12% | 7                        | -      |
| June 30, 2015    | 7.50%                     |        | 3.00%           |        | 7                        |        |



# OTHER SUPPLEMENTARY INFORMATION



**CITY OF ST. GABRIEL, LOUISIANA**  
**GENERAL FUND**

**SCHEDULE OF REVENUES - BUDGET (GAAP BASIS) AND ACTUAL**

For the year ended June 30, 2023

|                       | <b>Original<br/>Budget</b> | <b>Final<br/>Budget</b> | <b>Actual</b>        | <b>Variance -<br/>positive<br/>(negative)</b> |
|-----------------------|----------------------------|-------------------------|----------------------|---|
| <b>REVENUES</b>       |                            |                         |                      |   |
| Taxes:                |                            |                         |                      |   |
| Sales                 | \$ 5,475,000               | \$ 7,180,000            | \$ 7,810,330         | \$ 630,330                                    |
| Ad valorem            | 3,895,000                  | 3,895,000               | 4,147,582            | 252,582                                       |
| Video poker           | 450,000                    | 650,000                 | 759,613              | 109,613                                       |
| Franchise             |                            |                         |                      |   |
| Telephone             | 12,500                     | 12,500                  | 16,404               | 3,904   |
| Cable TV              | 25,000                     | 25,000                  | 23,168               | (1,832)                                       |
| Intergovernmental:    |                            |                         |                      |   |
| Federal grants        | 1,380,000                  | 1,383,000               | -                    | (1,383,000)                                   |
| Local grants          | -                          | -                       | 34,272               | 34,272  |
| Licenses and permits  | 382,500                    | 377,500                 | 413,785              | 36,285  |
| Fines                 | 600,000                    | 300,000                 | 239,702              | (60,298)                                      |
| Charges for services  | 450,000                    | 92,000                  | 122,469              | 30,469  |
| Other:                |                            |                         |                      |   |
| Interest              | 5,000                      | 130,000                 | 171,770              | 41,770  |
| Miscellaneous         | 25,000                     | 25,000                  | 55,342               | 30,342  |
| <b>Total revenues</b> | <b>\$ 12,700,000</b>       | <b>\$ 14,070,000</b>    | <b>\$ 13,794,437</b> | <b>\$ (275,563)</b>                           |

**CITY OF ST. GABRIEL, LOUISIANA**  
**GENERAL FUND**

**SCHEDULE OF DEPARTMENTAL EXPENDITURES**  
**BUDGET (GAAP BASIS) AND ACTUAL**

For the year ended June 30, 2023

|                                 | <b>Original<br/>Budget</b> | <b>Final<br/>Budget</b> | <b>Actual</b>    | <b>Variance -<br/>positive<br/>(negative)</b> |
|---------------------------------|----------------------------|-------------------------|------------------|---|
| <b>GENERAL GOVERNMENT</b>       |                            |                         |                  |   |
| Salaries                        | \$ 758,700                 | \$ 758,700              | \$ 713,210       | \$ 45,490                                     |
| Payroll taxes                   | 28,600                     | 28,600                  | 24,527           | 4,073   |
| Municipal retirement            | 197,000                    | 197,000                 | 160,953          | 36,047  |
| Travel                          | 31,500                     | 31,500                  | 5,024            | 26,476  |
| Dues and subscriptions          | 16,100                     | 16,100                  | 14,648           | 1,452   |
| Legal and professional          | 690,000                    | 665,000                 | 578,959          | 86,041  |
| Contract labor                  | 64,000                     | 64,000                  | 88,102           | (24,102)                                      |
| Insurance                       | 440,000                    | 505,000                 | 513,142          | (8,142)                                       |
| Building maintenance            | 1,500                      | 1,500                   | 21,079           | (19,579)                                      |
| Vehicle fuel                    | 17,500                     | 17,500                  | -                | 17,500  |
| Office supplies                 | 147,200                    | 147,200                 | 207,181          | (59,981)                                      |
| Vehicle maintenance             | 1,200                      | 1,200                   | 17,158           | (15,958)                                      |
| Telephone                       | 35,500                     | 25,500                  | 11,024           | 14,476  |
| Utilities                       | 115,000                    | 130,000                 | 127,359          | 2,641   |
| Council projects                | 100,000                    | 100,000                 | 381,151          | (281,151)                                     |
| Other                           | 206,000                    | 196,000                 | 232,507          | (36,507)                                      |
|                                 | <u>2,849,800</u>           | <u>2,884,800</u>        | <u>3,096,024</u> | <u>(211,224)</u>                              |
| <b>TOTAL general government</b> |                            |                         |                  |   |
| <b>PUBLIC SAFETY</b>            |                            |                         |                  |   |
| Salaries                        | 1,267,000                  | 1,142,000               | 1,180,044        | (38,044)                                      |
| Payroll taxes                   | 38,000                     | 28,000                  | 31,389           | (3,389)                                       |
| Police retirement               | 370,000                    | 300,000                 | 288,593          | 11,407  |
| Insurance                       | 330,000                    | 390,000                 | 432,736          | (42,736)                                      |
| Travel                          | 4,000                      | 4,000                   | 887              | 3,113   |
| Uniforms                        | 10,000                     | 15,000                  | 12,488           | 2,512   |
| Training                        | 4,000                      | 4,000                   | 2,100            | 1,900   |
| Office supplies                 | 20,000                     | 30,000                  | 38,202           | (8,202)                                       |
| Telephone                       | 20,000                     | 20,000                  | 18,026           | 1,974   |
| Vehicle fuel                    | 65,000                     | 80,000                  | 73,368           | 6,632   |
| Vehicle maintenance             | 20,000                     | 65,000                  | 74,135           | (9,135)                                       |
| Equipment maintenance           | 20,000                     | 5,000                   | 2,738            | 2,262   |
| Field supplies                  | 5,000                      | 5,000                   | 8,495            | (3,495)                                       |
| Rent and utilities              | 30,000                     | 45,000                  | 36,973           | 8,027   |
| Other                           | 83,500                     | 173,000                 | 72,720           | 100,280                                       |
|                                 | <u>2,286,500</u>           | <u>2,306,000</u>        | <u>2,272,894</u> | <u>33,106</u>                                 |
| <b>TOTAL public safety</b>      |                            |                         |                  |   |

**CITY OF ST. GABRIEL, LOUISIANA  
GENERAL FUND**

**SCHEDULE OF DEPARTMENTAL EXPENDITURES  
BUDGET (GAAP BASIS) AND ACTUAL**

For the year ended June 30, 2023

|   | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual</u>       | <u>Variance -<br/>positive<br/>(negative)</u> |
|---|----------------------------|-------------------------|---------------------|---|
| <b>STREETS AND SANITATION</b>           |                            |                         |                     |   |
| Salaries                                | \$ 819,000                 | \$ 880,000              | \$ 851,440          | \$ 28,560                                     |
| Payroll taxes                           | 25,000                     | 25,000                  | 25,677              | (677)   |
| Municipal retirement                    | 242,000                    | 242,000                 | 211,034             | 30,966  |
| Insurance                               | 140,000                    | 150,000                 | 125,106             | 24,894  |
| Contract labor                          | 40,000                     | 40,000                  | 192,475             | (152,475)                                     |
| Equipment maintenance                   | 60,000                     | 75,000                  | 39,825              | 35,175  |
| Street and building maintenance         | 732,500                    | 732,500                 | 38,559              | 693,941                                       |
| Utilities                               | 22,000                     | 22,000                  | 13,368              | 8,632   |
| Vehicle fuel                            | 30,000                     | 70,000                  | 51,969              | 18,031  |
| Supplies                                | 151,000                    | 151,000                 | 272,395             | (121,395)                                     |
| Training                                | 2,000                      | 2,000                   | -                   | 2,000   |
| Other                                   | 192,000                    | 162,000                 | 113,287             | 48,713  |
|   | <u>2,455,500</u>           | <u>2,551,500</u>        | <u>1,935,135</u>    | <u>616,365</u>                                |
| <b>SOCIAL AND RECREATIONAL SERVICES</b> |                            |                         |                     |   |
| Salaries                                | 383,000                    | 383,000                 | 247,583             | 135,417                                       |
| Payroll taxes                           | 15,000                     | 15,000                  | 15,403              | (403)   |
| Municipal retirement                    | 94,000                     | 94,000                  | 26,287              | 67,713  |
| Insurance                               | 15,100                     | 15,100                  | 16,512              | (1,412)                                       |
| Equipment maintenance                   | 30,000                     | 30,000                  | 24,054              | 5,946   |
| Building maintenance                    | 40,000                     | 65,000                  | 37,724              | 27,276  |
| Vehicle fuel                            | 7,500                      | 7,500                   | -                   | 7,500   |
| Supplies                                | 41,000                     | 41,000                  | 37,165              | 3,835   |
| Contract labor                          | 27,500                     | 27,500                  | 37,798              | (10,298)                                      |
| Other                                   | 127,200                    | 192,200                 | 235,852             | (43,652)                                      |
|   | <u>780,300</u>             | <u>870,300</u>          | <u>678,378</u>      | <u>191,922</u>                                |
| <b>DEBT SERVICE</b>                     |                            |                         |                     |   |
|   | <u>454,600</u>             | <u>454,600</u>          | <u>526,275</u>      | <u>(71,675)</u>                               |
| <b>CAPITAL OUTLAY</b>                   |                            |                         |                     |   |
|   | <u>404,500</u>             | <u>329,500</u>          | <u>697,129</u>      | <u>(367,629)</u>                              |
| Total expenditures                      | <u>\$ 9,231,200</u>        | <u>\$ 9,396,700</u>     | <u>\$ 9,205,835</u> | <u>\$ 190,865</u>                             |

**CITY OF ST. GABRIEL, LOUISIANA**  
**CAPITAL PROJECTS FUND - MAJOR FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

For the year ended June 30, 2023

|                                      | <b>Original<br/>Budget</b> | <b>Final<br/>Budget</b> | <b>Actual</b>       | <b>Variance -<br/>positive<br/>(negative)</b> |
|--------------------------------------|----------------------------|-------------------------|---------------------|---|
| <b>REVENUES</b>                      |                            |                         |                     |   |
| Intergovernmental                    | \$ 3,496,000               | \$ 750,000              | \$ 2,308,568        | \$ 1,558,568                                  |
| Other:                               |                            |                         |                     |   |
| Interest earnings                    | -                          | 15,000                  | 14,310              | (690)   |
| Total revenues                       | <u>3,496,000</u>           | <u>765,000</u>          | <u>2,322,878</u>    | <u>1,557,878</u>                              |
| <b>EXPENDITURES</b>                  |                            |                         |                     |   |
| Current function:                    |                            |                         |                     |   |
| Streets and sanitation               | -                          | -                       | 50,000              | (50,000)                                      |
| Capital outlay                       | <u>9,805,000</u>           | <u>4,080,000</u>        | <u>4,442,341</u>    | <u>(362,341)</u>                              |
| Total expenditures                   | <u>9,805,000</u>           | <u>4,080,000</u>        | <u>4,492,341</u>    | <u>(412,341)</u>                              |
| Excess of expenditures over revenues | (6,309,000)                | (3,315,000)             | (2,169,463)         | 1,970,219                                     |
| <b>OTHER FINANCING SOURCES</b>       |                            |                         |                     |   |
| Transfers in                         | <u>5,250,000</u>           | <u>5,250,000</u>        | <u>5,250,000</u>    | <u>-</u>                                      |
| Net change in fund balance           | (1,059,000)                | 1,935,000               | 3,080,537           | <u>\$ 1,970,219</u>                           |
| <b>FUND BALANCE</b>                  |                            |                         |                     |   |
| Beginning of year                    | <u>3,053,863</u>           | <u>3,053,863</u>        | <u>3,053,863</u>    |   |
| End of year                          | <u>\$ 1,994,863</u>        | <u>\$ 4,988,863</u>     | <u>\$ 6,134,400</u> |   |

**CITY OF ST. GABRIEL, LOUISIANA**  
**DEBT SERVICE FUND - MAJOR FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

For the year ended June 30, 2023

|                                | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual</u>       | <u>Variance -<br/>positive<br/>(negative)</u> |
|--------------------------------|----------------------------|-------------------------|---------------------|---|
| <b>EXPENDITURES</b>            |                            |                         |                     |   |
| Debt service                   | \$ 840,000                 | \$ 840,000              | \$ 837,915          | \$ 2,085                                      |
| <b>OTHER FINANCING SOURCES</b> |                            |                         |                     |   |
| Transfers in:                  |                            |                         |                     |   |
| General Fund                   | 850,000                    | 850,000                 | 850,000             | -   |
| Net change in fund balance     | 10,000                     | 10,000                  | 12,085              | <u>\$ 2,085</u>                               |
| <b>FUND BALANCE</b>            |                            |                         |                     |   |
| Beginning of year              | <u>2,184,340</u>           | <u>2,184,340</u>        | <u>2,184,340</u>    |   |
| End of year                    | <u>\$ 2,194,340</u>        | <u>\$ 2,194,340</u>     | <u>\$ 2,196,425</u> |   |

**CITY OF ST. GABRIEL, LOUISIANA  
UNIVERSITY CLUB CENTER  
ECONOMIC DEVELOPMENT DISTRICT FUND  
NONMAJOR SPECIAL REVENUE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

For the year ended June 30, 2023

|                     | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual</u>     | <u>Variance -<br/>positive<br/>(negative)</u> |
|---------------------|----------------------------|-------------------------|-------------------|---|
| <b>REVENUES</b>     |                            |                         |                   |   |
| Sales tax           | \$ 10,000                  | \$ 45,000               | \$ 77,245         | \$ 32,245                                     |
| <b>FUND BALANCE</b> |                            |                         |                   |   |
| Beginning of year   | <u>142,028</u>             | <u>142,028</u>          | <u>142,028</u>    |   |
| End of year         | <u>\$ 152,028</u>          | <u>\$ 187,028</u>       | <u>\$ 219,273</u> |   |

**CITY OF ST. GABRIEL, LOUISIANA**  
**SCHEDULE OF COMPENSATION, BENEFITS AND**  
**OTHER PAYMENTS TO AGENCY HEAD**

For the year ended June 30, 2023

**Agency Head:** Lionel Johnson, Jr. Mayor

| <b>Purpose</b>        | <b>Amount</b> |
|-----------------------|---------------|
| Salary                | \$ 93,000     |
| Benefits - insurance  | 19,662        |
| Benefits - retirement | 27,435        |
| Reimbursements        | 3,059         |
| Travel                | 528           |
| Total                 | \$ 143,684    |

**CITY OF ST. GABRIEL, LOUISIANA**  
**ACT 87 JUSTICE SYSTEM FUNDING SCHEDULE**  
**COLLECTING ENTITY**

For the year ended June 30, 2023

| <u>Primary Government</u>  | <b>First Six Month<br/>Period Ending,<br/>December 31, 2022</b> | <b>Second Six Month<br/>Period Ending,<br/>June 30, 2023</b> |
|--|---|--|
| <b>BEGINNING BALANCE OF AMOUNTS COLLECTED</b>                          | \$ 380  | \$ 179   |
| <b>COLLECTIONS:</b>  |   |  |
| Civil Fees   | <u>31,733</u>   | <u>161,549</u>   |
| <b>DISBURSEMENTS TO GOVERNMENTS AND NON-PROFITS:</b>                   |   |  |
| Louisiana Commission on Law Enforcement, Traffic fines                 | 339   | 1,140  |
| Louisiana Trauma Head and Spinal Cord Injury Trust Fund, Traffic fines | 865   | 2,885  |
| Louisiana Supreme Court, Traffic fines                                 | <u>86</u>   | <u>264</u>   |
| <b>TOTAL DISBURSEMENTS</b>   | <u>1,290</u>  | <u>4,289</u>   |
| <b>AMOUNTS "SELF-DISBURSED" TO COLLECTING AGENCY</b>                   | <u>30,644</u>   | <u>155,865</u>   |
| <b>DISBURSEMENTS/RETAINAGE</b>   | <u>31,934</u>   | <u>160,154</u>   |
| <b>TOTAL ENDING BALANCE OF AMOUNTS COLLECTED AND NOT DISBURSED</b>     | <u>\$ 179</u>   | <u>\$ 1,574</u>  |



# STATISTICAL SECTION



# CITY OF ST. GABRIEL, LOUISIANA

## STATISTICAL SECTION

June 30, 2023

This section, which is composed of accounting and non-accounting data, is presented in order to provide the reader with additional information as an aid to understanding the financial activities of the governmental unit.

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## CITY OF ST. GABRIEL, LOUISIANA

NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS

(accrual basis of accounting)

(in thousands)

|  | FISCAL YEAR      |                  |                  |                  |                  |                  |                  |                  |                  |                  |
|--|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
|  | <u>2023</u>      | <u>2022</u>      | <u>2021</u>      | <u>2020</u>      | <u>2019</u>      | <u>2018</u>      | <u>2017</u>      | <u>2016</u>      | <u>2015 (1)</u>  | <u>2014</u>      |
| Governmental activities                          |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Net investment in capital assets                 | \$ 13,674        | \$ 10,112        | \$ 12,770        | \$ 10,911        | \$ 7,987         | \$ 10,756        | \$ 8,361         | \$ 4,059         | \$ 3,052         | \$ 5,137         |
| Restricted                                       | 11,253           | 8,128            | 5,245            | 5,181            | 5,823            | 3,187            | 3,201            | 4,148            | 4,958            | 3,360            |
| Unrestricted                                     | 5,555            | 6,688            | 4,560            | 3,686            | 3,536            | 2,136            | 2,401            | 1,738            | 1,544            | (2,583)          |
| Total governmental activities net position       | <u>30,482</u>    | <u>24,928</u>    | <u>22,575</u>    | <u>19,778</u>    | <u>17,346</u>    | <u>16,079</u>    | <u>13,963</u>    | <u>9,945</u>     | <u>9,554</u>     | <u>5,914</u>     |
| Business-type activities                         |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Net investment in capital assets                 | 2,988            | 3,194            | 1,025            | 2,870            | 3,602            | 3,769            | 4,016            | 3,855            | 5,926            | 5,741            |
| Restricted                                       | 2,238            | 2,172            | 2,172            | 2,173            | 2,148            | 2,033            | 2,095            | 2,209            | 207              | 189              |
| Unrestricted                                     | 149              | 112              | 1,402            | 678              | 400              | 274              | 102              | 39               | 14               | 30               |
| Total business-type activities net position      | <u>5,375</u>     | <u>5,478</u>     | <u>4,599</u>     | <u>5,721</u>     | <u>6,150</u>     | <u>6,076</u>     | <u>6,213</u>     | <u>6,103</u>     | <u>6,147</u>     | <u>5,960</u>     |
| Primary government                               |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  |
| Net investment in capital assets                 | 16,662           | 13,306           | 13,795           | 13,781           | 11,589           | 14,525           | 12,377           | 7,914            | 8,978            | 10,878           |
| Restricted                                       | 13,491           | 10,300           | 7,417            | 7,354            | 7,971            | 5,220            | 5,296            | 6,357            | 5,165            | 3,549            |
| Unrestricted                                     | 5,704            | 6,800            | 5,962            | 4,364            | 3,936            | 2,410            | 2,503            | 1,777            | 1,558            | (2,553)          |
| Total primary government activities net position | <u>\$ 35,857</u> | <u>\$ 30,406</u> | <u>\$ 27,174</u> | <u>\$ 25,499</u> | <u>\$ 23,496</u> | <u>\$ 22,155</u> | <u>\$ 20,176</u> | <u>\$ 16,048</u> | <u>\$ 15,701</u> | <u>\$ 11,874</u> |

(1) Net assets restated due to implementation of GASB 68.

## CITY OF ST. GABRIEL, LOUISIANA

CHANGES IN NET POSITION/ASSETS  
LAST TEN FISCAL YEARS

|   | FISCAL YEAR   |               |              |               |               |               |               |               |               |              |
|---|---------------|---------------|--------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------|
|   | 2023          | 2022          | 2021         | 2020          | 2019          | 2018          | 2017          | 2016          | 2015          | 2014         |
| <b>Expenses</b>                                 |               |               |              |               |               |               |               |               |               |              |
| Governmental activities                         |               |               |              |               |               |               |               |               |               |              |
| General government                              | \$ 5,411      | \$ 3,300      | \$ 3,047     | \$ 3,550      | \$ 3,657      | \$ 2,893      | \$ 2,550      | \$ 1,304      | \$ 2,753      | \$ 2,771     |
| Public safety                                   | 2,851         | 2,285         | 2,663        | 3,034         | 2,577         | 2,657         | 2,884         | 3,361         | 1,864         | 1,709        |
| Streets and sanitation                          | 1,808         | 2,358         | 1,886        | 1,843         | 1,765         | 1,825         | 1,934         | 1,806         | 1,889         | 1,407        |
| Culture and recreation                          | 135           | 518           | 603          | 720           | 917           | 967           | 1,227         | 841           | 899           | 723          |
| Economic development                            | -             | -             | -            | -             | -             | -             | 21            | 1,070         | 1,281         | 872          |
| Interest on long-term debt                      | 484           | 578           | 529          | 577           | 601           | 614           | 756           | 759           | 482           | 497          |
| Total governmental activities                   | <u>10,689</u> | <u>9,039</u>  | <u>8,728</u> | <u>9,724</u>  | <u>9,517</u>  | <u>8,956</u>  | <u>9,372</u>  | <u>9,141</u>  | <u>9,168</u>  | <u>7,979</u> |
| Business-type activities                        |               |               |              |               |               |               |               |               |               |              |
| Waste water treatment facilities                | <u>1,657</u>  | <u>1,579</u>  | <u>1,080</u> | <u>1,285</u>  | <u>1,164</u>  | <u>1,222</u>  | <u>1,420</u>  | <u>1,337</u>  | <u>849</u>    | <u>920</u>   |
| Total primary government expenses               | <u>12,346</u> | <u>10,618</u> | <u>9,808</u> | <u>11,009</u> | <u>10,681</u> | <u>10,178</u> | <u>10,792</u> | <u>10,478</u> | <u>10,017</u> | <u>8,899</u> |
| <b>Program Revenues</b>                         |               |               |              |               |               |               |               |               |               |              |
| Governmental activities                         |               |               |              |               |               |               |               |               |               |              |
| Charges for services:                           |               |               |              |               |               |               |               |               |               |              |
| General government                              | 415           | 509           | 557          | 422           | 564           | 372           | 329           | 299           | 392           | 540          |
| Public safety                                   | 302           | 426           | 605          | 924           | 933           | 855           | 972           | 739           | 522           | 684          |
| Culture and recreation                          | 59            | 68            | 13           | 41            | 53            | 65            | 54            | 76            | 65            | 55           |
| Operating grants and contributions              | 25            | 25            | -            | 11            | 65            | 17            | -             | -             | -             | -            |
| Capital grants and contributions                | <u>3,252</u>  | <u>531</u>    | <u>338</u>   | <u>1,102</u>  | <u>-</u>      | <u>1,639</u>  | <u>3,116</u>  | <u>180</u>    | <u>507</u>    | <u>1,304</u> |
| Total governmental activities program revenues  | <u>4,053</u>  | <u>1,559</u>  | <u>1,513</u> | <u>2,500</u>  | <u>1,615</u>  | <u>2,948</u>  | <u>4,471</u>  | <u>1,294</u>  | <u>1,486</u>  | <u>2,583</u> |
| Business-type activities                        |               |               |              |               |               |               |               |               |               |              |
| Charges for Services                            |               |               |              |               |               |               |               |               |               |              |
| Waste water treatment facilities                | 272           | 305           | 293          | 270           | 285           | 250           | 243           | 274           | 195           | 154          |
| Capital grants and contributions                | <u>214</u>    | <u>-</u>      | <u>-</u>     | <u>1,000</u>  | <u>-</u>      | <u>-</u>      | <u>126</u>    | <u>207</u>    | <u>17</u>     | <u>88</u>    |
| Total business-type activities program revenues | <u>486</u>    | <u>305</u>    | <u>293</u>   | <u>1,270</u>  | <u>285</u>    | <u>250</u>    | <u>369</u>    | <u>481</u>    | <u>212</u>    | <u>242</u>   |
| Total primary government total revenues         | <u>4,539</u>  | <u>1,864</u>  | <u>1,806</u> | <u>3,770</u>  | <u>1,900</u>  | <u>3,198</u>  | <u>4,840</u>  | <u>1,775</u>  | <u>1,698</u>  | <u>2,825</u> |

## CITY OF ST. GABRIEL, LOUISIANA

CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS

|   | FISCAL YEAR     |                 |                 |                 |                 |                 |                 |                |                 |                 |
|---|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|----------------|-----------------|-----------------|
|   | 2023            | 2022            | 2021            | 2020            | 2019            | 2018            | 2017            | 2016           | 2015            | 2014            |
| Net (expense)/revenue:  |                 |                 |                 |                 |                 |                 |                 |                |                 |                 |
| Governmental activities                                       | \$ (6,637)      | \$ (7,481)      | \$ (7,215)      | \$ (7,224)      | \$ (7,902)      | \$ (6,008)      | \$ (7,846)      | \$ (7,846)     | \$ (5,396)      | \$ (4,552)      |
| Business-type activities                                      | (1,170)         | (1,274)         | (1,123)         | (1,015)         | (879)           | (972)           | (1,051)         | (856)          | (678)           | (763)           |
| Total primary government net revenue (expense)                | <u>(7,807)</u>  | <u>(8,755)</u>  | <u>(8,338)</u>  | <u>(8,239)</u>  | <u>(8,781)</u>  | <u>(6,980)</u>  | <u>(8,897)</u>  | <u>(6,074)</u> | <u>(6,074)</u>  | <u>(5,315)</u>  |
| <b>General Revenues and Other Changes<br/>in Net Position</b> |                 |                 |                 |                 |                 |                 |                 |                |                 |                 |
| Governmental activities                                       |                 |                 |                 |                 |                 |                 |                 |                |                 |                 |
| Taxes:  |                 |                 |                 |                 |                 |                 |                 |                |                 |                 |
| Property  | 4,148           | 3,897           | 3,717           | 3,469           | 3,405           | 3,271           | 3,600           | 3,597          | 4,048           | 3,045           |
| Sales   | 7,887           | 6,843           | 5,505           | 5,914           | 5,592           | 4,878           | 5,606           | 4,624          | 3,169           | 3,939           |
| Video poker   | 760             | 819             | 570             | 451             | 479             | 449             | 522             | 446            | 474             | 533             |
| Franchise and other   | 40              | 41              | 41              | 37              | 37              | 41              | 48              | 48             | 39              | 39              |
| Unrestricted grants and contributions                         | 157             | 378             | 171             | 200             | 418             | 218             | 214             | 215            | 25              | 72              |
| Investment earnings   | 186             | 8               | 3               | 105             | 140             | 67              | 26              | 7              | 3               | 2               |
| Proceeds from insurance                                       | -               | -               | -               | -               | -               | -               | -               | -              | -               | 5               |
| Miscellaneous   | 13              | -               | 5               | 40              | 18              | -               | 49              | 49             | 34              | 10              |
| Transfers from (to) other funds                               | (1,000)         | 500             | -               | (560)           | (920)           | (800)           | (1,110)         | (750)          | (800)           | (900)           |
| Transfers of capital assets to other funds                    | -               | (2,652)         | -               | -               | -               | -               | -               | -              | -               | -               |
| Total governmental activities general revenues                | <u>12,191</u>   | <u>9,834</u>    | <u>10,012</u>   | <u>9,656</u>    | <u>9,169</u>    | <u>8,124</u>    | <u>8,955</u>    | <u>8,236</u>   | <u>6,992</u>    | <u>6,745</u>    |
| Business-type activities                                      |                 |                 |                 |                 |                 |                 |                 |                |                 |                 |
| Unrestricted grants and contributions                         | -               | -               | -               | -               | 5               | -               | -               | -              | -               | -               |
| Investment earnings   | 67              | 1               | 1               | 26              | -               | -               | -               | -              | -               | -               |
| Recovery of bad debt  | -               | -               | -               | -               | 28              | 36              | 50              | 63             | -               | -               |
| Transfers to other funds                                      | 1,000           | (500)           | -               | -               | -               | -               | -               | -              | -               | -               |
| Transfers of capital assets from other funds                  | -               | 2,652           | -               | 560             | 920             | 800             | 1,110           | 750            | 800             | 900             |
| Total business-type activities general revenues               | <u>1,067</u>    | <u>2,153</u>    | <u>1</u>        | <u>586</u>      | <u>953</u>      | <u>836</u>      | <u>1,160</u>    | <u>813</u>     | <u>800</u>      | <u>900</u>      |
| Total primary government general revenues                     | <u>13,258</u>   | <u>11,987</u>   | <u>10,013</u>   | <u>10,242</u>   | <u>10,122</u>   | <u>8,960</u>    | <u>10,115</u>   | <u>9,049</u>   | <u>7,792</u>    | <u>7,645</u>    |
| <b>Change in Net Position</b>                                 |                 |                 |                 |                 |                 |                 |                 |                |                 |                 |
| Governmental activities                                       | <u>5,554</u>    | <u>2,353</u>    | <u>2,797</u>    | <u>2,432</u>    | <u>1,267</u>    | <u>2,116</u>    | <u>4,006</u>    | <u>1,109</u>   | <u>1,596</u>    | <u>2,193</u>    |
| Business-type activities                                      | <u>(103)</u>    | <u>879</u>      | <u>(1,122)</u>  | <u>(429)</u>    | <u>74</u>       | <u>(136)</u>    | <u>109</u>      | <u>(43)</u>    | <u>122</u>      | <u>137</u>      |
| Total change in net position                                  | <u>\$ 5,451</u> | <u>\$ 3,232</u> | <u>\$ 1,675</u> | <u>\$ 2,003</u> | <u>\$ 1,341</u> | <u>\$ 1,980</u> | <u>\$ 4,115</u> | <u>\$ 347</u>  | <u>\$ 1,718</u> | <u>\$ 2,330</u> |

**CITY OF ST. GABRIEL, LOUISIANA**  
**GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE**  
**LAST TEN FISCAL YEARS**

(accrual basis of accounting)  
(in thousands)

| Fiscal<br>Year | Sales<br>Taxes | Property<br>Taxes | Video poker<br>Taxes | Franchise<br>and other<br>Taxes | Total     |
|----------------|----------------|-------------------|----------------------|---------------------------------|-----------|
| 2023           | \$ 7,887       | \$ 4,147          | \$ 760               | \$ 40                           | \$ 12,834 |
| 2022           | 6,843          | 3,897             | 819                  | 41                              | 11,600    |
| 2021           | 5,505          | 3,717             | 570                  | 41                              | 9,833     |
| 2020           | 5,914          | 3,469             | 451                  | 37                              | 9,871     |
| 2019           | 5,592          | 3,405             | 479                  | 37                              | 9,513     |
| 2018           | 4,878          | 3,271             | 449                  | 40                              | 8,638     |
| 2017           | 5,606          | 3,600             | 522                  | 49                              | 9,777     |
| 2016           | 4,624          | 3,597             | 446                  | 48                              | 8,715     |
| 2015           | 8,083          | 3,528             | 433                  | 41                              | 12,085    |
| 2014           | 4,048          | 3,169             | 474                  | 40                              | 7,731     |

**CITY OF ST. GABRIEL, LOUISIANA**

**FUND BALANCES OF GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS**

(modified accrual basis of accounting)  
(in thousands)

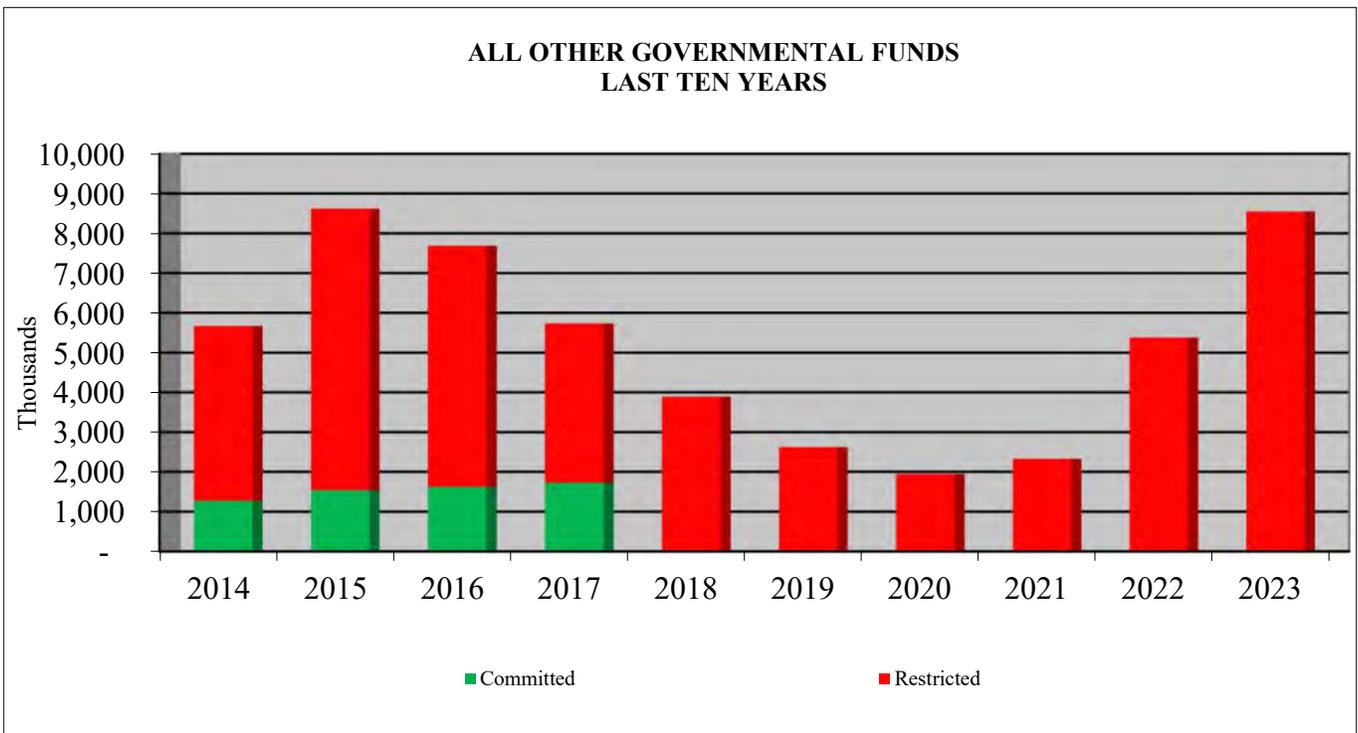
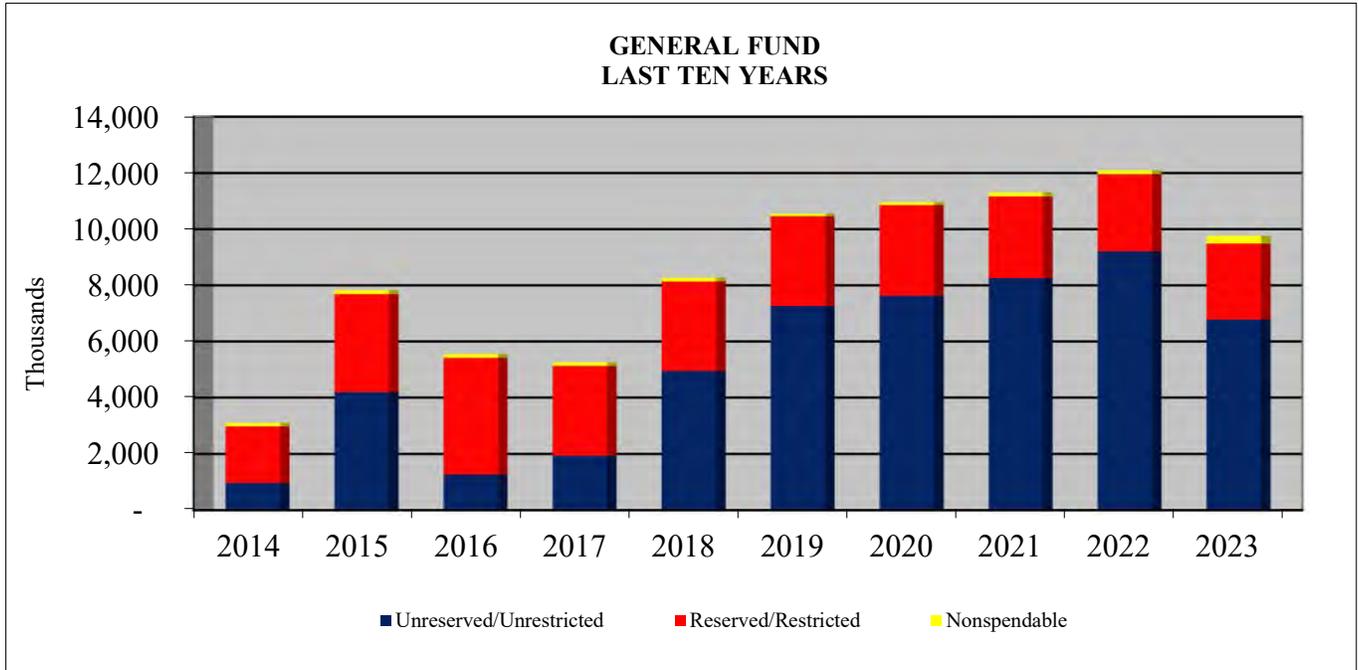
| Fiscal<br>Year | GENERAL FUND |            |            |          | ALL OTHER GOVERNMENTAL FUNDS |            |   |
|----------------|--------------|------------|------------|----------|------------------------------|------------|---|
|                | Nonspendable | Restricted | Unassigned | Total    | Committed                    | Restricted | Total<br>all other<br>Governmental<br>Funds |
| 2023           | \$ 277       | \$ 2,703   | \$ 6,780   | \$ 9,760 | \$ -                         | \$ 8,550   | \$ 8,550                                    |
| 2022           | 138          | 2,748      | 9,209      | 12,095   | -                            | 5,380      | 5,380                                       |
| 2021           | 141          | 2,918      | 8,250      | 11,309   | -                            | 2,327      | 2,327                                       |
| 2020           | 107          | 3,235      | 7,621      | 10,963   | -                            | 1,947      | 1,947                                       |
| 2019           | 93           | 3,200      | 7,261      | 10,554   | -                            | 2,623      | 2,623                                       |
| 2018           | 141          | 3,187      | 4,951      | 8,279    | -                            | 3,893      | 3,893                                       |
| 2017           | 132          | 3,201      | 1,931      | 5,264    | 1,729                        | 4,007      | 5,736                                       |
| 2016           | 143          | 4,148      | 1,269      | 5,560    | 1,620                        | 6,069      | 7,689                                       |
| 2015           | 142          | 3,487      | 4,197      | 7,826    | 1,540                        | 7,081      | 8,621                                       |
| 2014           | 127          | 2,011      | 966        | 3,104    | 1,269                        | 4,400      | 5,669                                       |

All fund balances in Debt Service Funds are reserved to pay future debt service.

**CITY OF ST. GABRIEL**

**FUND BALANCE BY GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS**

(modified accrual basis of accounting)



# CITY OF ST. GABRIEL, LOUISIANA

## CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS

(modified accrual basis of accounting)  
(in thousands)

|  | FISCAL YEAR |           |          |          |
|--|-------------|-----------|----------|----------|
|  | 2023        | 2022      | 2021     | 2020     |
| <b>REVENUES</b>  |             |           |          |          |
| Taxes  | \$ 12,834   | \$ 11,600 | \$ 9,832 | \$ 9,872 |
| Intergovernmental  | 2,343       | 536       | 170      | 1,126    |
| Licenses and permits   | 414         | 409       | 535      | 384      |
| Fines  | 240         | 411       | 605      | 924      |
| Charges for services   | 122         | 116       | -        | -        |
| Miscellaneous  | 241         | 163       | 155      | 318      |
| Total revenues   | 16,194      | 13,235    | 11,297   | 12,624   |
| <b>EXPENDITURES</b>  |             |           |          |          |
| Current function:  |             |           |          |          |
| General government   | 3,096       | 2,420     | 2,079    | 2,665    |
| Public safety  | 2,273       | 2,100     | 2,125    | 2,381    |
| Streets and sanitation                                       | 1,985       | 1,983     | 1,479    | 1,381    |
| Culture and recreation                                       | 678         | 464       | 391      | 549      |
| Economic development   | -           | -         | -        | -        |
| Debt service:  |             |           |          |          |
| Principal retirement   | 807         | 705       | 656      | 617      |
| Bond issuance cost   | -           | -         | 125      | -        |
| Interest   | 557         | 585       | 673      | 686      |
| Capital outlay   | 5,139       | 1,670     | 3,213    | 4,257    |
| Total expenditures   | 14,535      | 9,927     | 10,741   | 12,536   |
| Excess (deficiency) of revenues<br>over (under) expenditures | 1,659       | 3,308     | 556      | 88       |
| <b>OTHER FINANCING SOURCES (USES)</b>                        |             |           |          |          |
| Transfers in   | 6,100       | 4,585     | 4,010    | 3,063    |
| Proceeds from sale of capital assets                         | -           | -         | 33       | 10       |
| Proceeds from issuance of lease liabilities                  | 176         | -         | 6,510    | 143      |
| Proceeds from insurance recoveries                           | -           | 33        | 30       | 52       |
| Bond discount  | -           | -         | (46)     | -        |
| Payment to refund debt escrow agent                          | -           | -         | (6,360)  | -        |
| Transfers out  | (7,100)     | (4,085)   | (4,010)  | (3,623)  |
| Total other financing sources and uses                       | (824)       | 533       | 167      | (355)    |
| Net change in fund balances                                  | \$ 835      | \$ 3,841  | \$ 723   | \$ (267) |
| Debt service as a percentage<br>of noncapital expenditures   | 14.5%       | 15.6%     | 17.7%    | 15.7%    |

**CITY OF ST. GABRIEL, LOUISIANA**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**

(modified accrual basis of accounting)

(in thousands)

| FISCAL YEAR     |                |                   |                   |                 |                   |
|-----------------|----------------|-------------------|-------------------|-----------------|-------------------|
| <u>2019</u>     | <u>2018</u>    | <u>2017</u>       | <u>2016</u>       | <u>2015</u>     | <u>2014</u>       |
| \$ 9,513        | \$ 8,639       | \$ 9,776          | \$ 8,715          | \$ 11,652       | \$ 7,217          |
| 76              | 1,690          | 3,236             | 395               | 940             | 1,840             |
| 535             | 350            | 311               | 278               | 392             | 449               |
| 933             | 855            | 935               | 739               | 522             | 681               |
| -               | -              | -                 | -                 | -               | -                 |
| 314             | 205            | 135               | 156               | 73              | 155               |
| <u>11,371</u>   | <u>11,739</u>  | <u>14,393</u>     | <u>10,283</u>     | <u>13,579</u>   | <u>10,342</u>     |
| 2,680           | 2,368          | 2,230             | 2,394             | 2,518           | 2,144             |
| 2,213           | 2,093          | 2,491             | 1,887             | 1,731           | 1,622             |
| 1,459           | 1,402          | 1,348             | 1,343             | 1,295           | 1,485             |
| 740             | 662            | 641               | 658               | 701             | 641               |
| -               | -              | 12                | 1,050             | 1,194           | 713               |
| 592             | 576            | 545               | 530               | 400             | 325               |
| -               | -              | -                 | 88                | 396             | -                 |
| 701             | 719            | 723               | 735               | 496             | 499               |
| <u>1,352</u>    | <u>3,077</u>   | <u>6,766</u>      | <u>4,047</u>      | <u>4,534</u>    | <u>4,157</u>      |
| <u>9,737</u>    | <u>10,897</u>  | <u>14,756</u>     | <u>12,732</u>     | <u>13,265</u>   | <u>11,586</u>     |
| <u>1,634</u>    | <u>842</u>     | <u>(363)</u>      | <u>(2,449)</u>    | <u>314</u>      | <u>(1,244)</u>    |
| 680             | 2,298          | 3,435             | 4,922             | 1,954           | 3,303             |
| 58              | 72             | 40                | -                 | 53              | 34                |
| -               | 91             | -                 | -                 | 12,655          | -                 |
| 233             | -              | -                 | -                 | 3               | 3                 |
| -               | -              | -                 | -                 | (137)           | -                 |
| -               | -              | -                 | -                 | (4,338)         | -                 |
| <u>(1,600)</u>  | <u>(3,098)</u> | <u>(4,545)</u>    | <u>(5,672)</u>    | <u>(2,779)</u>  | <u>(4,103)</u>    |
| <u>(629)</u>    | <u>(637)</u>   | <u>(1,070)</u>    | <u>(750)</u>      | <u>7,411</u>    | <u>(763)</u>      |
| <u>\$ 1,005</u> | <u>\$ 205</u>  | <u>\$ (1,433)</u> | <u>\$ (3,199)</u> | <u>\$ 7,725</u> | <u>\$ (2,007)</u> |
| <u>15.4%</u>    | <u>16.6%</u>   | <u>15.9%</u>      | <u>14.6%</u>      | <u>10.3%</u>    | <u>11.1%</u>      |

**CITY OF ST. GABRIEL, LOUISIANA**  
**TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**

(modified accrual basis of accounting)  
(in thousands)

| Fiscal<br>Year | Sales<br>Taxes | Property<br>Taxes | Video Poker<br>Taxes | Franchise<br>and Other<br>Taxes | Total     |
|----------------|----------------|-------------------|----------------------|---------------------------------|-----------|
| 2023           | \$ 7,887       | \$ 4,147          | \$ 760               | \$ 40                           | \$ 12,834 |
| 2022           | 6,843          | 3,897             | 819                  | 41                              | 11,600    |
| 2021           | 5,504          | 3,717             | 570                  | 41                              | 9,832     |
| 2020           | 5,915          | 3,469             | 451                  | 37                              | 9,872     |
| 2019           | 5,592          | 3,405             | 479                  | 37                              | 9,513     |
| 2018           | 4,879          | 3,271             | 449                  | 40                              | 8,639     |
| 2017           | 5,606          | 3,600             | 522                  | 48                              | 9,776     |
| 2016           | 4,623          | 3,598             | 446                  | 48                              | 8,715     |
| 2015           | 7,650          | 3,528             | 433                  | 41                              | 11,652    |
| 2014           | 3,534          | 3,169             | 474                  | 40                              | 7,217     |

**CITY OF ST. GABRIEL, LOUISIANA**  
**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**

| Fiscal Year | Real Property | Personal Property | Public Service Property | Total Taxable Assessed Value | Total Direct Tax Rate - Millages | Estimated Actual Value | Ratio of Total Taxable Assessed Value to Total Estimated Actual Value* |
|-------------|---------------|-------------------|-------------------------|------------------------------|----------------------------------|------------------------|--|
| 2023        | \$ 27,523,840 | \$ 147,541,092    | \$ 70,884,205           | \$ 245,949,135               | 16.79                            | \$ 245,949,135         | 100%   |
| 2022        | 25,750,294    | 138,034,031       | 66,316,661              | 230,100,985                  | 16.79                            | 230,100,985            | 100%   |
| 2021        | 25,385,642    | 136,079,320       | 65,377,546              | 226,842,505                  | 16.79                            | 226,842,505            | 100%   |
| 2020        | 23,055,438    | 123,588,300       | 59,376,397              | 206,020,135                  | 16.84                            | 206,020,135            | 100%   |
| 2019        | 22,675,578    | 121,552,064       | 58,398,114              | 202,625,755                  | 16.84                            | 202,625,755            | 100%   |
| 2018        | 21,710,993    | 116,381,425       | 55,913,947              | 194,006,365                  | 16.84                            | 194,006,365            | 100%   |
| 2017        | 23,861,583    | 127,909,623       | 61,452,521              | 213,223,725                  | 16.84                            | 213,223,725            | 100%   |
| 2016        | 23,938,145    | 128,320,034       | 61,649,697              | 213,907,875                  | 16.84                            | 213,907,875            | 100%   |
| 2015        | 23,415,498    | 125,518,396       | 60,303,686              | 209,237,580                  | 16.84                            | 209,237,580            | 100%   |
| 2014        | 21,068,799    | 112,938,951       | 54,260,055              | 188,267,805                  | 16.84                            | 188,267,805            | 100%   |

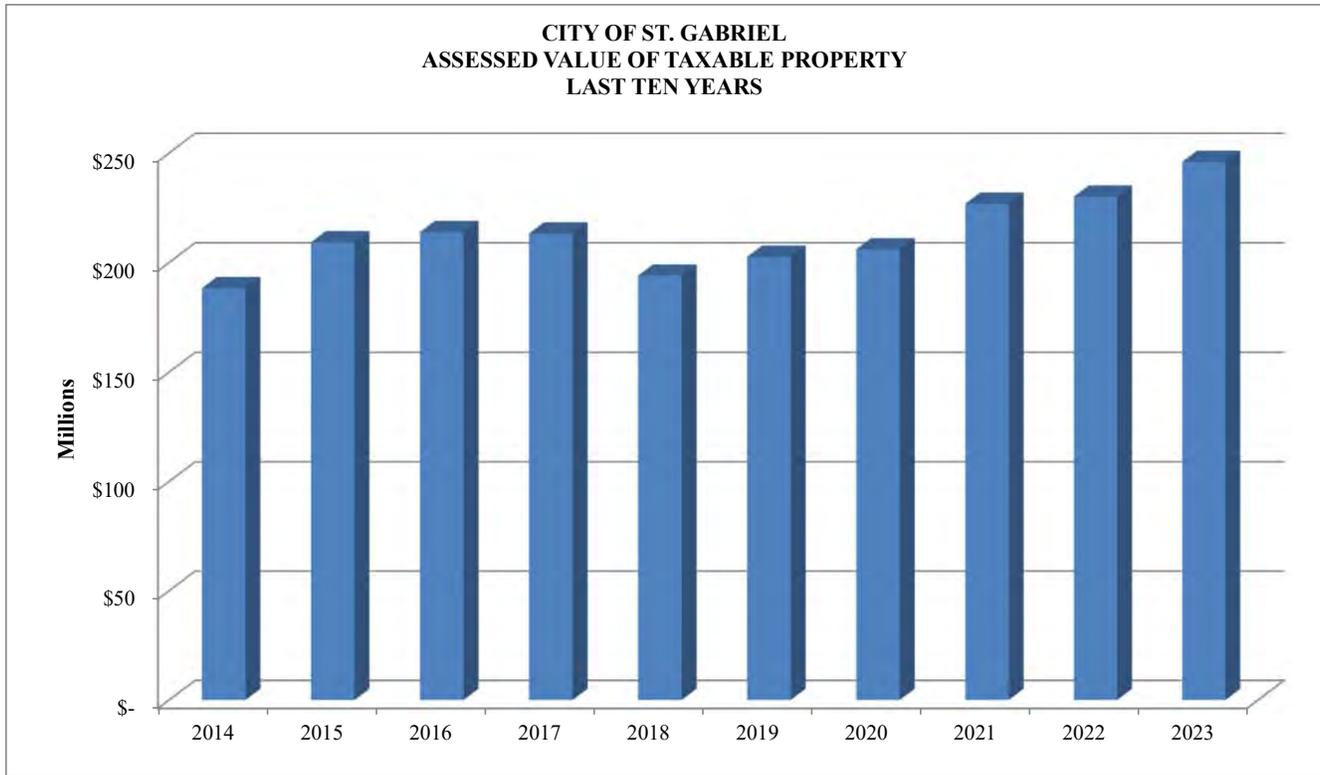
Source: City of St. Gabriel

\*Actual Valuation (Market Value) as Compared to Assessed Valuation

In Louisiana, the classification of property subject to ad valorem taxation and the percentage of fair market value applicable to each classification for the purpose of determining assessed value are as follows:

|                                      |     |
|--------------------------------------|-----|
| Land                                 | 10% |
| Improvements for Residential         | 10% |
| Improvements for Commercial          | 15% |
| Business Movable Property (Personal) | 15% |
| Public Service (Excluding Land)      | 25% |

**CITY OF ST. GABRIEL, LOUISIANA**  
**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN CALENDAR YEARS**



**CITY OF ST. GABRIEL, LOUISIANA**  
**PROPERTY TAX RATES AND TAX LEVIES**  
**DIRECT AND OVERLAPPING GOVERNMENTS**  
**LAST TEN FISCAL YEARS**

| Year | City of St. Gabriel |                        |                    | Overlapping Rates |                                   |                        |                   | Total Direct<br>and<br>Overlapping Rates |
|------|---------------------|------------------------|--------------------|-------------------|-----------------------------------|------------------------|-------------------|--|
|      | Operating           | Public<br>Improvements | Law<br>Enforcement | School<br>Board   | Iberville<br>Parish<br>Government | Assessment<br>District | Levee<br>District |  |
| 2023 | 6.82                | 9.97                   | 22.00              | 57.83             | 29.73                             | 2.06                   | 3.53              | 131.94                                   |
| 2022 | 6.82                | 9.97                   | 22.00              | 57.83             | 25.62                             | 2.06                   | 3.53              | 127.83                                   |
| 2021 | 6.82                | 9.97                   | 22.00              | 57.83             | 25.62                             | 2.06                   | 3.19              | 127.49                                   |
| 2020 | 6.84                | 10.00                  | 22.00              | 57.83             | 22.68                             | 2.06                   | 3.53              | 124.94                                   |
| 2019 | 6.84                | 10.00                  | 22.00              | 57.83             | 22.68                             | 2.06                   | 3.52              | 124.93                                   |
| 2018 | 6.84                | 10.00                  | 22.00              | 57.83             | 22.68                             | 2.06                   | 4.04              | 125.45                                   |
| 2017 | 6.84                | 10.00                  | 22.00              | 57.83             | 22.68                             | 2.06                   | 3.52              | 124.93                                   |
| 2016 | 6.84                | 10.00                  | 22.00              | 57.83             | 22.56                             | 2.06                   | 4.04              | 125.33                                   |
| 2015 | 6.84                | 10.00                  | 22.00              | 57.83             | 22.56                             | 2.06                   | 3.47              | 124.76                                   |
| 2014 | 6.84                | 10.00                  | 21.00              | 56.66             | 22.56                             | 2.06                   | 3.47              | 122.59                                   |

The tax levies represent the original levy of the Assessor and exclude the homestead exemption amounts.

All taxes are billed when assessment rolls are filed during the month of November of the current tax year. Taxes become delinquent on January 1 of the following year. Penalty for delinquent taxes is 1% per month. No discounts are allowed for taxes, and there is no provision for partial payments.

Source: Audited financial statements of each governmental entity shown above.

**CITY OF ST. GABRIEL, LOUISIANA**  
**PRINCIPAL PROPERTY TAXPAYERS**  
**CURRENT YEAR AND TEN YEARS AGO**

| Taxpayer                 | 2023                  |      |  | 2014                  |      |  |
|--------------------------|-----------------------|------|--|-----------------------|------|--|
|                          | Assessed Valuation    | Rank | Percentage of Total Assessed Valuation | Assessed Valuation    | Rank | Percentage of Total Assessed Valuation |
| Syngenta Crop Protection | \$ 66,576,940         | 1    | 7.50%                                  | \$ 31,231,400         | 5    | 7.51%                                  |
| CosMar Company           | 31,605,570            | 2    | 3.56%                                  | 20,317,210            | 6    | 4.89%                                  |
| Taminco, Inc             | 24,798,620            | 3    | 2.79%                                  | -                     |      | 0.00%                                  |
| Pioneer Americas LLC     | 22,818,050            | 4    | 2.57%                                  | 13,067,820            | 7    | 3.14%                                  |
| Mexichem Fluor, Inc      | 14,552,240            | 5    | 1.64%                                  | -                     |      | 0.00%                                  |
| Carville Energy, LLC     | 11,205,920            | 6    | 1.26%                                  | -                     |      | 0.00%                                  |
| PCS Nitrogen Fertilizer  | 11,011,170            | 7    | 1.24%                                  | -                     |      | 0.00%                                  |
| Total Petrochemicals     | 8,171,470             | 8    | 0.92%                                  | 10,448,850            | 9    | 2.51%                                  |
| Entergy Louisiana, LLC   | 6,140,230             | 9    | 0.69%                                  | 52,984,850            | 2    | 12.74%                                 |
| Equipment Share          | 4,430,540             | 10   | 0.50%                                  | -                     |      | 0.00%                                  |
| Dow Chemical Company     | -                     |      | 0.00%                                  | 139,904,980           | 1    | 33.64%                                 |
| Acadian Gas              | -                     |      | 0.00%                                  | 34,186,660            | 3    | 8.22%                                  |
| Georgia Gulf Corporation | -                     |      | 0.00%                                  | 31,566,130            | 4    | 7.59%                                  |
| INEOS                    | -                     |      | 0.00%                                  | 11,080,710            | 8    | 2.66%                                  |
| Marathon Petroleum       | -                     |      | 0.00%                                  | 10,258,210            | 10   | 2.47%                                  |
| Total                    | 201,310,750           |      | 22.67%                                 | 355,046,820           |      | 85.38%                                 |
| Others                   | 686,562,810           |      | 77.33%                                 | 60,796,540            |      | 14.62%                                 |
|                          | <u>\$ 887,873,560</u> |      | <u>100.00%</u>                         | <u>\$ 415,843,360</u> |      | <u>100.00%</u>                         |

Source: Iberville Parish Assessor's Office.

**CITY OF ST. GABRIEL, LOUISIANA**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN YEARS**

| Year | Total<br>Tax Levy | Collections  | Percent<br>of Levy<br>Collected | Collections in<br>Subsequent<br>Years | Total Tax<br>Collections | Ratio of Total<br>Collections<br>to Tax Levy |
|------|-------------------|--------------|---------------------------------|---------------------------------------|--------------------------|--|
| 2023 | \$ 4,124,208      | \$ 4,147,582 | 100.57%                         | \$ -                                  | \$ 4,147,582             | 100.57%                                      |
| 2022 | 3,863,397         | 3,896,805    | 100.86%                         | -                                     | 3,896,805                | 100.86%                                      |
| 2021 | 3,808,686         | 3,845,441    | 100.97%                         | -                                     | 3,845,441                | 100.97%                                      |
| 2020 | 3,469,002         | 3,462,670    | 99.82%                          | 6,332                                 | 3,469,002                | 100.00%                                      |
| 2019 | 3,412,219         | 3,411,213    | 99.97%                          | 1,006                                 | 3,412,219                | 100.00%                                      |
| 2018 | 3,267,068         | 3,267,068    | 100.00%                         | 4,382                                 | 3,271,450                | 100.13%                                      |
| 2017 | 3,590,689         | 3,595,202    | 100.13%                         | 4,429                                 | 3,599,631                | 100.25%                                      |
| 2016 | 3,602,106         | 3,583,283    | 99.48%                          | 14,946                                | 3,598,229                | 99.89%                                       |
| 2015 | 3,523,561         | 3,521,355    | 99.94%                          | -                                     | 3,521,355                | 99.94%                                       |
| 2014 | 3,170,430         | 3,157,630    | 99.60%                          | 1,664                                 | 3,159,294                | 99.65%                                       |

Source: City of St. Gabriel Finance Department

## CITY OF ST. GABRIEL, LOUISIANA

### SALES TAX REVENUES LAST TEN FISCAL YEARS

(modified accrual basis of accounting)

| Fiscal<br>Year | 1%<br>City<br>Public | 2%<br>Public<br>Infrastructure<br>and<br>Maintenance | Total        |
|----------------|----------------------|--|--------------|
| 2023           | \$ 3,671,580         | \$ 4,215,995   | \$ 7,887,575 |
| 2022           | 3,434,409            | 3,408,542  | 6,842,951    |
| 2021           | 2,529,801            | 2,975,308  | 5,505,109    |
| 2020           | 2,647,960            | 3,266,147  | 5,914,107    |
| 2019           | 2,580,386            | 3,031,655  | 5,612,041    |
| 2018           | 1,967,235            | 2,910,662  | 4,877,897    |
| 2017           | 2,286,773            | 3,318,791  | 5,605,564    |
| 2016           | 1,869,362            | 2,754,140  | 4,623,502    |
| 2015           | 5,323,300            | 2,759,654  | 8,082,954    |
| 2014           | 1,620,760            | 2,427,677  | 4,048,437    |

The following is a summary of sales and use taxes being collected within the City of St. Gabriel as of June 30, 2023:

|                               |               |
|-------------------------------|---------------|
| Iberville Parish School Board | 2.00%         |
| Parish of Iberville           | 2.67%         |
| City of St. Gabriel           | <u>1.00%</u>  |
| Local Rate                    | 5.67%         |
| State Rate                    | <u>4.45%</u>  |
| Total Rate                    | <u>10.12%</u> |

The Parish of Iberville collects the 2.67% sales and use tax which is shared with certain municipalities on a pro-rata basis based on population. The City of St. Gabriel participates in the collection of 2% of this tax and is excluded from the .67% tax collected parishwide. The City began participating in the 2% sales and use tax in 2002.

Source: Iberville Parish Sales Tax Department

**CITY OF ST. GABRIEL, LOUISIANA**  
**TAXABLE SALES BY CATEGORY - GENERAL SALES AND USE TAX**  
**LAST TEN FISCAL YEARS (1)**

| Industry                          | FISCAL YEAR             |                         |                         |                         |                         |
|-----------------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
|                                   | 2022 (1)                | 2021                    | 2020                    | 2019                    | 2018                    |
| Manufacturer of chemicals         | \$ 828,495,137          | \$ 566,688,825          | \$ 651,328,274          | \$ 700,639,932          | \$ 527,575,024          |
| Industrial equipment sales        | 146,573,578             | 112,227,804             | 107,042,149             | 135,322,665             | 127,431,846             |
| Grocery stores                    | 30,207,061              | 28,911,246              | 31,215,733              | 38,753,384              | 39,029,970              |
| Department stores & dry goods     | 55,749,392              | 52,321,372              | 50,256,374              | 47,699,597              | 49,826,833              |
| Lumber, building materials stores | 39,305,072              | 35,308,788              | 31,642,876              | 46,016,078              | 28,082,336              |
| Miscellaneous - others            | <u>533,665,302</u>      | <u>464,884,620</u>      | <u>421,247,449</u>      | <u>431,082,634</u>      | <u>341,603,799</u>      |
|                                   | <u>\$ 1,633,995,542</u> | <u>\$ 1,260,342,655</u> | <u>\$ 1,292,732,855</u> | <u>\$ 1,399,514,290</u> | <u>\$ 1,113,549,808</u> |
| Industry                          | 2017                    | 2016                    | 2015                    | 2014                    | 2013                    |
| Manufacturer of chemicals         | \$ 446,989,871          | \$ 376,030,176          | \$ 533,317,289          | \$ 303,071,627          | \$ 538,882,468          |
| Industrial equipment sales        | 133,400,997             | 61,344,412              | 101,849,278             | 44,995,868              | 69,003,478              |
| Grocery stores                    | 39,953,199              | 20,642,349              | 41,348,422              | 20,631,183              | 38,401,257              |
| Department stores & dry goods     | 46,419,442              | 21,677,465              | 38,817,913              | 18,893,416              | 36,620,897              |
| Lumber, building materials stores | 25,129,827              | 26,319,060              | 26,928,165              | 16,151,901              | 17,776,697              |
| Miscellaneous - others            | <u>421,656,472</u>      | <u>239,067,217</u>      | <u>342,596,431</u>      | <u>182,206,513</u>      | <u>331,731,806</u>      |
|                                   | <u>\$ 1,113,549,808</u> | <u>\$ 745,080,679</u>   | <u>\$ 1,084,857,498</u> | <u>\$ 585,950,508</u>   | <u>\$ 1,032,416,603</u> |

Source: Relevant information was not available for the City of St. Gabriel. Data presented is for the Iberville Parish Government as of their fiscal year ending December 31.

## CITY OF ST. GABRIEL, LOUISIANA

RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS(full accrual basis of accounting)  
(in thousands, except per capita amount)

| Fiscal<br>Year | Governmental Activities Debt   |                                 | Business-<br>type Debt | (1)                            | (2)                                 | (2)                   |
|----------------|--------------------------------|---------------------------------|------------------------|--------------------------------|-------------------------------------|-----------------------|
|                | Public<br>Improvement<br>Bonds | Lease<br>Liabilities<br>& Other | Revenue<br>Bonds       | Total<br>Primary<br>Government | Percentage<br>of Personal<br>Income | Debt<br>Per<br>Capita |
| 2023           | \$ 16,249                      | \$ 132                          | \$ 6,135               | \$ 22,516                      | 1.37%                               | 3.40                  |
| 2022           | 16,936                         | 68                              | 6,378                  | 23,382                         | 1.37%                               | 3.28                  |
| 2021           | 17,598                         | 103                             | 6,371                  | 24,072                         | 1.59%                               | 3.74                  |
| 2020           | 17,569                         | 159                             | 4,924                  | 22,652                         | 1.63%                               | 3.03                  |
| 2019           | 18,132                         | 47                              | 4,615                  | 22,794                         | 1.67%                               | 3.09                  |
| 2018           | 18,680                         | 69                              | 4,730                  | 23,479                         | 1.80%                               | 3.22                  |
| 2017           | 19,212                         | -                               | 4,842                  | 24,054                         | 1.82%                               | 3.34                  |
| 2016           | 19,735                         | -                               | 4,900                  | 24,635                         | 2.01%                               | 3.46                  |
| 2015           | 20,243                         | -                               | 2,795                  | 23,038                         | 1.89%                               | 3.30                  |
| 2014           | 12,326                         | 102                             | 2,846                  | 15,274                         | 1.32%                               | 2.22                  |

(1) City of St. Gabriel

(2) Bureau of Economic Analysis, information is for Parish of Iberville.

## CITY OF ST. GABRIEL, LOUISIANA

## COMPUTATION OF DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

June 30, 2023  
(in thousands)

| <u>Jurisdiction</u>                                | <u>Debt<br/>Outstanding</u> | <u>(2)<br/>Estimated<br/>Percentage<br/>Applicable</u> | <u>Estimated<br/>Share of<br/>Direct and<br/>Overlapping<br/>Debt</u> |
|--|-----------------------------|--|---|
| City direct debt                                   | \$ 16,381                   | 100%   | \$ 16,381   |
| <u>Overlapping -other government agencies (1):</u> |                             |  |   |
| Iberville Parish School Board (3)                  | \$ 26,475                   | 25%  | \$ 6,538  |
| Iberville Parish Government (4)                    | <u>19,718</u>               | 25%  | <u>4,869</u>  |
| Total other government agencies                    | \$ 46,193                   |  | \$ 11,407   |
| Total direct and overlapping                       |                             |  | <u>\$ 27,788</u>  |
| 2023 population estimate                           |                             |  | <u>8,332</u>  |
| Per capita   |                             |  | <u>\$ 3.34</u>  |

(1) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. The schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of St. Gabriel. 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.

(2) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the Parish's taxable assessed value that is within the City's boundaries and dividing it by the Parish's taxable assessed value.

(3) Source: 2022 Basic Financial Statements

(4) Source: 2022 Annual Comprehensive Financial Report

**CITY OF ST. GABRIEL, LOUISIANA**  
**LEGAL DEBT MARGIN CALCULATION**  
**LAST TEN FISCAL YEARS**

| <u>Year</u> | <u>Assessed Value</u> | <u>Any One Purpose</u> | <u>Aggregate All Purposes (1)</u> | <u>Debt Outstanding (2)</u> | <u>Legal Debt Margin</u> | <u>Legal Debt Margin to Aggregate Debt Limit</u> |
|-------------|-----------------------|------------------------|-----------------------------------|-----------------------------|--------------------------|--|
| 2023        | \$ 245,949,135        | \$ 24,594,914          | \$ 86,082,197                     | \$ -                        | \$ 86,082,197            | 0.00%  |
| 2022        | 230,100,985           | 23,010,099             | 80,535,345                        | -                           | 80,535,345               | 0.00%  |
| 2021        | 226,842,505           | 22,684,251             | 79,394,877                        | -                           | 79,394,877               | 0.00%  |
| 2020        | 206,020,135           | 20,602,014             | 72,107,047                        | -                           | 72,107,047               | 0.00%  |
| 2019        | 202,625,755           | 20,262,576             | 70,919,014                        | -                           | 70,919,014               | 0.00%  |
| 2018        | 194,006,365           | 19,400,637             | 67,902,228                        | -                           | 67,902,228               | 0.00%  |
| 2017        | 213,223,725           | 21,322,373             | 74,628,304                        | -                           | 74,628,304               | 0.00%  |
| 2016        | 213,907,875           | 21,390,788             | 74,867,756                        | -                           | 74,867,756               | 0.00%  |
| 2015        | 209,237,580           | 20,923,758             | 73,233,153                        | -                           | 73,233,153               | 0.00%  |
| 2014        | 188,267,805           | 18,826,781             | 65,893,732                        | -                           | 65,893,732               | 0.00%  |

Source: City of St. Gabriel

- (1) Legal debt limit is 35% of the total assessed value of taxable property (10% of the assessed value of taxable property for any one purpose)
- (2) There was no indebtedness secured by ad valorem taxes.

## CITY OF ST. GABRIEL, LOUISIANA

### PLEDGED REVENUE COVERAGE

#### LAST TEN FISCAL YEARS

(full accrual basis of accounting)

#### SCHEDULE A - REVENUE BONDS - SALES TAX - DEBT SERVICE FUND

| Year | (1)           |              |                            | Debt Service Requirements |            |            | Coverage |
|------|---------------|--------------|----------------------------|---------------------------|------------|------------|----------|
|      | Gross Revenue | Expenses     | Available for Debt Service | Principal                 | Interest   | Total      |          |
|      | 2023          | \$ 3,671,580 | \$ -                       | \$ 3,671,580              | \$ 695,000 | \$ 555,265 |          |
| 2022 | 3,434,409     | -            | 3,434,409                  | 670,000                   | 583,830    | 1,253,830  | 2.74     |
| 2021 | 2,529,801     | -            | 2,529,801                  | 600,000                   | 668,531    | 1,268,531  | 1.99     |
| 2020 | 2,647,960     | -            | 2,647,960                  | 585,000                   | 686,039    | 1,271,039  | 2.08     |
| 2019 | 2,580,386     | -            | 2,580,386                  | 614,178                   | 700,101    | 1,314,279  | 1.95     |
| 2018 | 1,967,235     | -            | 1,967,235                  | 555,000                   | 711,129    | 1,266,129  | 1.55     |
| 2017 | 2,286,773     | -            | 2,286,773                  | 545,000                   | 723,356    | 1,268,356  | 1.80     |
| 2016 | 1,869,361     | -            | 1,869,361                  | 540,000                   | 735,241    | 1,275,241  | 1.47     |
| 2015 | 5,323,299     | 153,106      | 5,170,193                  | 299,065                   | 491,953    | 791,018    | 6.54     |
| 2014 | 1,620,760     | -            | 1,620,760                  | 315,971                   | 494,848    | 810,819    | 2.00     |

#### SCHEDULE B - REVENUE BONDS - SEWER REVENUES - SEWER FUND

| Year | (2)           |              |                            | Debt Service Requirements |            |            | Coverage |
|------|---------------|--------------|----------------------------|---------------------------|------------|------------|----------|
|      | Gross Revenue | (3) Expenses | Available for Debt Service | Principal                 | Interest   | Total      |          |
|      | 2023          | \$ 1,553,271 | \$ 981,468                 | \$ 571,803                | \$ 241,000 | \$ 158,468 |          |
| 2022 | 2,956,074     | 1,436,204    | 1,519,870                  | 232,000                   | 159,805    | 391,805    | 3.88     |
| 2021 | 293,650       | 818,908      | (525,258)                  | 176,000                   | 158,011    | 334,011    | (1.57)   |
| 2020 | 855,979       | 834,083      | 21,896                     | 125,053                   | 155,575    | 280,628    | 0.08     |
| 2019 | 1,240,398     | 733,807      | 506,591                    | 115,000                   | 157,108    | 272,108    | 1.86     |
| 2018 | 1,032,128     | 658,528      | 373,600                    | 110,000                   | 159,342    | 269,342    | 1.39     |
| 2017 | 1,341,631     | 886,775      | 454,856                    | 110,000                   | 160,075    | 270,075    | 1.68     |
| 2016 | 1,730,116     | 809,955      | 920,161                    | 110,000                   | 178,052    | 288,052    | 3.19     |
| 2015 | 1,019,560     | 440,208      | 579,352                    | 52,038                    | 126,727    | 178,765    | 3.24     |
| 2014 | 954,543       | 498,650      | 455,893                    | 49,442                    | 126,332    | 175,774    | 2.59     |

(1) City of St. Gabriel 1% sales and use tax

(2) Sewer revenues and transfers from other funds

(3) Total expenses less payments toward debt service and depreciation plus transfers to other funds

**CITY OF ST. GABRIEL, LOUISIANA**  
**DEMOGRAPHIC AND ECONOMIC STATISTICS**  
**LAST TEN YEARS(\*)**

| Year | (1)<br>Iberville<br>Parish<br>Population | (1)<br>City of<br>St. Gabriel<br>Population | (1)<br>Personal<br>Income<br>(In Thousands) | (1)<br>Per Capita<br>Personal<br>Income | (2)<br>Unemployment<br>Rate | (3)<br>Labor<br>Market<br>Area<br>Unemployment<br>Rate |
|------|--|---|---|---|-----------------------------|--|
| 2023 | 29,506                                   | 6,613                                       | \$ 1,644,517                                | \$ 55,735                               | 3.9                         | 13.4   |
| 2022 | 29,824                                   | 7,121                                       | 1,578,584                                   | 52,930                                  | 5.3                         | 13.5   |
| 2021 | 32,329                                   | 7,046                                       | 1,711,174                                   | 52,930                                  | 9.0                         | 9.4  |
| 2020 | 32,511                                   | 6,433                                       | 1,510,494                                   | 46,461                                  | 9.9                         | 6.1  |
| 2019 | 32,721                                   | 7,467                                       | 1,387,959                                   | 42,418                                  | 6.1                         | 7.3  |
| 2018 | 33,027                                   | 7,375                                       | 1,368,077                                   | 41,423                                  | 5.7                         | 6.7  |
| 2017 | 32,920                                   | 7,297                                       | 1,302,611                                   | 39,569                                  | 6.0                         | 6.4  |
| 2016 | 35,020                                   | 7,210                                       | 1,324,036                                   | 37,808                                  | 7.7                         | 7.1  |
| 2015 | 33,327                                   | 7,113                                       | 1,227,400                                   | 36,829                                  | 7.3                         | 8.0  |
| 2014 | 33,367                                   | 6,984                                       | 1,215,994                                   | 36,443                                  | 7.8                         | 7.0  |

Source:

- (1) U.S. Department of Commerce, Bureau of the Census.
- (2) Baton Rouge Area Economic Summary - Bureau of Labor Statistics; information is for the Parish of Iberville.
- (3) U.S. Department of Labor, Bureau of Labor Statistics.
- (\*) Data presented is for the Iberville Parish Government as of their fiscal year ending December 31. Data not available for fiscal year 2023

**CITY OF ST. GABRIEL, LOUISIANA**  
**PRINCIPAL EMPLOYERS**  
**CURRENT YEAR AND TEN YEARS AGO**

| Employer                                  | 2021(1)             |                  |                | Employer                       | 2014                |                  |                |
|---|---------------------|------------------|----------------|--------------------------------|---------------------|------------------|----------------|
|   | Number of Employees | Percent of Total |                |                                | Number of Employees | Percent of Total |                |
| The Dow Chemical Co.                      | 1                   | 1,500            | 12.33%         | The Dow Chemical Co.           | 1                   | 1,500            | 11.97%         |
| Iberville Parish School Board             | 2                   | 750              | 6.17%          | Iberville Parish School Board  | 2                   | 675              | 5.39%          |
| LA Dept. of Public Safety and Corrections | 3                   | 635              | 5.22%          | Georgia Gulf                   | 3                   | 370              | 2.95%          |
| Westlake                                  | 4                   | 485              | 3.99%          | Syngenta Crop Protection, Inc. | 4                   | 340              | 2.71%          |
| Shintech                                  | 5                   | 410              | 3.37%          | HBT                            | 5                   | 300              | 2.39%          |
| Syngenta Crop Protection, Inc.            | 6                   | 334              | 2.75%          | Iberville Parish Council       | 6                   | 270              | 2.15%          |
| Total Petrochemicals USA, Inc.            | 7                   | 232              | 1.91%          | Total Petrochemicals USA, Inc. | 7                   | 244              | 1.95%          |
| Iberville Parish Council                  | 8                   | 230              | 1.89%          | Wal-Mart                       | 8                   | 220              | 1.76%          |
| Wal-Mart                                  | 9                   | 180              | 1.48%          | Olin Chlor Alkali Products     | 9                   | 160              | 1.28%          |
| Iberville Parish Sheriff Office           | 10                  | 168              | 1.38%          | Shintech                       | 10                  | 160              | 1.28%          |
|   |                     | 4,924            | 40.49%         |                                |                     | 4,239            | 33.83%         |
| Other                                     |                     | 7,237            | 59.51%         | Other                          |                     | 8,295            | 66.17%         |
| <b>Total</b>                              |                     | <u>12,161</u>    | <u>100.00%</u> | <b>Total</b>                   |                     | <u>12,534</u>    | <u>100.00%</u> |

Source: Baton Rouge Area Chamber (BRAC.org)

(1) Data for 2023 and 2022 was not available.

**CITY OF ST. GABRIEL, LOUISIANA**  
**FULL-TIME EQUIVALENT CITY EMPLOYEES**  
**BY FUNCTION/PROGRAM**  
**LAST TEN FISCAL YEARS**

|                    | <u>Full-time Equivalent Employees Allotted in Annual Budget</u> |             |             |             |             |
|--------------------|---|-------------|-------------|-------------|-------------|
|                    | <u>2023</u>   | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> |
| General Government | 11  | 8           | 7           | 7           | 7           |
| Police Department  | 18  | 20          | 16          | 20          | 23          |
| Fire Department    | -   | -           | -           | -           | -           |
| Street Maintenance | 16  | 18          | 13          | 15          | 14          |
| Building           | -   | -           | -           | -           | -           |
| Social Services    | 1   | 1           | 2           | 3           | 3           |
| Sewer              | 4   | 4           | 4           | 2           | 2           |
| Civic Center       | 5   | 2           | 2           | 5           | 3           |
| Code Enforcement   | 2   | 3           | 3           | 3           | 2           |
|                    | <u>57</u>   | <u>56</u>   | <u>47</u>   | <u>55</u>   | <u>54</u>   |
| Total employees    | <u>57</u>   | <u>56</u>   | <u>47</u>   | <u>55</u>   | <u>54</u>   |
|                    | <u>2018</u>   | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> |
| General Government | 16  | 9           | 16          | 15          | 13          |
| Police Department  | 26  | 22          | 26          | 22          | 22          |
| Fire Department    | -   | -           | -           | -           | 4           |
| Street Maintenance | 24  | 12          | 19          | 20          | 14          |
| Building           | -   | -           | 6           | 6           | 3           |
| Social Services    | 2   | 2           | 2           | 2           | 2           |
| Sewer              | 2   | 2           | 2           | 3           | 2           |
| Civic Center       | 8   | 5           | 6           | 6           | 5           |
| Code Enforcement   | 2   | 1           | 1           | 1           | 3           |
|                    | <u>80</u>   | <u>53</u>   | <u>78</u>   | <u>75</u>   | <u>68</u>   |
| Total employees    | <u>80</u>   | <u>53</u>   | <u>78</u>   | <u>75</u>   | <u>68</u>   |

Source: City of St. Gabriel

**CITY OF ST. GABRIEL, LOUISIANA**  
**OPERATING INDICATORS BY FUNCTION/PROGRAM**  
**LAST TEN FISCAL YEARS**

|                                      | FISCAL YEAR |            |            |            |            |            |            |            |            |            |
|--------------------------------------|-------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
|                                      | 2023        | 2022       | 2021       | 2020       | 2019       | 2018       | 2017       | 2016       | 2015       | 2014       |
| <b>Function:</b>                     |             |            |            |            |            |            |            |            |            |            |
| Public Safety:                       |             |            |            |            |            |            |            |            |            |            |
| Police:                              |             |            |            |            |            |            |            |            |            |            |
| Physical arrests                     | 45          | 66         | 122        | 143        | 88         | 171        | 87         | 101        | 107        | 67         |
| Traffic violations                   | 1,040       | 2,216      | 3,440      | 4,388      | 5,648      | 5,556      | 6,605      | 5,073      | 3,232      | 4,327      |
| Public Works:                        |             |            |            |            |            |            |            |            |            |            |
| Building Permits:                    |             |            |            |            |            |            |            |            |            |            |
| Residential (new)                    | 89          | 57         | 166        | 43         | 49         | 70         | 48         | 35         | 25         | 57         |
| Commercial                           | 3           | 3          | 2          | 9          | 6          | 8          | 4          | 6          | 7          | 7          |
| Transportation:                      |             |            |            |            |            |            |            |            |            |            |
| Parish street maintenance program:   |             |            |            |            |            |            |            |            |            |            |
| Number of miles maintained           | 17          | 17         | 17         | 17         | 17         | 17         | 17         | 17         | 17         | 17         |
| Number of bridges                    | 5           | 5          | 5          | 5          | 5          | 5          | 5          | 5          | 5          | 5          |
| Sanitation:                          |             |            |            |            |            |            |            |            |            |            |
| Wastewater:                          |             |            |            |            |            |            |            |            |            |            |
| Commercial                           | 59          | 59         | 58         | 58         | 57         | 68         | 50         | 48         | 45         | 38         |
| Residential                          | 1,124       | 1,124      | 1,040      | 1,034      | 1,011      | 965        | 989        | 985        | 952        | 934        |
| Monthly flat fee:                    |             |            |            |            |            |            |            |            |            |            |
| Residential                          | \$15        | \$15       | \$15       | \$15       | \$15       | \$15       | \$15       | \$15       | \$15       | \$15       |
| Commercial (1)                       | \$85-\$300  | \$85-\$300 | \$85-\$300 | \$85-\$300 | \$85-\$300 | \$85-\$300 | \$85-\$300 | \$85-\$300 | \$85-\$300 | \$85-\$300 |
| Drainage:                            |             |            |            |            |            |            |            |            |            |            |
| Miles of drainage ditches maintained | 35          | 35         | 35         | 35         | 35         | 35         | 35         | 35         | 35         | 35         |
| Culture-Recreation:                  |             |            |            |            |            |            |            |            |            |            |
| Parks:                               |             |            |            |            |            |            |            |            |            |            |
| Number of parks maintained           | 5           | 5          | 5          | 5          | 4          | 4          | 4          | 4          | 4          | 4          |

Source: City of St. Gabriel Government

(1) Commercial rates vary based on consumption

**CITY OF ST. GABRIEL, LOUISIANA**  
**CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM**  
**LAST TEN FISCAL YEARS**

|  | FISCAL YEAR |      |      |      |      |      |      |      |      |      |
|--|-------------|------|------|------|------|------|------|------|------|------|
|  | 2023        | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
| <b>Function:</b>                       |             |      |      |      |      |      |      |      |      |      |
| General Government:                    |             |      |      |      |      |      |      |      |      |      |
| Number of general government buildings | 3           | 3    | 3    | 3    | 3    | 3    | 3    | 3    | 3    | 3    |
| Number of vehicles                     | 16          | 15   | 14   | 14   | 14   | 14   | 14   | 18   | 12   | 13   |
| Public Safety:                         |             |      |      |      |      |      |      |      |      |      |
| Police:                                |             |      |      |      |      |      |      |      |      |      |
| Number of vehicles                     | 40          | 40   | 37   | 44   | 41   | 38   | 35   | 34   | 33   | 32   |
| Number of stations                     | 1           | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    |
| Streets and Sanitation:                |             |      |      |      |      |      |      |      |      |      |
| Number of vehicles                     | 27          | 27   | 24   | 20   | 20   | 20   | 20   | 18   | 17   | 19   |
| Miles of streets                       | 17          | 17   | 17   | 17   | 17   | 17   | 17   | 17   | 17   | 17   |
| Number of bridges                      | 4           | 4    | 4    | 4    | 4    | 4    | 4    | 4    | 4    | 4    |
| Sewer:                                 |             |      |      |      |      |      |      |      |      |      |
| Number of sanitary sewer systems       | 3           | 3    | 3    | 3    | 3    | 3    | 3    | 3    | 3    | 3    |
| Culture and Recreation                 |             |      |      |      |      |      |      |      |      |      |
| Number of parks                        | 10          | 9    | 9    | 9    | 9    | 8    | 5    | 4    | 4    | 4    |
| Number of community centers            | 1           | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    |
| Number of vehicles                     | 3           | 3    | 3    | 3    | 3    | 3    | 3    | 3    | 3    | 3    |

Source: City of St. Gabriel



# **SPECIAL INDEPENDENT AUDITORS' REPORT**





**INDEPENDENT AUDITORS' 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**

To the Honorable Mayor and  
City Council Members  
City of St. Gabriel, 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 Standard*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of St. Gabriel, Louisiana as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City of St. Gabriel, Louisiana's basic financial statements, and have issued our report thereon dated December 31, 2023.

**Report on Internal Control Over Financial Reporting**

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as item 2023-001 that we consider to be 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.

## **Report on Compliance and Other Matters**

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

## **City of St. Gabriel, Louisiana's Response to Findings**

City of St. Gabriel, Louisiana's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. City of St. Gabriel, Louisiana's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

## **Purpose of this Report**

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.



Gonzales, Louisiana  
December 31, 2023

**CITY OF ST. GABRIEL, LOUISIANA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2023**

**SECTION I – SUMMARY OF AUDITORS’ RESULTS**

*Financial Statements*

1. The independent auditors’ report expresses an unmodified opinion on whether the financial statements of City of St. Gabriel were prepared in accordance with GAAP.
2. One significant deficiency relating to the audit of the financial statements are reported in the Independent Auditors’ 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*. No material weaknesses are reported.
3. No instances of noncompliance material to the financial statements of City of St. Gabriel, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.

**SECTION II – FINDINGS – FINANCIAL STATEMENT FINDINGS**

**2023-001 Credit Cards**

*Criteria:* The City’s policies and procedures for credit cards state that all charges appearing on credit card statements must be supported by detailed receipts or invoices with adequate documentation to explain the business purpose.

*Condition:* It was noted that the City approved credit card statements for payment without the support of detailed receipts or invoices with adequate documentation to explain the business purpose.

*Cause:* The City did not adhere to its policy in compiling and maintaining required documentation when using the City’s credit cards.

*Effect:* The City is authorizing payment for transactions that are not supported by detailed receipts or invoices with adequate documentation to explain the business purpose. The lack of such oversight can lead to the misuse of the City’s credit card and risk violation of LA Constitution, Article VII, Section 14(A).

*Recommendation:* The City should adhere to its policies and procedures to govern the security, administration and management for the use of credit cards.

*Management’s corrective action plan:* The City concurs with the auditors’ recommendations and plan to explore additional electronic options and procedural methods to ensure that supporting documentation is properly reviewed prior to approval of statement balances.

**SECTION III – NON-COMPLIANCE WITH STATE LAWS AND REGULATIONS**

None noted.

**CITY OF ST. GABRIEL, LOUISIANA**  
**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**YEAR ENDED JUNE 30, 2023**

**FINDINGS – FINANCIAL STATEMENT AUDIT**

*Condition:* The City approved credit card statements for payment without the support of detailed receipts or invoices with adequate documentation to explain the business purpose.

*Current Status:* Similar finding reported in current year.

**FINDINGS – NON-COMPLIANCE WITH STATE LAWS AND REGULATIONS**

*Condition:* The City purchased vehicles during the year and was unable to provide supporting documentation to support that the City complied with public bid laws over the purchase.

*Current Status:* No similar finding reported in current year.

## **SPECIAL ACKNOWLEDGEMENTS**

Constance Barbin  
City Clerk

Debra Ausborn  
Deputy City Clerk

Jenell Todd  
Accountant I

Linda Gibson  
Tax Collector

Claudia Tasker  
Police Department Clerk



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**CITY OF ST. GABRIEL**

**ST. GABRIEL, LOUISIANA**

**STATEWIDE AGREED-UPON PROCEDURES REPORT**

**YEAR ENDED JUNE 30, 2023**

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## INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Honorable Lionel Johnson, Jr., City Council Members, and the Louisiana Legislative Auditor:

We have performed the procedures enumerated below on the control and compliance (C/C) areas identified in the Louisiana Legislative Auditor's (LLA's) Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period July 1, 2022 through June 30, 2023. The City of St. Gabriel's management is responsible for those C/C areas identified in the SAUPs.

The City of St. Gabriel has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement, which is to perform specified procedures on the C/C areas identified in LLA's SAUPs for the fiscal period July 1, 2022 through June 30, 2023. Additionally, LLA has agreed to and acknowledged that the procedures performed are appropriate for its purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and associated findings are as follows:

### ***1) Written Policies and Procedures***

---

A. Obtain and inspect the entity's written policies and procedures and observe whether they address each of the following categories and subcategories if applicable to public funds and entity's operations:

i. ***Budgeting***, including preparing, adopting, monitoring, and amending the budget.

*Written policies and procedures were obtained and address the functions noted above.*

ii. ***Purchasing***, including (1) how purchases are initiated; (2) how vendors are added to the vendor list; (3) the preparation and approval process of purchase requisitions and purchase orders; (4) controls to ensure compliance with the Public Bid Law; and (5) documentation required to be maintained for all bids and price quotes.

*Written policies and procedures were obtained and address the functions noted above.*

iii. ***Disbursements***, including processing, reviewing, and approving.

*Written policies and procedures were obtained and address the functions noted above.*

iv. ***Receipts/Collections***, including receiving, recording, and preparing deposits. Also, policies and procedures should include management's actions to determine the completeness of all collections for each type of revenue or agency fund additions (e.g. periodic confirmation with outside parties, reconciliation to utility billing after cutoff procedures, reconciliation of traffic ticket number sequences, agency fund forfeiture monies confirmation).

*Written policies and procedures were obtained and address the functions noted above.*

- v. **Payroll/Personnel**, including (1) payroll processing, and (2) reviewing and approving time and attendance records, including leave and overtime worked, and (3) approval process for employee(s) rate of pay or approval and maintenance of pay rate schedules.
- Written policies and procedures were obtained and address the functions noted above.*
- vi. **Contracting**, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process.
- Written policies and procedures were obtained and address the functions noted above.*
- vii. **Travel and expense reimbursement**, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.
- Written policies and procedures were obtained and address the functions noted above.*
- viii. **Credit Cards (and debit cards, fuel cards, P-Cards, if applicable)**, including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers of the statements, and (5) monitoring card usage (e.g., determining the reasonableness of fuel card purchases).
- Written policies and procedures were obtained and address the functions noted above.*
- ix. **Ethics**, including (1) the prohibitions as defined in Louisiana Revised Statute 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) requirement that documentation is maintained to demonstrate that all employees and officials were notified of any changes to the entity's ethics policy.
- Written policies and procedures were obtained and address the functions noted above.*
- x. **Debt Service**, including (1) debt issuance approval, (2) continuing disclosure/EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.
- Written policies and procedures were obtained and address the functions noted above.*
- xi. **Information Technology Disaster Recovery/Business Continuity**, including (1) identification of critical data and frequency of data backups, (2) storage of backups in a separate physical location isolated from the network, (3) periodic testing/verification that backups can be restored, (4) use of antivirus software on all systems, (5) timely application of all available system and software patches/updates, and (6) identification of personnel, processes, and tools needed to recover operations after a critical event.
- The City does not have an information technology disaster recover/business continuity policy.*
- Management's Response: The City plans to adopt an information technology disaster recover/business continuity policy during the fiscal year ending June 30, 2024.*
- xii. **Prevention of Sexual Harassment**, including R.S. 42:342-344 requirements for (1) agency responsibilities and prohibitions, (2) annual employee training, and (3) annual reporting.
- Written policies and procedures were obtained and address the functions noted above with the exception of annual employee training and annual reporting.*
- Management's Response: The City plans to amend its policy to include annual employee training and annual reporting.*

## **2) Board (or Finance Committee, if applicable)**

---

A. Obtain and inspect the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and:

- i. Observe that the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, bylaws or other equivalent document.

*The Board met with a quorum as required.*

- ii. For those entities reporting on the governmental accounting model, observe that the minutes referenced or included monthly budget-to-actual comparisons on the general fund, quarterly budget-to-actual, at a minimum, on proprietary funds, and semi-annual budget-to-actual, at a minimum, on all special revenue funds.

*The minutes do not reference or include monthly budget-to-actual comparisons.*

*Management's response: Management plans to reference the review of financial statements in future meetings.*

- iii. For governmental entities, obtain the prior year audit report and observe the unassigned fund balance in the general fund. If the general fund had a negative ending unassigned fund balance in the prior year audit report, observe that the minutes for at least one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unassigned fund balance in the general fund.

*Not applicable, the City did not have a negative unassigned fund balance in the prior year.*

- iv. Observe whether the board/finance committee received written updates of the progress of resolving audit finding(s), according to management's corrective action plan at each meeting until the findings are considered fully resolved.

*The board did not receive written updates of the progress of resolving audit findings.*

*Management's response: Going forward, the board will receive updates of the progress of audit findings until the findings are resolved.*

## **3) Bank Reconciliations**

---

A. Obtain a listing of entity bank accounts for the fiscal period from management and management's representation that the listing is complete. Ask management to identify the entity's main operating account. Select the entity's main operating account and randomly select 4 additional accounts (or all accounts if less than 5). Randomly select one month from the fiscal period, obtain and inspect the corresponding bank statement and reconciliation for each selected account, and observe that:

*Obtained listing of client bank accounts for the fiscal period from management and management's representation that listing is complete.*

- i. Bank reconciliations include evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated, electronically logged);

*No exceptions noted.*

- ii. Bank reconciliations include evidence that a member of management/board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation (e.g., initialed and dated, electronically logged); and

*No exceptions noted.*

- iii. Management has documentation reflecting that it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

*Not applicable, the City did not have any reconciling items that have been outstanding for more than 12 months.*

#### **4) Collections (excluding electronic funds transfers)**

---

- A. Obtain a listing of deposit sites for the fiscal period where deposits for cash/checks/money orders (cash) are prepared and management's representation that the listing is complete. Randomly select 5 deposit sites (or all deposit sites if less than 5).

*Obtained a listing of deposit sites and management's representation that listing is complete.*

- B. For each deposit site selected, obtain a listing of collection locations and management's representation that the listing is complete. Randomly select one collection location for each deposit site (i.e. 5 collection locations for 5 deposit sites), obtain and inspect written policies and procedures relating to employee job duties (if no written policies or procedures, inquire of employees about their job duties) at each collection location, and observe that job duties are properly segregated at each collection location such that:

*Obtained a listing of collection locations and management's representation that listing is complete.*

- i. Employees responsible for cash collections do not share cash drawers/registers;

*Employees at the police department share a cash drawer. City Hall employees do not share a cash drawer.*

*Management's Response: The City has a log sheet that shows daily transactions, person responsible for cash collection, and ticket information as a mitigating factor for the shared cash drawer.*

- ii. Each employee responsible for collecting cash is not responsible for preparing/making bank deposits, unless another employee/official is responsible for reconciling collection documentation (e.g. pre-numbered receipts) to the deposit;

*No exception noted.*

- iii. Each employee responsible for collecting cash is not responsible for posting collection entries to the general ledger or subsidiary ledgers, unless another employee/official is responsible for reconciling ledger postings to each other and to the deposit; and

*No exception noted.*

- iv. The employee(s) responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or agency fund additions, is (are) not responsible for collecting cash, unless another employee verifies the reconciliation.

*No exception noted.*

- C. Obtain from management a copy of the bond or insurance policy for theft covering all employees who have access to cash. Observe that the bond or insurance policy for theft was enforced during the fiscal period.

*No exceptions noted.*

- D. Randomly select two deposit dates for each of the 5 bank accounts selected for Bank Reconciliations procedure #3A (select the next deposit date chronologically if no deposits were made on the dates randomly selected and randomly select a deposit if multiple deposits are made on the same day). *Alternately, the practitioner may use a source document other than bank statements when selecting the deposit dates for testing, such as a cash collection log, daily revenue report, receipt book, etc.* Obtain supporting documentation for each of the 10 deposits and:

- i. Observe that receipts are sequentially pre-numbered.

*No exceptions noted.*

- ii. Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.

*No exceptions noted.*

- iii. Trace the deposit slip total to the actual deposit per the bank statement.

*No exceptions noted.*

- iv. Observe that the deposit was made within one business day of receipt at the collection location (within one week if the depository is more than 10 miles from the collection location or the deposit is less than \$100 and the cash is stored securely in a locked safe or drawer).

*Four items selected were not deposited within one business day of receipt at the collection location.*

*Management's responses: Management will implement procedures to deposit collections within one day or in a reasonable time frame for the resources available to the City.*

- v. Trace the actual deposit per the bank statement to the general ledger.

*No exceptions noted.*

**5) Non-Payroll Disbursements (excluding card purchases, travel reimbursements, and petty cash purchases)**

---

- A. Obtain a listing of locations that process payments for the fiscal period and management's representation that the listing is complete. Randomly select 5 locations (or all locations if less than 5).

*Obtained listing of locations that process payments and management's representation that listing is complete.*

- B. For each location selected under procedure #5A above, obtain a listing of those employees involved with non-payroll purchasing and payment functions. Obtain written policies and procedures relating to employee job duties (if the agency has no written policies and procedures, inquire of employees about their job duties), and observe that job duties are properly segregated such that:

- i. At least two employees are involved in initiating a purchase request, approving a purchase, and placing an order/making the purchase;

*No exceptions noted.*

- ii. At least two employees are involved in processing and approving payments to vendors;

*No exceptions noted.*

- iii. The employee responsible for processing payments is prohibited from adding/modifying vendor files, unless another employee is responsible for periodically reviewing changes to vendor files;

*No exceptions noted.*

- iv. Either the employee/official responsible for signing checks mails the payment or gives the signed checks to an employee to mail who is not responsible for processing payments; and

*No exceptions noted.*

- v. Only employees/officials authorized to sign checks approve the electronic disbursement (release) of funds, whether through automated clearinghouse (ACH), electronic funds transfer (EFT), wire transfer, or some other electronic means.

*No exceptions noted.*

- C. For each location selected under procedure #5A above, obtain the entity's non-payroll disbursement transaction population (excluding cards and travel reimbursements) and obtain management's representation that the population is complete. Randomly select 5 disbursements for each location, obtain supporting documentation for each transaction, and

- i. Observe whether the disbursement, whether by paper or electronic means, matched the related original itemized invoice and supporting documentation indicates that deliverables included on the invoice were received by the entity, and

*No exception noted.*

- ii. Observe that the disbursement documentation included evidence (e.g., initial/date, electronic logging) of segregation of duties tested under procedure #5B above, as applicable.

*No exception noted.*

- D. Using the entity's main operating account and the month selected in Bank Reconciliations procedure #3A, randomly select 5 non-payroll-related electronic disbursements (or all electronic disbursements if less than 5) and observe that each electronic disbursement was (a) approved by only those persons authorized to disburse funds (e.g., sign checks) per the entity's policy, and (b) approved by the required number of authorized signers per the entity's policy. Note: If no electronic payments were made from the main operating account during the month selected the practitioner should select an alternative month and/or account for testing that does include electronic disbursements.

*One item selected did not have documentation that the electronic disbursement was approved by an authorized signer.*

*Management's Response: Management will implement procedures to ensure there is documentation supporting the proper approval of electronic disbursements.*

#### **6) Credit Cards/Debit Cards/Fuel Cards/Purchase Cards (Cards)**

---

- A. Obtain from management a listing of all active credit cards, bank debit cards, fuel cards, and purchase cards (cards), for the fiscal period, including the card numbers and the names of the persons who maintained possession of the cards. Obtain management's representation that the listing is complete.

*Obtained listing of the credit cards and management's representation that listing is complete.*

- B. Using the listing prepared by management, randomly select 5 cards (or all if less than 5) that were used during the fiscal period. Randomly select one monthly statement or combined statement for each card (for a debit card, randomly select one monthly bank statement), obtain supporting documentation, and:

- i. Observe whether there is evidence that the monthly statement or combined statement and supporting documentation (e.g., original receipts for credit/debit card purchases, exception reports for excessive fuel card usage) were reviewed and approved, in writing (or electronically approved), by someone other than the authorized card holder (those instances requiring such approval that may constrain the legal authority of certain public officials, such as the mayor of a Lawrason Act municipality, should not be reported); and

*Four of the five cards selected did not have evidence that the statement and supporting documentation was reviewed and approved.*

- ii. Observe that finance charges and late fees were not assessed on the selected statements.

*Finance charges and/or late fees were assessed on one of the five monthly statements selected.*

*Management's Response: Management will review procedures for credit cards with employees and discuss the importance of providing and maintaining adequate documentation for credit card transactions. Management will review monthly statements and process timely to ensure finance charges and late fees are not assessed.*

- C. Using the monthly statements or combined statements selected under procedure #7B above, excluding fuel cards, randomly select 10 transactions (or all transactions if less than 10) from each statement, and obtain supporting documentation for the transactions (e.g., each card should have 10 transactions subject to inspection). For each transaction, observe that it is supported by (1) an original itemized receipt that identifies precisely what was purchased, (2) written documentation of the business/public purpose, and (3) documentation of the individuals participating in meals (for meal charges only). For missing receipts, the practitioner should describe the nature of the transaction and note whether management had a compensating control to address missing receipts, such as a “missing receipt statement” that is subject to increased scrutiny.

*Of the transactions selected, twelve items did not have an original itemized receipts. All transactions selected did not have documentation of the business/public purpose. One meal did not have documentation of the individuals participating in meals.*

*Management’s response: Management will review procedures for credit cards with employees and discuss the importance of providing original itemized receipts and documenting the business/public purpose for all transactions.*

#### **7) Travel and Travel -Related Expense Reimbursements (excluding card transactions)**

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- A. Obtain from management a listing of all travel and travel-related expense reimbursements during the fiscal period and management’s representation that the listing or general ledger is complete. Randomly select 5 reimbursements and obtain the related expense reimbursement forms/prepaid expense documentation of each selected reimbursement, as well as the supporting documentation. For each of the 5 reimbursements selected

*Obtained listing of travel and related expense reimbursements and management’s representation that listing is complete.*

- i. If reimbursed using a per diem, observe that the approved reimbursement rate is no more than those rates established either by the State of Louisiana or the U.S. General Services Administration ([www.gsa.gov](http://www.gsa.gov));

*One of the reimbursements selected was paid more than the rates establish either by the State of Louisiana or the U.S. General Services Administration.*

*Management’s response: Management will ensure reimbursements are paid according to the rates established either by the State of Louisiana or U.S. General Services Administration.*

- ii. If reimbursed using actual costs, observe that the reimbursement is supported by an original itemized receipt that identifies precisely what was purchased;

*No exceptions noted.*

- iii. Observe that each reimbursement is supported by documentation of the business/public purpose (for meal charges, observe that the documentation includes the names of those individuals participating) and other documentation required by Written Policies and Procedures procedure #1A(vii); and

*No exceptions noted.*

- iv. Observe that each reimbursement was reviewed and approved, in writing, by someone other than the person receiving reimbursement.

*No exceptions noted.*

## **8) Contracts**

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- A. Obtain from management a listing of all agreements/contracts for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period. *Alternately, the practitioner may use an equivalent selection source, such as an active vendor list.* Obtain management's representation that the listing is complete. Randomly select 5 contracts (or all contracts if less than 5) from the listing, excluding the practitioner's contract, and

*Obtained listing of contracts initiated or renewed during the fiscal period and management's representation that listing is complete.*

- i. Observe whether the contract was bid in accordance with the Louisiana Public Bid Law (e.g., solicited quotes or bids, advertised), if required by law;

*No exceptions noted.*

- ii. Observe whether the contract was approved by the governing body/board, if required by policy or law (e.g. Lawrason Act, Home Rule Charter);

*No exceptions noted.*

- iii. If the contract was amended (e.g. change order), observe that the original contract terms provided for such an amendment and that amendments were made in compliance with the contract terms (e.g., if approval is required for any amendment, the documented approval); and

*Not applicable.*

- iv. Randomly select one payment from the fiscal period for each of the 5 contracts, obtain the supporting invoice, agree the invoice to the contract terms, and observe that the invoice and related payment agreed to the terms and conditions of the contract.

*No exceptions noted.*

## **9) Payroll and Personnel**

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- A. Obtain a listing of employees and officials employed during the fiscal period and management's representation that the listing is complete. Randomly select 5 employees or officials, obtain related paid salaries and personnel files, and agree paid salaries to authorized salaries/pay rates in the personnel files.

*Obtained listing of employees and management's representation that listing was complete. Agreed paid salaries to authorized salaries/pay rates in the personnel file without exception.*

B. Randomly select one pay period during the fiscal period. For the 5 employees or officials selected under procedure #9A above, obtain attendance records and leave documentation for the pay period, and

- i. Observe that all selected employees or officials documented their daily attendance and leave (e.g., vacation, sick, compensatory);

*No exceptions noted.*

- ii. Observe whether supervisors approved the attendance and leave of the selected employees or officials;

*No exceptions noted.*

- iii. Observe that any leave accrued or taken during the pay period is reflected in the entity's cumulative leave records; and

*No exceptions noted.*

- iv. Observe the rate paid to the employees or officials agree to the authorized salary/pay rate found within the personnel file.

*No exceptions noted.*

C. Obtain a listing of those employees or officials that received termination payments during the fiscal period and management's representation that the list is complete. Randomly select two employees or officials, obtain related documentation of the hours and pay rates used in management's termination payment calculations and the entity's policy on termination payments. Agree the hours to the employee's or official's cumulative leave records, agree the pay rates to the employee's or official's authorized pay rates in the employee's or official's personnel files, and agree the termination payment to entity policy.

*No exceptions noted.*

D. Obtain management's representation that employer and employee portions of third-party payroll related amounts (e.g., payroll taxes, retirement contributions, health insurance premiums, garnishments, workers' compensation premiums, etc.) have been paid, and any associated forms have been filed, by required deadlines.

*No exceptions noted.*

## **10) Ethics**

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- A. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #9A obtain ethics documentation from management, and
- i. Observe whether the documentation demonstrates each employee/official completed one hour of ethics training during the calendar year as required by R.S. 42:1170; and

*No exceptions noted.*

- ii. Observe whether the entity maintains documentation which demonstrates each employee and official were notified of any changes to the entity's ethics policy during the fiscal period, as applicable.

*No exceptions noted.*

- B. Inquire and/or observe whether the agency has appointed an ethics designee as required by R.S. 42:1170.

*No exceptions noted.*

## **11) Debt Service**

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- A. Obtain a listing of bonds/notes and other debt instruments issued during the fiscal period and management's representation that the listing is complete. Select all debt instruments on the listing, obtain supporting documentation, and observe that State Bond Commission approval was obtained for each debt instrument issued as required by Article VII, Section 8 of the Louisiana Constitution.

*No exceptions noted.*

- B. Obtain a listing of bonds/notes outstanding at the end of the fiscal period and management's representation that the listing is complete. Randomly select one bond/note, inspect debt covenants, obtain supporting documentation for the reserve balance and payments, and agree actual reserve balances and payments to those required by debt covenants (including contingency funds, short-lived asset funds, or other funds required by the debt covenants).

*Obtained a listing of bonds/notes outstanding and management's representation that the listing is complete.*

*No exceptions noted.*

## **12) Fraud Notice**

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- A. Obtain a listing of misappropriations of public funds and assets during the fiscal period and management's representation that the listing is complete. Select all misappropriations on the listing, obtain supporting documentation, and observe that the entity reported the misappropriation(s) to the legislative auditor and the district attorney of the parish in which the entity is domiciled as required by R.S. 24:523.

*Management asserted that the entity did not have any misappropriations of public funds or assets.*

- B. Observe that the entity has posted on its premises and website, the notice required by R.S. 24:523.1 concerning the reporting of misappropriation, fraud, waste, or abuse of public funds.

*No exceptions noted.*

### **13) Information Technology Disaster Recovery/Business Continuity**

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- A. Perform the following procedures, verbally discuss the results with management, and report “We performed the procedure and discussed the results with management.”

- i. Obtain and inspect the entity’s most recent documentation that it has backed up its critical data (if no written documentation, inquire of personnel responsible for backing up critical data) and observe that such backup (a) occurred within the past week, (b) was not stored on the government’s local server or network, and (c) was encrypted.

*We performed the procedure and discussed the results with management.*

- ii. Obtain and inspect the entity’s most recent documentation that it has tested/verified that its backups can be restored (if no written documentation, inquire of personnel responsible for testing/verifying backup restoration) and observe evidence that the test/verification was successfully performed within the past 3 months.

*We performed the procedure and discussed the results with management.*

- iii. Obtain a listing of the entity’s computers currently in use, and their related locations, and management’s representation that the listing is complete. Randomly select 5 computers and observe while management demonstrates that the selected computers have current and active antivirus software and that the operating system and accounting system software in use are currently supported by the vendor.

*We performed the procedure and discussed the results with management.*

- B. Randomly select 5 terminated employees (or all terminated employees if less than 5) using the list of terminated employees obtained in procedure #9C. Observe evidence that the selected terminated employees have been removed or disabled from the network.

*No exceptions noted.*

### **14) Sexual Harassment**

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- A. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #9A above, obtain sexual harassment training documentation from management, and observe that the documentation demonstrates each employee/official completed at least one hour of sexual harassment training during the calendar year.

*No exceptions noted.*

- B. Observe that the entity has posted its sexual harassment policy and complaint procedure on its website (or in a conspicuous location on the entity's premises if the entity does not have a website).

*No exceptions noted.*

- C. Obtain the entity's annual sexual harassment report for the current fiscal period, observe that the report was dated on or before February 1, and observe that the report includes the applicable requirements of R.S. 42:344:

*No exceptions noted.*

We were engaged by The City of St. Gabriel to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on those C/C areas identified in the SAUPs. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of The City of St. Gabriel and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely to describe the scope of testing performed on those C/C areas identified in the SAUPs, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the LLA as a public document.



Gonzales, Louisiana  
December 31, 2023



## INDEPENDENT ACCOUNTANTS' REPORT

To the Honorable Mayor and  
City Council Members  
City of St. Gabriel, Louisiana

We have examined **THE CITY OF ST. GABRIEL'S (CITY)** compliance with the compliance requirements "activities allowed or unallowed" and "allowable cost/cost principles" (the specified requirements) as described in Part IV "Requirements for an Alternative Compliance Examination Engagement for Recipients That Would Otherwise be Required to Undergo a Single Audit or Program-Specific Audit as a Result of Receiving Coronavirus State and Local Fiscal Recovery Funds" of the CSLFRF section of the 2023 OMB Compliance Supplement (referred to herein as "Requirements for an Alternative CSLFRF Compliance Examination Engagement") during the year ended June 30, 2023. Management of the City is responsible for the City's compliance with the specified requirements. Our responsibility is to express an opinion on the City's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the AICPA; the standards applicable to attestation engagements contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the *Louisiana Governmental Audit Guide*; and in the "Requirements for an Alternative CSLFRF Compliance Examination Engagement." Those standards and requirements require that we plan and perform the examination to obtain reasonable assurance about whether the City complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the City complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We are required to be independent and meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement. Our examination does not provide a legal determination on the City's compliance with specified requirements.

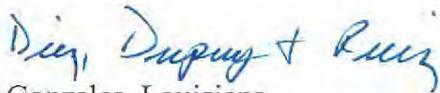
In our opinion, the City complied, in all material respects, with the specified requirements referenced above during the year ended June 30, 2023.

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

In accordance with *Government Auditing Standards* and the *Louisiana Governmental Audit Guide*, we are required to report all deficiencies that are considered to be significant deficiencies or material weaknesses in internal control; fraud, and noncompliance with provisions of laws, regulations, contracts or grant agreements that have a material effect on the City's compliance with the specified requirements and any other instances that warrant the attention of those charged with governance. We are also required to obtain and report the views of responsible officials concerning the findings, conclusions, and recommendations, as well as any planned corrective actions. We performed our examination to express an opinion on the City's compliance with the specified requirements and not for the purpose of expressing an opinion on the internal control over the specified requirements or on compliance and other matters; accordingly, we express no such opinions. The results of our tests disclosed no matters that are required to be reported under *Government Auditing Standards* and the *Louisiana Governmental Audit Guide*.

### **Intended Purpose**

The purpose of this examination report is solely to express an opinion on whether the City complied, in all material respects with the specified requirements referenced above during the year ended June 30, 2023. Accordingly, this report is not suitable for any other purpose.



Gonzales, Louisiana  
December 31, 2023