



SHREVEPORT
Louisiana

Annual Comprehensive Financial Report

AS OF AND FOR THE YEAR
ENDED DECEMBER 31

2021



Annual Comprehensive Financial Report

As of and for the year ended December 31, 2021

Finance Department

Kasey Brown, Interim Chief Financial Officer

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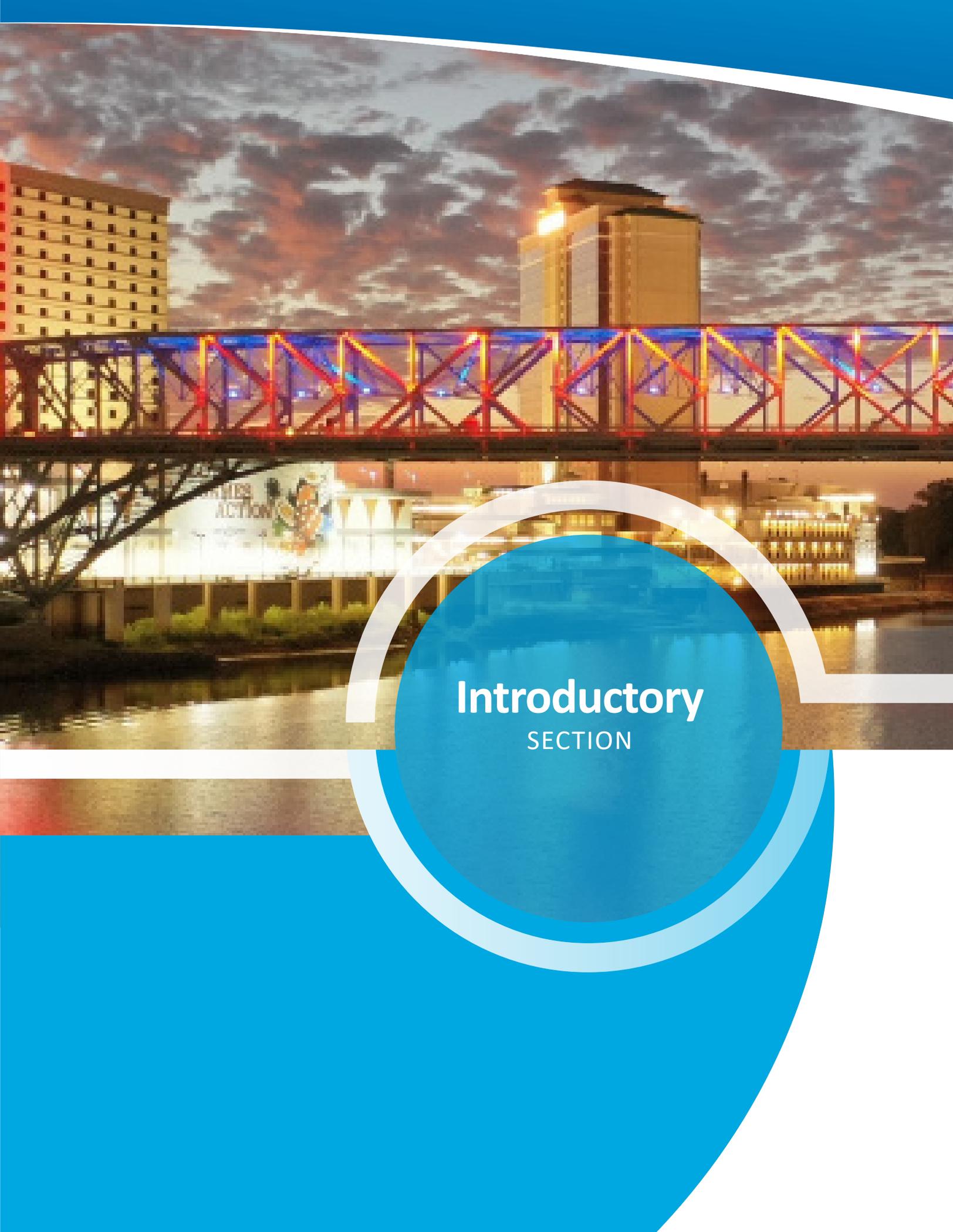
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Introductory

SECTION



CITY OF SHREVEPORT

P.O. BOX 31109 SHREVEPORT, LA 71130 • 505 TRAVIS STREET SHREVEPORT, LA 71101

Website: www.shreveportla.gov

August 2, 2022

Mayor Adrian Perkins
Members of the City Council
City of Shreveport, Louisiana

Mayor and Members of the City Council:

In accordance with Section 10.02, paragraph (j), of the City Charter, and pursuant to Louisiana State Statutes I am pleased to submit the Comprehensive Annual Financial Report for the year ended December 31, 2021. The financial statements were prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with generally accepted government auditing standards by a firm of licensed certified public accountants. I believe this report presents comprehensive information about the City's financial and operating activities during 2021 that is useful to taxpayers, citizens, and other interested persons.

This report was prepared by the Accounting Division of the Finance Department and consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. Since the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. In addition to internal controls established by management and those built into the accounting system, the Office of Internal Audit periodically reviews the adequacy of internal controls. The Internal Auditor and staff are independent of the Finance Department. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

In accordance with Section 4.28 of the City Charter, the City Council is required to provide for an annual independent audit of the accounts and financial transactions of the City by a firm of independent certified public accountants duly licensed to practice in the State of Louisiana. The accounting firm of Carr, Riggs & Ingram, LLC, was selected by the City Council to conduct its annual audit. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the year ended December 31, 2021, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and 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 auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the year ended December 31, 2021, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City was part of a broader, federally mandated “Single Audit” designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the City’s separately issued Single Audit Report.

GAAP require 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 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.

Profile of the City of Shreveport

The City of Shreveport was incorporated in 1839. It is located on the west bank of the Red River in Northwest Louisiana, approximately thirty (30) miles south of Arkansas and fifteen (15) miles east of Texas. Shreveport is the seat of Caddo Parish and the center of a metropolitan area that includes Bossier, Caddo, and Webster Parishes. Although located primarily in Caddo Parish, a small portion of the City extends into Bossier Parish. The current area of the City is approximately 123 square miles.

The City of Shreveport has been organized under a mayor-council form of government since 1978, when the current City charter was adopted by the voters. The charter provides for a seven-member council, with each member selected for four-year terms from separate districts of the City. The mayor is elected at-large for a four-year term, is not a member of the council, but has veto power over council action.

The City provides a wide range of services including public safety, highways and streets, sanitation, water and sewer services, airports, transportation, recreational activities, general administration functions, and others.

These financial statements present the City of Shreveport (the primary government) and its component units. The component units are included in the City’s reporting entity because of the significance of their operational or financial relationships with the City. Included as discretely presented component units is the financial data for the Shreveport Home Mortgage Authority, City Courts, City Marshal, Downtown Development Authority, Metropolitan Planning Commission, and Shreve Memorial Library. They are reported separately within the City’s financial statements to emphasize that they are legally separate from the City. Additional information on these legally separate entities can be found 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 City Council is required to adopt the final budgets no later than December 15 each year. Budgets are adopted at the fund, department and object level. The exception is the Community Development Department where the budget is at the fund, department, division and object level. Budgetary transfers across department lines or between classes of lump sum appropriations require the approval of the City Council.

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 unauthorized use or disposition and regarding 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 of the City adequately safeguard assets and provide reasonable assurance of the proper recording of financial transactions.

Local Economy

Sales taxes make up the largest part of local revenues. While collections of sales taxes have increased gradually over the years, the impact of Federal stimulus checks received in 2021 stimulated the local government in a positive way increasing sales taxes year over year by 17%. Although the pandemic continues to make citizens and officials cautious, sales taxes are looking strong for 2022. Expectations are that sales tax revenues for 2022 will be equal or greater than 2021 revenues based on Sales tax revenues being up 11% through the end of May 2022. The five-year trend for sales tax has been as follows:

| | |
|------|---------------|
| 2017 | \$118,856,148 |
| 2018 | \$123,869,548 |
| 2019 | \$124,235,262 |
| 2020 | \$128,120,834 |
| 2021 | \$149,913,898 |

Casino revenues continue to decline as competition within the region increases. The Casino’s have rebounded significantly from the pandemic increasing 33% year over year. Although revenues decreased slightly at the end of 2021 due to a no smoking ban place by the City Council on August 1, 2021, revenues have been steady in 2022. It is probable that the casino revenue will be equal or less than revenue received in 2021 based on the trend. The five-year history of gaming revenues is as follows:

| | |
|------|-------------|
| 2017 | \$8,916,942 |
| 2018 | \$8,792,004 |
| 2019 | \$8,312,300 |
| 2020 | \$5,200,939 |
| 2021 | \$7,780,770 |

The City continues to improve and upgrade the water and sewer systems throughout the City. An additional \$9.9 million has been appropriated from the Streets Special Revenue Fund to continue overlaying and repairing streets throughout the city.

Long-term Financial Planning

A consent decree with the United States Environmental Protection Agency (EPA) and the Louisiana Department of Environmental Quality (DEQ) became effective in May 2014. The consent decree reached between the City and EPA/DOJ requires the City to make various wastewater utility system improvements in order to reduce sanitary sewer overflows and meet wastewater discharge permit requirements. Work must be completed throughout the City in five phases over a period of 2014 to 2026.

To fund the sewer improvement program, the City Council approved rate increases over a 10-year period from 2013 through 2022. The first of those increases went into effect on October 1, 2013. A 2% increase in sewer rates went into effect on January 1, 2021 and a previously approved 2% increase is slated to occur on January 1, 2022. Projects in the Phase 1 and 2 areas of the City have been completed. The City is coordinating with the regulatory agencies about future phases of the program and associated funding requirements. The result of these discussions will be used as the basis for updating the City’s long-term financial plan for its wastewater and water utilities.

Relevant Financial Policies

Increases in Water and Sewer rates are expected to fund the additional debt required to complete the project required by the consent decree. The revenue uncertainty created by the pandemic, however, will challenge the acquisition of additional funding or debt issuance.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Shreveport for its comprehensive annual financial report for the fiscal year ended December 31, 2020. This was the twelfth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate. Also, this year we will submit for the Popular Annual Financial Reporting award, which demonstrates a readily accessible and easily understandable financial report to the general public and other interested parties.

Sincere appreciation is expressed to the entire staff in the Finance Department and especially to the professional accounting staff whose dedicated and efficient services have made the preparation of this report possible. I also acknowledge the thorough and professional help in completing the audit from our independent auditors, Carr, Riggs & Ingram, LLC. Thanks to the Mayor and City Council for your support of excellence in financial reporting and fiscal integrity.

Sincerely,



Kasey Brown
Interim Chief Financial Officer



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Shreveport
Louisiana**

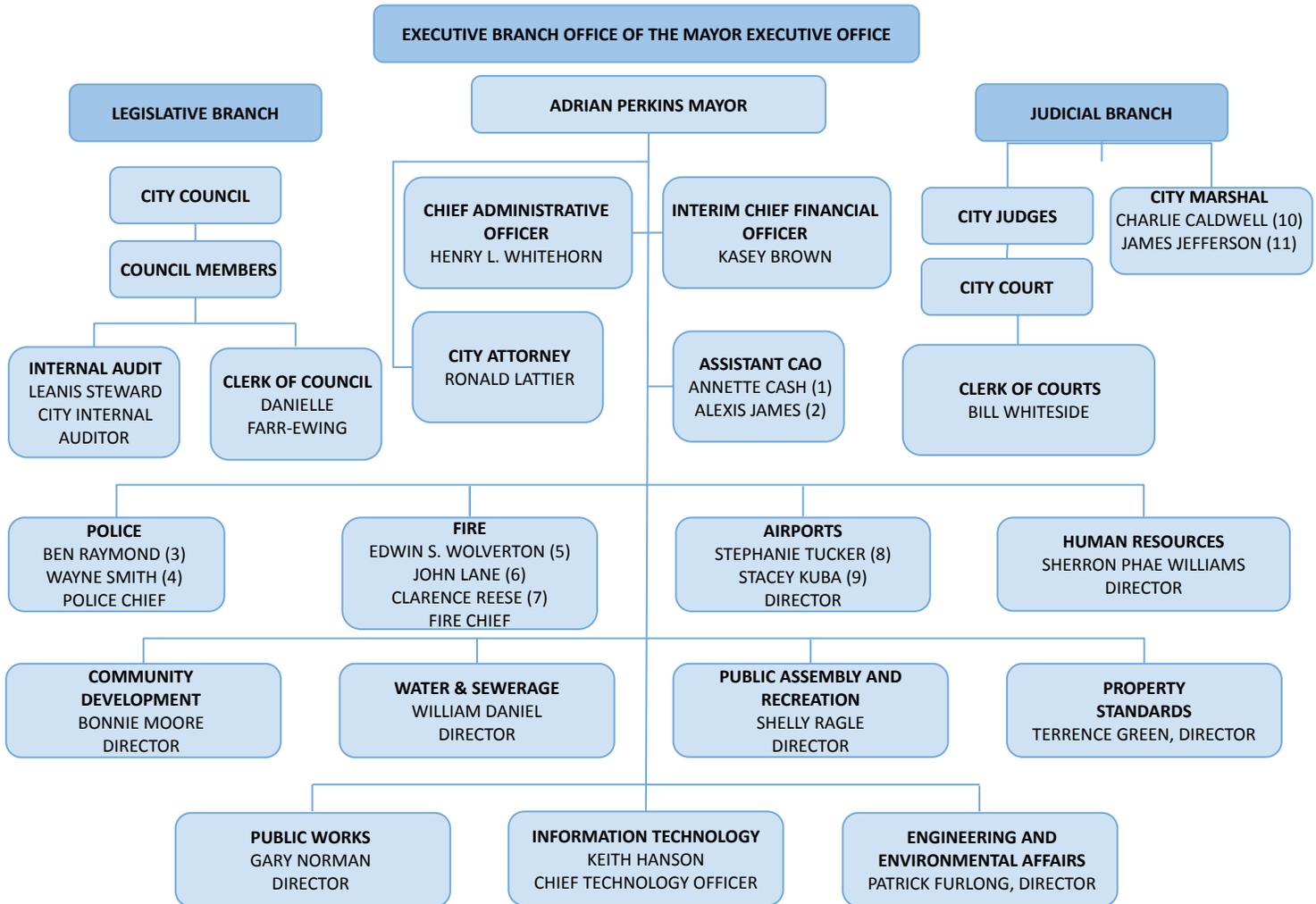
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2020

Christopher P. Morill

Executive Director/CEO

**CITY OF SHREVEPORT, LOUISIANA
ORGANIZATION CHART**



Legend for the Organization Chart

1. Annette Cash returned to the Water & Sewerage Department effective June 1, 2022
2. Alexis James was appointed Assistant CAO effective June 1, 2022
3. Ben Raymond was reassigned from Police Chief effective November 16, 2021
4. Wayne Smith was appointed Police Chief effective February 2, 2022
5. Edwin Wolverton retired as Fire Chief effective December 31, 2021
6. John Lane was appointed substitute Fire Chief effective October 25, 2021
7. Clarence Reese, Jr. was appointed Fire Chief effective April 11, 2022
8. Stephanie Tucker resigned as Director of Airports effective January 31, 2022
9. Stacy Kuba, Deputy Director of Airport, is the current lead Airport contact
10. Charlie Caldwell was removed from the City Marshal staff effective June 17, 2022
11. James Jefferson was named Interim City Marshal effective June 20, 2022

**CITY OF SHREVEPORT, LOUISIANA
PRINCIPAL OFFICIALS**

Adrian Perkins
Mayor

Henry L. Whitehorn
Chief Administrative Officer

Members of City Council

| | |
|------------------|------------|
| Tabatha Taylor | District A |
| LeVette Fuller | District B |
| John Nickelson | District C |
| Grayson Boucher | District D |
| James Flurry (1) | District E |
| James Green | District F |
| Jerry Bowman, Jr | District G |
| Alan Jackson (2) | District E |

1. James Flurry retired effective November 10, 2021
2. Alan Jackson was appointed by Governor John Edwards effective December 28, 2021

**CITY OF SHREVEPORT, LOUISIANA
FINANCE DEPARTMENT**

Interim Chief Financial Officer

Kasey Brown

Department Deputy Director

Arlene Adger

Division Managers

| | |
|-------------------|---------------------|
| S. Ben Hebert (1) | Accounting |
| Robert Terry | Revenue Collections |
| Renee Anderson | Purchasing |

Accounting Staff

| | |
|----------------------|--------------------|
| Rosalyn Atkins | Shiwanda Brown |
| Drucilla Carter | Dorothy Cole |
| Barbara Dunn | Ella Francis |
| Kimberly Horns | Doris LaCour |
| Marie LaFontant | Linda Long (2) |
| Tobi Maiden | Kelsey Metoyer (3) |
| Diane Pharr | LaShonda Samuels |
| Linda Smith | Sharon Tillman (4) |
| Jessica Carper (5) | Sara Riser (6) |
| Sharla Wilkerson (7) | |

1. S. Ben Hebert ceased serving as Controller effective December 31, 2021
2. Linda Long was removed from the accounting staff effective February 22, 2022
3. Kelsey Metoyer transferred to another division of Finance effective October 1, 2021
4. Sharon Tillman resigned effective September 30, 2021
5. Jessica Carper was hired to the accounting staff effective March 1, 2022
6. Sara Riser was hired to the accounting staff effective February 16, 2022
7. Sharla Wilkerson was transferred to the accounting staff effective November 16, 2021

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Financial
SECTION



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Shreveport, LA 71134-0278

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(318) 226-7150 (fax)
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INDEPENDENT AUDITORS' REPORT

Members of the City Council and
Honorable Adrian Perkins, Mayor
City of Shreveport, 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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Shreveport, Louisiana (the City) as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City, as of December 31, 2021, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of Downtown Development Authority, City of Shreveport City Court, and Charlie Caldwell, Jr. City Marshal, which represent 14 percent of the assets, 40 percent of the net position, and 20 percent of the revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as it relates to the amounts included for Downtown Development Authority, City of Shreveport City Court, and Charlie Caldwell, Jr. City Marshal, are based solely on the report of the other auditors.

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 and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City'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'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'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, the budgetary comparison schedules, the Schedule of Changes in the City's Total OPEB Liability and Related Ratios, the Schedule of Changes in Net Pension Liability, the Schedule of Pension Contributions, the Schedule of Employer's Proportionate Share of Net Pension Liability – State, the Schedule of Employer Contributions – State, listed as Required Supplementary Information in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, the Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for nonmajor funds, the Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer, the Justice System Funding Schedule – Receiving Entity As Required by Act 87 of the 2020 Regular Legislative Session, Combining and Individual Fund Statements and Schedules for nonmajor funds, the combining and individual component unit financial statements, and Statistical Section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates 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 by us and other auditors.

In our opinion, based on our audit, the procedures performed as described above, and the report of the other auditors, the Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for nonmajor funds, the Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer, the Justice System Funding Schedule – Receiving Entity As Required by Act 87 of the 2020 Regular Legislative Session, Combining and Individual Fund Statements and Schedules for nonmajor funds, the combining and individual component unit financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

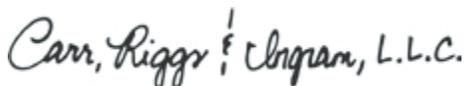
Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated August 2, 2022, on our consideration of the City'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'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's internal control over financial reporting and compliance.



Shreveport, Louisiana
August 2, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS

The Management's Discussion and Analysis (MD&A) offers the readers of the City of Shreveport's financial statements this narrative overview and analysis of the financial activities of the City of Shreveport for the year ended December 31, 2021.

Financial Highlights

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at December 31, 2021 by \$177 million (net position). Unrestricted net position is a deficit of \$1.0 billion.
- The City's total net position increased \$22 million. Net position of governmental activities increased \$18 million and net position of business-type activities increased \$4 million.
- As of December 31, 2021, the City's governmental funds reported combined fund balances of \$176 million, an increase of \$36 million from the prior year.
- The unassigned fund balances for the General Fund represented 27% of total General Fund expenditures.
- The City's total liabilities decreased \$75 million.

Overview of the Financial Statements

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

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

The statement of net position presents information on all of the City's assets, liabilities and deferred inflows/outflows of resources, with the difference reported as net position. The statement is designed to display the financial position of the City. Over time, increases or decreases in net position help determine whether the City's financial position is improving or deteriorating.

The statement of activities provides information which shows how the City's net position changed as a result of the year's activities. The statement uses the accrual basis of accounting, which is similar to the accounting used by private-sector businesses. All of the revenues and expenses are reported regardless of the timing of when cash is received or paid. The statement distinguishes functions of the City that are financed primarily by taxes, intergovernmental revenues, and charges for services (governmental activities) from functions where user fees and charges to customers help to cover all or most of the cost of services (business-type activities). The City's governmental activities include general government, public safety, public works, culture and recreation, health and welfare, community development, economic development, and economic opportunity. The business-type activities of the City include airports, water and sewerage systems, convention center, hotel, transit, golf, solid waste and parking operations.

Not only do the government-wide financial statements include the City itself, which is the primary government, but also its component units: Shreveport Home Mortgage Authority, City Court, City Marshal, Downtown Development Authority, Metropolitan Planning Commission, and Shreve Memorial Library. Although these component units are legally separate, their operational or financial relationship with the City makes the City financially accountable.

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

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

Sixteen governmental funds are used by the City. There are four major funds which have separately presented information in the governmental fund Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances. The major funds are the General Fund, Debt Service, the 2014 General Obligation Bond Fund, and the Community Development Fund. The twelve nonmajor funds are presented in the aggregate in the governmental fund financial statements. The individual fund information is presented in combining statements.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The City adopts an annual appropriated budget for its general fund and certain special revenue funds. Budgetary comparison statements have been provided to demonstrate compliance with these budgets.

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

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Proprietary fund financial statements provide separate information for the airports, water and sewerage, convention center, and hotel operations which are considered to be major funds of the City.

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

Fiduciary funds. Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for others. Activities from fiduciary funds are not included in the government-wide financial statements because the City cannot use these assets for its operations. The accounting for fiduciary funds is much like that used in 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.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension and postemployment benefits to its employees.

The combining statements for nonmajor governmental funds, enterprise funds, internal service funds, and fiduciary funds are presented immediately following the required supplementary information on pensions and postemployment benefits.

Government-wide Financial Analysis

Net Position. The following table reflects condensed information on the City's net position:

| | Net Position (in millions) | | | | | | | | |
|----------------------------------|-------------------------------|-------------|-----------------------------|-----------|------------|------------|----------------------------|--------------------------------|----------|
| | Governmental Activities | | Business-type Activities | | Total | | Change | | |
| | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 | Governmental Activities | Business Type Activities | Total |
| Current and other assets | \$ 208.15 | \$ 148.53 | \$ 288.17 | \$ 313.66 | \$ 496.32 | \$ 462.19 | \$ 59.62 | \$ (25.49) | \$ 34.13 |
| Capital assets | 570.51 | 576.50 | 1,226.23 | 1,215.04 | 1,796.74 | 1,791.54 | (5.99) | 11.19 | 5.20 |
| Total assets | 778.66 | 725.03 | 1,514.40 | 1,528.70 | 2,293.06 | 2,253.73 | 53.63 | (14.30) | 39.33 |
| Deferred outflows of resources | 107.30 | 162.85 | 13.42 | 19.42 | 120.72 | 182.27 | (55.55) | (6.00) | (61.55) |
| Current liabilities | 37.41 | 13.93 | 19.60 | 17.54 | 57.01 | 31.47 | 23.48 | 2.06 | 25.54 |
| Long-term liabilities | 1,076.39 | 1,174.53 | 946.66 | 972.16 | 2,023.05 | 2,146.69 | (98.14) | (25.50) | (123.64) |
| Total liabilities | 1,113.80 | 1,188.46 | 966.26 | 989.70 | 2,080.06 | 2,178.16 | (74.66) | (23.44) | (98.10) |
| Deferred inflows of resources | 147.79 | 93.52 | 9.14 | 9.89 | 156.93 | 103.41 | 54.27 | (0.75) | 53.52 |
| Net position | | | | | | | | | |
| Net investment in capital assets | 433.13 | 435.10 | 622.71 | 635.64 | 1,055.84 | 1,070.74 | (1.97) | (12.93) | (14.90) |
| Restricted | 123.19 | 109.30 | - | 3.96 | 123.19 | 113.26 | 13.89 | (3.96) | 9.93 |
| Unrestricted (Deficit) | (931.95) | (938.50) | (70.29) | (91.06) | (1,002.24) | (1,029.56) | 6.55 | 20.77 | 27.32 |
| Total net position | \$ (375.63) | \$ (394.10) | \$ 552.42 | \$ 548.54 | \$ 176.79 | \$ 154.44 | \$ 18.47 | \$ 3.88 | \$ 22.35 |

MANAGEMENT'S DISCUSSION AND ANALYSIS

At December 31, 2021, the City, as a whole, had assets and deferred outflows greater than its liabilities by \$177 million compared to \$154 million at December 31, 2020. The majority of the City's net position of governmental activities is invested in capital assets (streets, drainage, construction in progress, buildings, equipment, etc.). The capital assets are net of the outstanding principal of the debt associated with their acquisition. These assets are not available for future spending since they will not be sold. Restrictions are imposed upon \$123 million of the governmental activities net position. These assets are unavailable for general expenses but must be used for the intended purposes. Unrestricted net position of governmental activities is a deficit of \$932 million at the end of the year, a decrease in the deficit from a \$939 million deficit in the prior year. The deficit does not mean that the City has insufficient resources to pay bills for the next year; however, it does show that on a long-term basis, the City has commitments beyond which it has current resources to fund its obligations. The largest of these commitments, besides the general obligation bonds, are certificates of indebtedness which were issued to fund state pension obligations, notes issued for remodeling of the Independence Stadium and the recognition of net pension liability, and other postemployment benefit obligations.

The net position of the City's business-type activities is \$552 million, a increase of \$4 million from 2020. As with the governmental activities, the majority of the net position is invested in capital assets. The City uses these assets to provide services to the citizens. The unrestricted net position of the business-type activities is a deficit of \$70 million at December 31, 2021 compared to a deficit of \$91 million in the prior year.

Changes in net position. The City's total revenues and expenses for governmental and business-type activities are reflected in the following table:

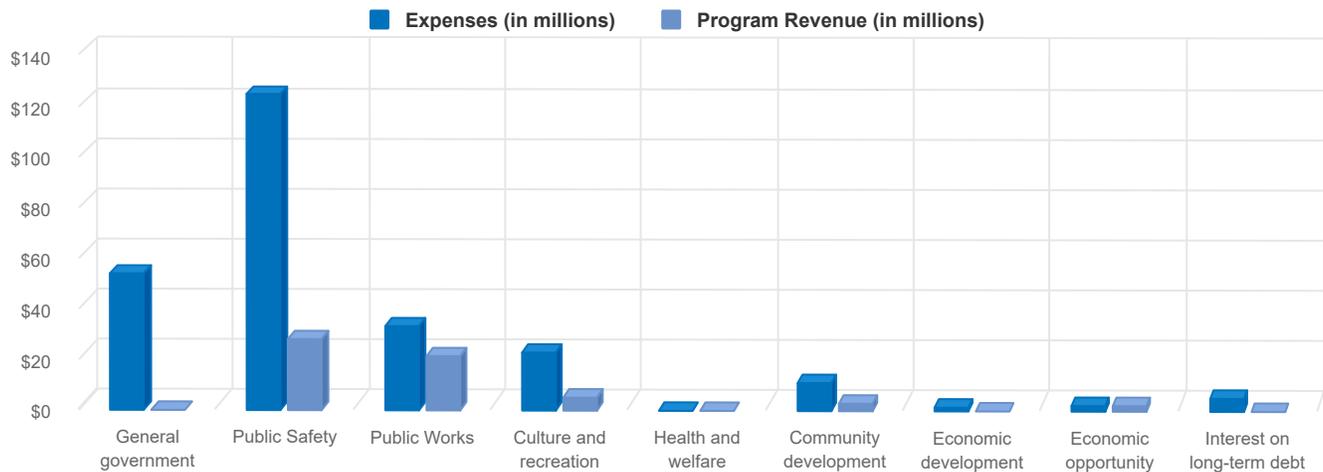
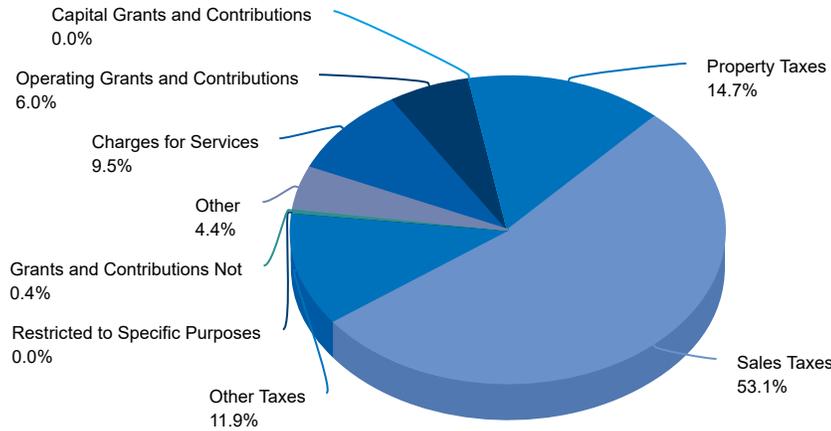
| | Governmental Activities | | Business-type Activities | | Total | | Change | |
|---|----------------------------|--------------------|-----------------------------|------------------|------------------|------------------|-----------------|----------------|
| | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 | Governmental | Business |
| Revenues: | | | | | | | | |
| Program Revenues: | | | | | | | | |
| Charges for Services | \$ 26.68 | \$ 33.67 | \$ 138.86 | \$ 126.02 | \$ 165.54 | \$ 159.69 | \$ (6.99) | \$ 12.84 |
| Operating Grants and Contributions | 17.04 | 27.31 | 1.39 | 2.31 | 18.43 | 29.62 | (10.27) | (0.92) |
| Capital Grants and Contributions | - | - | 14.56 | 19.11 | 14.56 | 19.11 | - | (4.55) |
| Property Taxes | 41.39 | 42.50 | - | - | 41.39 | 42.50 | (1.11) | - |
| Sales Taxes | 149.91 | 128.12 | - | - | 149.91 | 128.12 | 21.79 | - |
| Other Taxes | 33.56 | 27.07 | - | - | 33.56 | 27.07 | 6.50 | - |
| Grants and Contributions Not Restricted to Specific Programs | 1.22 | 1.09 | - | - | 1.22 | 1.09 | 0.13 | - |
| Other Revenues | 12.51 | 3.20 | 3.43 | 4.51 | 15.94 | 7.71 | 9.31 | (1.08) |
| Total Revenues | <u>282.31</u> | <u>262.96</u> | <u>158.24</u> | <u>151.95</u> | <u>440.55</u> | <u>414.91</u> | <u>19.36</u> | <u>6.29</u> |
| Expenses | | | | | | | | |
| General Government | 54.15 | 69.90 | - | - | 54.15 | 69.90 | (15.75) | - |
| Public Safety | 125.17 | 123.95 | - | - | 125.17 | 123.95 | 1.22 | - |
| Public Works | 33.62 | 39.99 | - | - | 33.62 | 39.99 | (6.37) | - |
| Culture and Recreation | 23.10 | 23.70 | - | - | 23.10 | 23.70 | (0.60) | - |
| Health and Welfare | 0.30 | 0.26 | - | - | 0.30 | 0.26 | 0.04 | - |
| Community Development | 11.20 | 11.09 | - | - | 11.20 | 11.09 | 0.11 | - |
| Economic Development | 1.32 | 1.71 | - | - | 1.32 | 1.71 | (0.39) | - |
| Economic Opportunity | 2.16 | 1.50 | - | - | 2.16 | 1.50 | 0.66 | - |
| Interest on Long-term Debt | 5.14 | 5.69 | - | - | 5.14 | 5.69 | (0.55) | - |
| Municipal and Regional Airports | - | - | 16.39 | 18.14 | 16.39 | 18.14 | - | (1.75) |
| Water and Sewerage | - | - | 94.60 | 102.32 | 94.60 | 102.32 | - | (7.72) |
| Convention Center | - | - | 5.31 | 4.71 | 5.31 | 4.71 | - | 0.60 |
| Convention Center Hotel | - | - | 12.26 | 9.95 | 12.26 | 9.95 | - | 2.31 |
| Shreveport Area Transit | - | - | 16.20 | 15.54 | 16.20 | 15.54 | - | 0.66 |
| Golf | - | - | 0.75 | 1.50 | 0.75 | 1.50 | - | (0.75) |
| Downtown Parking | - | - | 0.36 | 0.40 | 0.36 | 0.40 | - | (0.04) |
| Solid Waste | - | - | 16.16 | 21.28 | 16.16 | 21.28 | - | (5.12) |
| Total Expenses | <u>256.16</u> | <u>277.79</u> | <u>162.03</u> | <u>173.84</u> | <u>418.19</u> | <u>451.63</u> | <u>(21.63)</u> | <u>(11.81)</u> |
| Increase (Decrease) in Net Position Before Transfers | 26.15 | (14.83) | (3.79) | (21.89) | 22.36 | (36.72) | 40.99 | 18.10 |
| Transfers | (7.68) | (6.96) | 7.68 | 5.84 | - | (1.12) | (0.72) | 1.84 |
| Change in net position | <u>18.47</u> | <u>(21.79)</u> | <u>3.89</u> | <u>(16.05)</u> | <u>22.36</u> | <u>(37.84)</u> | <u>40.27</u> | <u>19.94</u> |
| Net Position-Beginning | <u>(394.10)</u> | <u>(372.29)</u> | <u>548.54</u> | <u>564.59</u> | <u>154.44</u> | <u>192.30</u> | <u>(21.81)</u> | <u>(16.05)</u> |
| Net Position-Ending | <u>\$ (375.62)</u> | <u>\$ (394.10)</u> | <u>\$ 552.42</u> | <u>\$ 548.54</u> | <u>\$ 176.80</u> | <u>\$ 154.44</u> | <u>\$ 18.48</u> | <u>\$ 3.88</u> |

MANAGEMENT’S DISCUSSION AND ANALYSIS

Governmental Activities. Revenues for the City’s governmental activities for the year ended December 31, 2021 were \$282 million compared to \$263 million in the prior year.

- Total program revenues increased \$19.4 million in 2021 compared to 2020 as a result of decreases in charges for services, increases in operating grants and contributions, and decreases in taxes.
- General revenues are, for the most part, comprised of sales and property taxes (68%).
 - Sales taxes represent 48.153% of total governmental revenues at \$150 million compared to \$128 million for 2020.
 - Property tax revenues represent 16% at \$41 million.

Revenues by Source - Governmental Activities



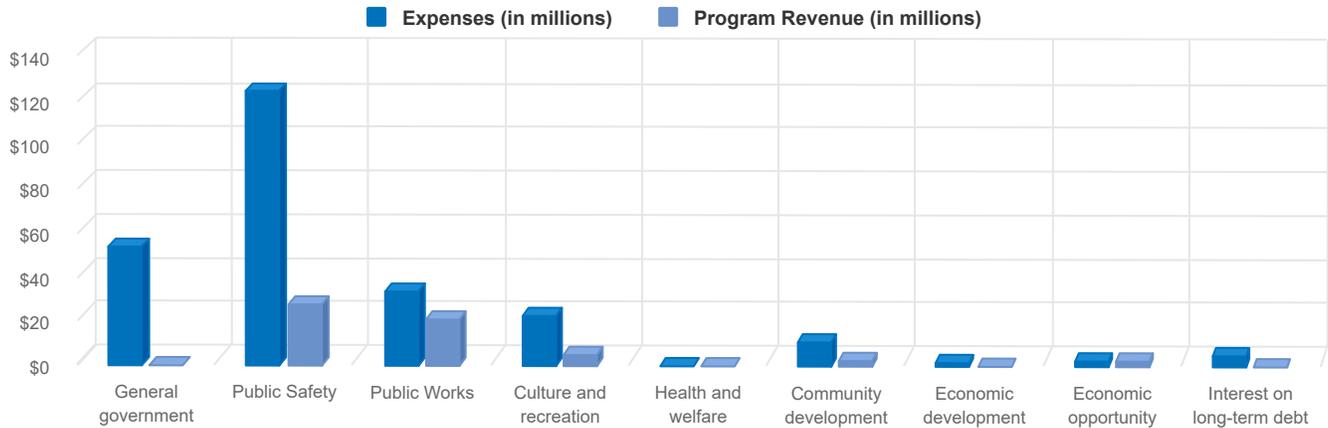
The cost of providing all governmental activities this year was \$256 million, decreased \$22 million from the prior year. The key factors for the decrease were:

- General Government expenditures decreased by \$15.75 million. Although there was some return to normalcy the workforce did not return as quickly, which resulted in a lot of vacancies in 2021.
- Public works expenditures decreased by \$6.37 million since 2020 primarily due to the workforce not returning as quickly and decreased cost of purchasing heavy equipment due to supply shortage.

MANAGEMENT’S DISCUSSION AND ANALYSIS

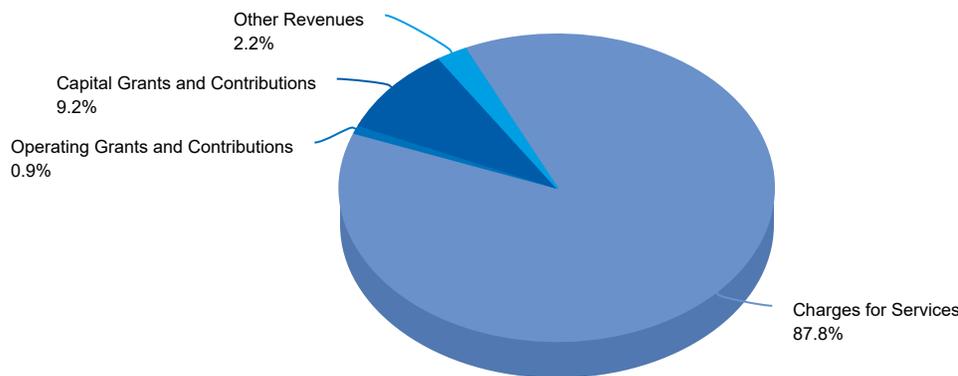
The City’s five largest governmental activities are public safety, public works, general government, community development and cultural and recreation. The graph below shows the expenses and program revenues generated by governmental activities:

Expenses and Program Revenues - Governmental Activities

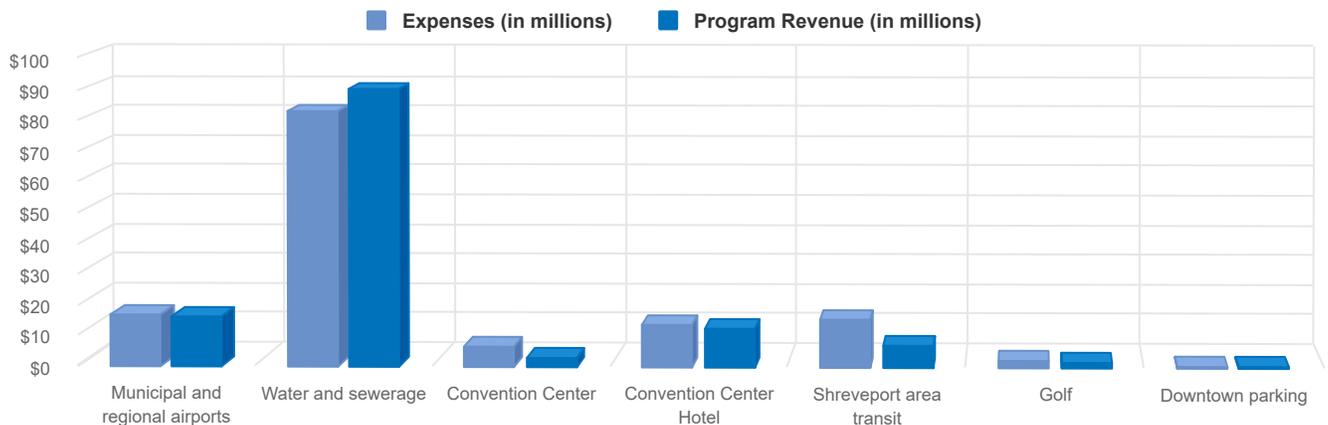


Business-type Activities. Charges for services for the City’s business-type activities were \$139 million for 2021, a increase of \$12.84 million from 2020.

Revenues by Source - Governmental Activities



Expenses and Program Revenues - Business-type Activities



The costs of these business-type activities was \$162.03 million for 2021, a decrease of \$11.81 million from 2020.

- Decrease due to less construction activity in water and sewer in 2021 due to fewer emergency repairs.
- Other funds had small increases and decreases.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Financial Analysis of the City's Funds

Governmental funds. The analysis of governmental funds serves the purpose of looking at what resources came into the funds, how they were spent and what is available for future expenditures. Did the government generate enough revenue to pay for current obligations? What is available for spending at the end of the year? The City's governmental funds for the year ended December 31, 2021 reflect combined fund balances of \$176 million, an increase of \$36 million compared to the prior year. The increase in fund balance was mostly associated with increases in sales tax collections, CARES funding and related decreases in costs also tied to the Covid -19 pandemic. There was 27% or \$68 million restricted primarily for debt service and capital projects. Balances assigned to the future years are \$18 million and \$53 million is unassigned and available for spending.

The General Fund is the City's operating fund which provides most basic services. Its fund balance had an increase \$32.9 million from the prior year. The major revenue sources are property taxes, sales taxes, and charges for services.

- Sales tax collections increased \$21.8 million from 2020 due to an increase in spending from stimulus packages received.
- Charges for services and intergovernmental revenue decreased \$2.1 million from 2020.
- Intergovernmental revenue decreased \$17.7 million from 2020 primarily because of CARES funding not repeated in 2021. The ARPA funding received in 2021 is predominately deferred until expenditures are incurred.

The Debt Service Fund has a total fund balance of \$48 million, which is restricted for payment of principal and interest on debt outstanding. The fund balance for 2021 remained essentially consistent from 2020.

Proprietary funds. The proprietary funds had an increase in net position of \$3.9 million. The Municipal and Regional Airport received capital contributions. Water and Sewerage's net position increased \$4.7 million. The Solid Waste Fund was created in 2019 and ended the year with a net position (deficit) of \$6.8 million.

Capital Assets and Debt Administration

Capital assets. The City's investment in capital assets as of December 31, 2021, for its governmental and business-type activities was \$1.8 billion, net of depreciation, as reflected in the following schedule.

**Capital Assets
(net of depreciation in millions)**

| | Governmental Activities | | Business-type Activities | | Total | |
|-------------------------------------|-------------------------|------------------|--------------------------|--------------------|--------------------|--------------------|
| | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 |
| Land | \$ 112.20 | \$ 111.39 | \$ 51.79 | \$ 51.79 | \$ 163.99 | \$ 163.18 |
| Construction in progress | 6.62 | 14.39 | 273.55 | 246.29 | 280.17 | 260.68 |
| Buildings | 110.77 | 114.76 | 130.65 | 135.50 | 241.42 | 250.26 |
| Improvement other than buildings | 45.68 | 43.69 | 57.69 | 62.45 | 103.37 | 106.14 |
| Equipment | 18.48 | 15.07 | 18.91 | 22.05 | 37.39 | 37.12 |
| Distribution and collection systems | - | - | 693.64 | 696.95 | 693.64 | 696.95 |
| Infrastructure | 276.77 | 277.19 | - | - | 276.77 | 277.19 |
| Total | <u>\$ 570.52</u> | <u>\$ 576.49</u> | <u>\$ 1,226.23</u> | <u>\$ 1,215.03</u> | <u>\$ 1,796.75</u> | <u>\$ 1,791.52</u> |

Major additions to capital assets during the current year included the following (in millions):

| Asset | Amount |
|--|----------------|
| Jetbridge Program | \$ 1.4 |
| Runway 5/23 Extension/Shift-DTN | 1.1 |
| 600-700 Blocks Browning St. Drainage | 1.0 |
| Ockley Ditch Improvements | 2.6 |
| Master Drainage Plan Update | 1.0 |
| Public Infrastructure Project-900 Travis | 1.0 |
| Texas Street Bridge | 1.0 |
| Traffic Signal System Improvement | 6.0 |
| Linwood Avenue Reconstruction Phase II | 1.7 |
| | <u>\$ 16.8</u> |

MANAGEMENT’S DISCUSSION AND ANALYSIS

Construction commitments

The government has no active major construction project as of December 31, 2021 (see list below):

| Project Number | Project Description | Remaining Commitment | Financing Sources |
|----------------|---------------------|----------------------|-------------------|
|----------------|---------------------|----------------------|-------------------|

None

For further information, refer to Note E in the notes to the financial statements.

Long-term debt. At year end, the City had \$996.6 million in bonds and other lending agreements, including \$273 thousand in Section 108 Housing and Urban Development guaranteed loans as shown in the following table.

**Outstanding Debt
General Obligation and Revenue Bonds and Other Lending Agreements
(in millions)**

| | Governmental Activities | | Business-type Activities | | Total | |
|--------------------------|-------------------------|------------------|--------------------------|------------------|------------------|--------------------|
| | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 |
| General obligation bonds | \$ 133.47 | \$ 142.60 | \$ - | \$ - | \$ 133.47 | \$ 142.60 |
| Revenue bonds | 5.58 | - | 826.94 | 848.96 | 832.52 | 848.96 |
| Other lending agreements | 25.91 | 19.80 | 4.70 | 0.77 | 30.61 | 20.57 |
| Total | \$ 164.96 | \$ 162.40 | \$ 831.64 | \$ 849.73 | \$ 996.60 | \$ 1,012.13 |

State statutes limit the amount of government obligation debt a municipality may issue at a maximum of 10% of the assessed valuation for any purpose. The maximum may be exceeded if the aggregate issued for all purposes does not exceed 35% of the total assessed valuation. The City’s outstanding general obligation debt is below the state limit. Approximately \$434 million of additional general obligation bonded debt is available for issuance.

For further information, refer to Note H in the notes to the financial statements.

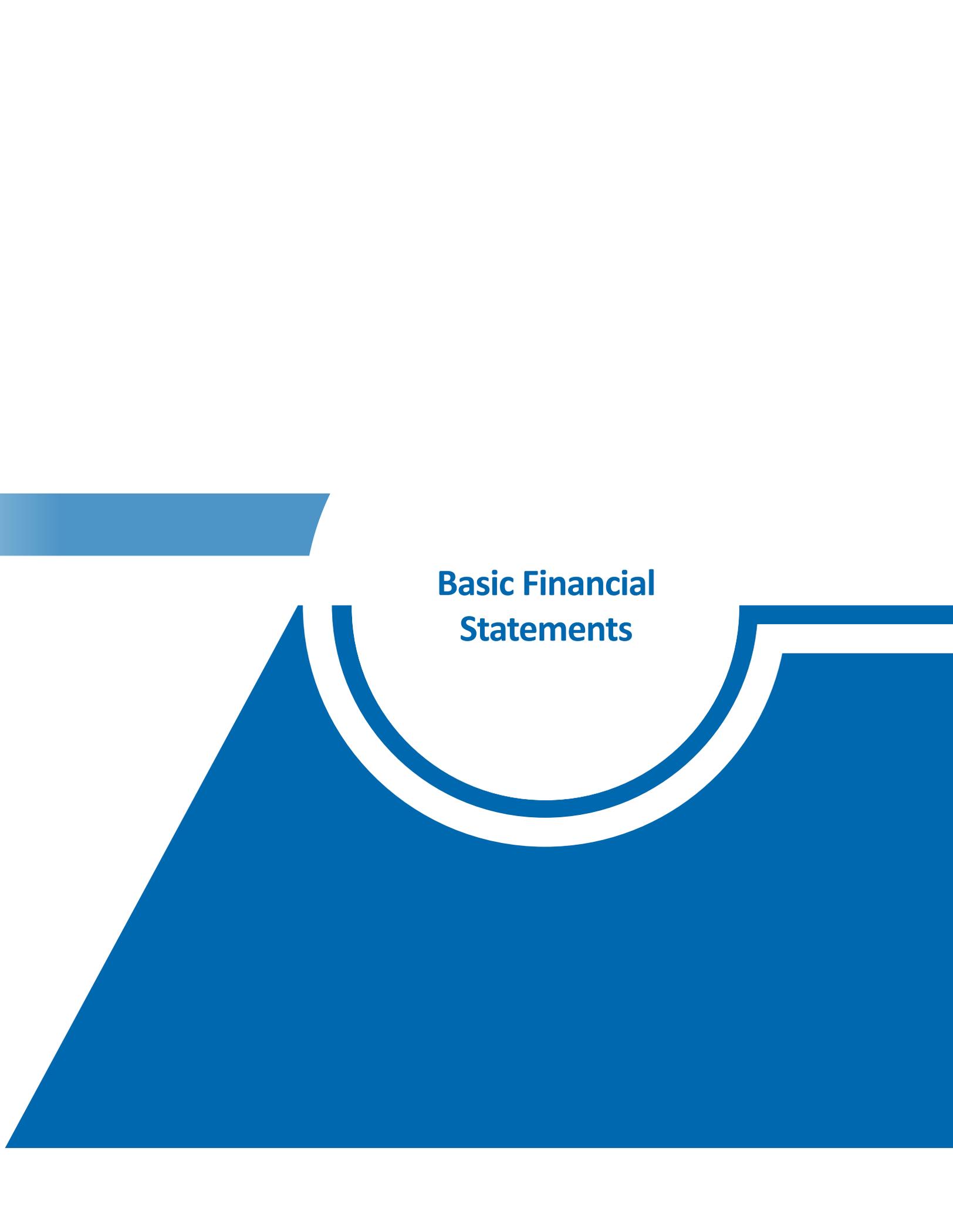
Economic Factors and Next Year’s Budgets and Rates

Although the pandemic is still existent, there was some return to normalcy. As the economy reopened, revenues have recovered robustly. Sales taxes for 2021 were significantly greater than 2020 being up 17% year over year. Sales tax collections for 2022 through July are up 11% over the same period in 2021; and expected to remain up through the balance of the year. Gaming revenues, which were non-existent for several months during the pandemic shut-down have rebounded strongly for 2021 increasing by over 50% and through July 2022 revenues are on track to equal 2021 gaming revenues. Hotel occupancy taxes improved but will probably not fully recover until sometime in 2023. The City’s budget for 2022 was virtually equal to the 2021 budget. Despite the fluctuations in revenues, the City has maintained its services to citizens at expected levels in all basic service sectors. As the City finalizes its budget for 2023, revenues are expected to remain constrained and some costs will be reduced to allow the City to operate within its means.

Requests for Information

This financial report is designed to provide a general overview of the City’s finances for all those with an interest in the City’s finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Interim Chief Financial Officer, City of Shreveport, 505 Travis Street, Suite 670, Shreveport, Louisiana 71101.

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The image features a large, solid blue shape that resembles a stylized mountain or a wide, shallow bowl. A white semi-circular cutout is centered within this blue shape. The text "Basic Financial Statements" is positioned inside this white cutout. To the left of the main blue shape, there is a horizontal blue bar with a diagonal cut on its right side. The overall design is clean and modern, using a two-color palette of blue and white.

**Basic Financial
Statements**

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CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF NET POSITION
DECEMBER 31, 2021

| | Primary Government | | | Component Units |
|---|----------------------------|-----------------------------|-----------------------|----------------------|
| | Governmental Activities | Business-type Activities | Total | |
| ASSETS | | | | |
| Cash and cash equivalents | \$ 130,360,047 | \$ 41,350,284 | \$ 171,710,331 | \$ 18,501,076 |
| Investments | 1,413,488 | 3,200,000 | 4,613,488 | 1,129,164 |
| Interest receivable | 23,933 | - | 23,933 | - |
| Receivables, net | 25,804,137 | 15,156,380 | 40,960,517 | 15,917,649 |
| Due from other governments | 22,379,816 | 4,201,665 | 26,581,481 | - |
| Due from primary government | - | - | - | 234,217 |
| Internal balances | 16,870,339 | (16,870,339) | - | - |
| Inventories | 1,769,265 | 3,606,556 | 5,375,821 | - |
| Prepaid items | 946,065 | 352,192 | 1,298,257 | 69,496 |
| Notes receivable | 4,242,829 | - | 4,242,829 | - |
| Other assets | 196,066 | - | 196,066 | 122,516 |
| Restricted assets: | | | | |
| Cash and cash equivalents | - | 232,237,037 | 232,237,037 | - |
| Investments | 4,144,434 | 2,159,842 | 6,304,276 | - |
| Prepaid items | - | 2,781,173 | 2,781,173 | - |
| Capital assets: | | | | |
| Land and construction in progress | 118,815,151 | 325,347,923 | 444,163,074 | 7,184,294 |
| Other capital assets, net of depreciation | 451,697,794 | 900,886,526 | 1,352,584,320 | 28,640,173 |
| Total assets | <u>778,663,364</u> | <u>1,514,409,239</u> | <u>2,293,072,603</u> | <u>71,798,585</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | | | |
| Deferred charge on refunding | 1,836,418 | 5,792,500 | 7,628,918 | - |
| Deferred outflows for pensions | 28,694,914 | 1,081,577 | 29,776,491 | 520,960 |
| Deferred outflows for OPEB | 76,764,637 | 6,542,850 | 83,307,487 | 2,516,480 |
| Total deferred outflows of resources | <u>107,295,969</u> | <u>13,416,927</u> | <u>120,712,896</u> | <u>3,037,440</u> |
| LIABILITIES | | | | |
| Accounts payable | 3,950,127 | 11,250,820 | 15,200,947 | 246,979 |
| Accrued liabilities | 1,130,563 | 3,781,907 | 4,912,470 | 233,972 |
| Accrued interest payable | 2,405,527 | 3,460,331 | 5,865,858 | - |
| Due to other governments | 498,919 | - | 498,919 | 265,561 |
| Due to component unit | - | - | - | - |
| Unearned revenue | 26,987,805 | 303,831 | 27,291,636 | - |
| Deposits and other | 2,434,522 | 798,599 | 3,233,121 | - |
| Non-current liabilities: | | | | |
| Due within one year | 74,688,190 | 32,786,896 | 107,475,086 | 707,050 |
| Due in more than one year | 150,590,538 | 808,060,133 | 958,650,671 | 1,180,736 |
| Net pension liability | 256,890,274 | 55,167,966 | 312,058,240 | 26,572,637 |
| Total OPEB liability | 594,219,085 | 50,646,835 | 644,865,920 | 19,479,552 |
| Total liabilities | <u>1,113,795,550</u> | <u>966,257,318</u> | <u>2,080,052,868</u> | <u>48,686,487</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| Deferred inflows on bond refunding | 1,315,386 | - | 1,315,386 | 744,987 |
| Deferred inflows for pensions | 79,455,156 | 3,432,396 | 82,887,552 | 1,653,275 |
| Deferred inflows for OPEB | 67,017,292 | 5,712,058 | 72,729,350 | 2,196,945 |
| Total deferred inflows of resources | <u>147,787,834</u> | <u>9,144,454</u> | <u>156,932,288</u> | <u>4,595,207</u> |
| NET POSITION | | | | |
| Net investment in capital assets | 433,131,458 | 622,710,657 | 1,055,842,115 | 35,577,081 |
| Restricted for: | | | | |
| Capital projects | 46,229,664 | - | 46,229,664 | - |
| Debt service | 48,025,556 | - | 48,025,556 | 128,702 |
| Community development | - | - | - | - |
| Streets | 2,817,281 | - | 2,817,281 | - |
| Enrichment | 1,160,173 | - | 1,160,173 | - |
| Downtown entertainment economic development | - | - | - | - |
| Environmental grants | 1,143,557 | - | 1,143,557 | - |
| Other purposes | 23,819,105 | - | 23,819,105 | 338,408 |
| Unrestricted (deficit) | (931,950,845) | (70,286,263) | (1,002,237,108) | (14,489,860) |
| Total net position (deficit) | <u>\$ (375,624,051)</u> | <u>\$ 552,424,394</u> | <u>\$ 176,800,343</u> | <u>\$ 21,554,331</u> |

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

**CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2021**

| Functions/Programs | Expenses | Charges for Services | Program Revenues | |
|------------------------------------|-----------------------|-----------------------|------------------------------------|----------------------------------|
| | | | Operating Grants and Contributions | Capital Grants and Contributions |
| Primary Government: | | | | |
| Governmental Activities: | | | | |
| General government | \$ 54,147,350 | \$ - | \$ - | \$ - |
| Public safety | 125,173,071 | 9,111,179 | 1,767,100 | - |
| Public works | 33,623,919 | 16,047,305 | 694,000 | - |
| Culture and recreation | 23,100,094 | 1,525,871 | 2,200,897 | - |
| Health and welfare | 301,523 | - | - | - |
| Community development | 11,201,722 | - | 9,417,843 | - |
| Economic development | 1,322,448 | - | 2,192,082 | - |
| Economic opportunity | 2,159,289 | - | 765,485 | - |
| Interest on long-term debt | 5,137,295 | - | - | - |
| Total governmental activities | <u>256,166,711</u> | <u>26,684,355</u> | <u>17,037,407</u> | <u>-</u> |
| Business-type activities: | | | | |
| Municipal and Regional Airports | 16,386,539 | 11,254,560 | - | 7,248,862 |
| Water and Sewerage | 94,602,650 | 98,984,400 | - | 811,207 |
| Convention Center | 5,305,561 | 1,649,784 | - | - |
| Convention Center Hotel | 12,264,638 | 11,413,112 | - | - |
| Shreveport Area Transit System | 16,203,385 | 979,842 | 1,391,048 | 6,496,550 |
| Golf | 747,215 | 2,297,713 | - | - |
| Downtown Parking | 363,352 | 385,455 | - | - |
| Solid Waste | 16,159,257 | 11,895,837 | - | - |
| Total business-type activities | <u>162,032,597</u> | <u>138,860,703</u> | <u>1,391,048</u> | <u>14,556,619</u> |
| Total primary government | <u>\$ 418,199,308</u> | <u>\$ 165,545,058</u> | <u>\$ 18,428,455</u> | <u>\$ 14,556,619</u> |
| Component units: | | | | |
| Shreveport Home Mortgage Authority | \$ 68,261 | \$ - | \$ - | \$ - |
| City Court | 566,440 | 388,619 | - | - |
| City Marshal | 3,202,759 | 750,215 | 2,379,868 | - |
| Downtown Development Authority | 1,262,967 | 648,130 | - | - |
| Metropolitan Planning Commission | 1,545,506 | - | 280,000 | - |
| Shreve Memorial Library | 19,273,782 | 258,523 | 619,065 | - |
| Total component units | <u>\$ 25,919,715</u> | <u>\$ 2,045,487</u> | <u>\$ 3,278,933</u> | <u>\$ -</u> |

General Revenues:

Taxes:

Property taxes levied for general purposes

Property taxes levied for debt service

Sales taxes

Franchise taxes

Occupational licenses

Gaming

Grants and contributions not restricted to specific programs

Investment earnings

Payment from City of Shreveport

Miscellaneous

Transfers

Total general revenues and transfers

Change in Net Position

Net position (deficit) - beginning

Prior period adjustment

Net position (deficit) - beginning, restated

Net position (deficit) - ending

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

(continued)

| Net (Expenses) Revenue and Changes in Net Position | | | | | |
|---|---------------------------------|-------------------------|------------------------|----------|--|
| Primary Government | | | | | |
| Governmental Activities | Business-type Activities | Total | Component Units | | |
| \$ (54,147,350) | \$ - | \$ (54,147,350) | \$ - | \$ - | |
| (114,294,792) | - | (114,294,792) | - | - | |
| (16,882,614) | - | (16,882,614) | - | - | |
| (19,373,326) | - | (19,373,326) | - | - | |
| (301,523) | - | (301,523) | - | - | |
| (1,783,879) | - | (1,783,879) | - | - | |
| 869,634 | - | 869,634 | - | - | |
| (1,393,804) | - | (1,393,804) | - | - | |
| (5,137,295) | - | (5,137,295) | - | - | |
| <u>(212,444,949)</u> | <u>-</u> | <u>(212,444,949)</u> | <u>-</u> | <u>-</u> | |
| - | 2,116,883 | 2,116,883 | - | - | |
| - | 5,192,957 | 5,192,957 | - | - | |
| - | (3,655,777) | (3,655,777) | - | - | |
| - | (851,526) | (851,526) | - | - | |
| - | (7,335,945) | (7,335,945) | - | - | |
| - | 1,550,498 | 1,550,498 | - | - | |
| - | 22,103 | 22,103 | - | - | |
| - | (4,263,420) | (4,263,420) | - | - | |
| - | (7,224,227) | (7,224,227) | - | - | |
| <u>\$ (212,444,949)</u> | <u>\$ (7,224,227)</u> | <u>\$ (219,669,176)</u> | <u>\$ -</u> | <u>-</u> | |
| \$ - | \$ - | \$ - | \$ (68,261) | | |
| - | - | - | (177,821) | | |
| - | - | - | (72,676) | | |
| - | - | - | (614,837) | | |
| - | - | - | (1,265,506) | | |
| - | - | - | (18,396,194) | | |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (20,595,295)</u> | | |
| \$ 27,410,852 | \$ - | \$ 27,410,852 | \$ 17,401,487 | | |
| 13,981,533 | - | 13,981,533 | - | | |
| 149,913,898 | - | 149,913,898 | - | | |
| 18,783,200 | - | 18,783,200 | - | | |
| 6,999,837 | - | 6,999,837 | - | | |
| 7,780,770 | - | 7,780,770 | - | | |
| 1,216,423 | - | 1,216,423 | - | | |
| (8,912) | (210,637) | (219,549) | 60,290 | | |
| - | - | - | 843,639 | | |
| 12,518,729 | 3,645,226 | 16,163,955 | 1,061,119 | | |
| (7,676,542) | 7,676,542 | - | - | | |
| <u>230,919,788</u> | <u>11,111,131</u> | <u>242,030,919</u> | <u>19,366,535</u> | | |
| 18,474,839 | 3,886,904 | 22,361,743 | (1,228,760) | | |
| (394,098,890) | 548,537,490 | 154,438,600 | 22,805,142 | | |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (22,051)</u> | | |
| <u>\$ (394,098,890)</u> | <u>\$ 548,537,490</u> | <u>\$ 154,438,600</u> | <u>\$ 22,783,091</u> | | |
| <u>\$ (375,624,051)</u> | <u>\$ 552,424,394</u> | <u>\$ 176,800,343</u> | <u>\$ 21,554,331</u> | | |

(concluded)

CITY OF SHREVEPORT, LOUISIANA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2021

| | General | Debt Service | 2014 General Obligation Bonds | Community Development | Other Governmental Funds | Total Governmental Funds |
|--|-----------------------|----------------------|--|--------------------------|--------------------------------|--------------------------------|
| ASSETS | | | | | | |
| Cash and cash equivalents | \$ 71,378,016 | \$ 9,293,287 | \$ 10,937,276 | \$ 200 | \$ 30,805,013 | \$ 122,413,792 |
| Investments | - | 420,156 | - | - | - | 420,156 |
| Property taxes receivable, net | 5,152,768 | 2,761,297 | - | - | - | 7,914,065 |
| Franchise taxes receivable | 2,353,279 | - | - | - | - | 2,353,279 |
| Accounts receivable, net | 511,357 | - | - | 191,651 | 2,663,664 | 3,366,672 |
| Due from other governments | 18,364,223 | - | - | 2,628,061 | 1,387,532 | 22,379,816 |
| Due from other funds | 112,008 | 35,949,039 | 10,016,964 | - | 807,357 | 46,885,368 |
| Inventories | 1,769,265 | - | - | - | - | 1,769,265 |
| Notes receivable, net | - | - | - | 4,242,829 | - | 4,242,829 |
| Assets held for resale | - | - | - | - | 196,066 | 196,066 |
| Restricted assets | 4,144,434 | - | - | - | - | 4,144,434 |
| Total assets | <u>\$ 103,785,350</u> | <u>\$ 48,423,779</u> | <u>\$ 20,954,240</u> | <u>\$ 7,062,741</u> | <u>\$ 35,859,632</u> | <u>\$ 216,085,742</u> |
| LIABILITIES | | | | | | |
| Liabilities: | | | | | | |
| Accounts payable | \$ 1,242,833 | \$ - | \$ 39,252 | \$ 1,418,096 | \$ 957,971 | \$ 3,658,152 |
| Accrued liabilities | 1,126,663 | 3,900 | - | - | - | 1,130,563 |
| Due to other governments | 498,919 | - | - | - | 666,155 | 1,165,074 |
| Due to other funds | - | - | 654,925 | 3,223,239 | 38,170 | 3,916,334 |
| Unearned revenue | 22,654,234 | - | - | 4,295,400 | - | 26,949,634 |
| Deposits and other | 1,565,935 | - | - | - | - | 1,565,935 |
| Notes payable | - | - | - | 273,000 | - | 273,000 |
| Items held in escrow | 856,771 | - | - | 11,816 | - | 868,587 |
| Total liabilities | <u>27,945,355</u> | <u>3,900</u> | <u>694,177</u> | <u>9,221,551</u> | <u>1,662,296</u> | <u>39,527,279</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | | |
| Unavailable revenue-property taxes | 220,471 | 394,323 | - | - | - | 614,794 |
| Total deferred inflows of resources | <u>220,471</u> | <u>394,323</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>614,794</u> |
| FUND BALANCES | | | | | | |
| Nonspendable: | | | | | | |
| Inventories | 1,769,265 | - | - | - | - | 1,769,265 |
| Endowments | 13,171 | - | - | - | - | 13,171 |
| Restricted for: | | | | | | |
| Debt service | - | 48,025,556 | - | - | - | 48,025,556 |
| Community development | - | - | - | - | - | - |
| Streets | - | - | - | - | - | - |
| Capital projects | - | - | 20,260,063 | - | - | 20,260,063 |
| Other purposes | - | - | - | - | 34,237,061 | 34,237,061 |
| Assigned to: | | | | | | |
| Purchases on order - materials and supplies | 18,368,928 | - | - | - | - | 18,368,928 |
| Unassigned | 55,468,160 | - | - | (2,158,810) | (39,725) | 53,269,625 |
| Total fund balance | <u>75,619,524</u> | <u>48,025,556</u> | <u>20,260,063</u> | <u>(2,158,810)</u> | <u>34,197,336</u> | <u>175,943,669</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 103,785,350</u> | <u>\$ 48,423,779</u> | <u>\$ 20,954,240</u> | <u>\$ 7,062,741</u> | <u>\$ 35,859,632</u> | <u>\$ 216,085,742</u> |

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

CITY OF SHREVEPORT, LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2021

| | | |
|--|----------------------|-------------------------|
| Fund balances - total governmental funds | | \$ 175,943,669 |
| Amounts reported for governmental activities in the statement of net position are different because: | | |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds. | | |
| Governmental capital assets | 1,116,109,843 | |
| Less accumulated depreciation | <u>(545,596,900)</u> | 570,512,943 |
| Some of the City's property taxes will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the governmental funds. | | |
| | | 614,792 |
| Receivables that are not financial resources and therefore are not reported in the governmental funds | | |
| | | 783,245 |
| Long-term liabilities including bonds payable are not due and payable in the current period and therefore are not reported in the governmental funds. Long-term liabilities at year-end consist of: | | |
| Bonds, notes, and loans payable | (146,732,184) | |
| Unamortized bond discount | 95,737 | |
| Deferred outflow charge on refunding | 1,836,418 | |
| Deferred inflow charge on refunding | (1,315,386) | |
| Unamortized bond premium | (15,534,510) | |
| Accrued interest payable | (2,405,527) | |
| Compensated absences | <u>(9,120,508)</u> | (173,175,960) |
| Net pension liability and deferred inflows and outflows for pensions | | (307,650,516) |
| Total OPEB liability and deferred inflows for OPEB | | (584,471,740) |
| Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are reported with governmental activities. | | |
| | | <u>(58,180,484)</u> |
| Net position of governmental activities. | | <u>\$ (375,624,051)</u> |

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

CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

| | General | Debt Service | 2014 General Obligation Bonds | Community Development | Other Governmental Funds | Total Governmental Funds |
|---|----------------------|----------------------|--|--------------------------|--------------------------------|--------------------------------|
| REVENUES | | | | | | |
| Taxes: | | | | | | |
| Property | \$ 28,438,523 | \$ 13,981,533 | \$ - | \$ - | \$ - | \$ 42,420,056 |
| Sales | 149,913,898 | - | - | - | - | 149,913,898 |
| Franchise | 10,674,140 | - | - | - | 8,109,060 | 18,783,200 |
| Licenses and permits | 9,826,980 | - | - | - | - | 9,826,980 |
| Intergovernmental | 9,166,006 | 1,388,238 | - | 11,377,831 | 2,187,708 | 24,119,783 |
| Charges for services | 21,606,175 | - | - | - | - | 21,606,175 |
| Fines and forfeitures | 1,095,072 | - | - | - | - | 1,095,072 |
| Gaming | - | - | - | - | 7,780,770 | 7,780,770 |
| Investment earnings | (9,407) | (16,006) | 4,706 | 1,666 | (4,828) | (23,869) |
| Miscellaneous | 2,533,192 | 27,188 | 30,000 | 997,579 | 3,624,153 | 7,212,112 |
| Total revenues | <u>233,244,579</u> | <u>15,380,953</u> | <u>34,706</u> | <u>12,377,076</u> | <u>21,696,863</u> | <u>282,734,177</u> |
| EXPENDITURES | | | | | | |
| Current: | | | | | | |
| General government | 43,689,744 | - | - | - | 228,253 | 43,917,997 |
| Public safety | 123,989,665 | - | - | - | 2,441,036 | 126,430,701 |
| Public works | 22,623,224 | - | - | - | - | 22,623,224 |
| Culture and recreation | 17,752,519 | - | - | 21,385 | 69,627 | 17,843,531 |
| Health and welfare | - | - | - | 295,263 | - | 295,263 |
| Community development | - | - | - | 11,086,002 | - | 11,086,002 |
| Economic development | - | - | - | 117,821 | - | 117,821 |
| Economic opportunity | - | - | - | 2,159,289 | 1,204,629 | 3,363,918 |
| Debt service: | | | | | | |
| Principal | - | 10,336,571 | - | - | - | 10,336,571 |
| Interest and other charges | - | 6,990,294 | - | - | - | 6,990,294 |
| Bond issuance costs | - | 167,840 | - | - | - | 167,840 |
| Capital outlay | - | - | - | - | 8,004,619 | 8,004,619 |
| Total expenditures | <u>208,055,152</u> | <u>17,494,705</u> | <u>-</u> | <u>13,679,760</u> | <u>11,948,164</u> | <u>251,177,781</u> |
| Excess (deficiency) of revenues over (under) expenditures | 25,189,427 | (2,113,752) | 34,706 | (1,302,684) | 9,748,699 | 31,556,396 |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Transfers in | 9,915,100 | 704,284 | 140,000 | 373,800 | 14,854,193 | 25,987,377 |
| Transfers out | (14,682,627) | - | - | - | (18,981,291) | (33,663,918) |
| Bonds issued | 12,452,000 | - | - | - | - | 12,452,000 |
| Discounts on bonds issued | - | (95,737) | - | - | - | (95,737) |
| Total other financing sources and (uses) | <u>7,684,473</u> | <u>608,547</u> | <u>140,000</u> | <u>373,800</u> | <u>(4,127,098)</u> | <u>4,679,722</u> |
| Net change in fund balances | 32,873,900 | (1,505,205) | 174,706 | (928,884) | 5,621,601 | 36,236,118 |
| Fund balances-beginning | 42,745,624 | 49,530,761 | 20,085,357 | (1,229,926) | 28,575,735 | 139,707,551 |
| Fund balances-ending | <u>\$ 75,619,524</u> | <u>\$ 48,025,556</u> | <u>\$ 20,260,063</u> | <u>\$ (2,158,810)</u> | <u>\$ 34,197,336</u> | <u>\$ 175,943,669</u> |

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

CITY OF SHREVEPORT, LOUISIANA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2021

Net change in fund balances - total funds \$ 36,236,118

Amounts reported for governmental activities in the Statement of Activities are different because: Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

| | | |
|----------------------|---------------------|-------------|
| Capital outlay | 15,837,485 | |
| Disposals | (186,625) | |
| Depreciation expense | <u>(21,639,955)</u> | (5,989,095) |

Revenues reported in the Statement of Activities which are not reported in governmental funds because they do not provide current financial resources. This adjustment is to recognize the net change in unavailable revenues.

| | | |
|----------------|--|-------------|
| Property taxes | | (1,027,671) |
| Fines | | 783,245 |

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The detail of these differences in the treatment of long-term debt and related items is as follows:

| | | |
|--------------------|--|------------|
| Principal payments | | 10,336,571 |
|--------------------|--|------------|

The changes in other long-term assets and liabilities are reported in the Statement of Activities but do not affect current financial resources of governmental funds. The changes are as follows:

| | | |
|--|---------------------|-------------|
| Net pension liability and deferred inflows and outflows for pensions | 18,087,058 | |
| Total OPEB liability and deferred inflows for OPEB | <u>(22,329,467)</u> | (4,242,409) |

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. These expenses consist of:

| | | |
|--|--------------------|--------------|
| Amortization of deferred outflow charge on refunding | (191,645) | |
| Amortization of deferred inflow charge on refunding | 213,306 | |
| Amortization of certificate of indebtedness discount | (4,278) | |
| Amortization of certificate of indebtedness premium | 218,518 | |
| Amortization of bond premiums | 1,628,000 | |
| Decrease in accrued interest | 144,226 | |
| Increase in other bond items | (12,343,553) | |
| Decrease in compensated absences | <u>(1,866,747)</u> | (12,202,173) |

Internal service funds are used by management to charge the costs of certain activities to individual funds. The change in net position of the internal service funds is reported with governmental activities.

| | | |
|--|--|--------------------|
| | | <u>(5,419,747)</u> |
|--|--|--------------------|

Change in net position of governmental activities.

| | | |
|--|--|----------------------|
| | | <u>\$ 18,474,839</u> |
|--|--|----------------------|

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

**CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2021**

| | Business-type Activities Enterprise Funds | | | | | Total | Governmental Activities Internal Service Funds |
|--|--|-----------------------|----------------------|----------------------------|---------------------------|----------------------|---|
| | Municipal and Regional Airports | Water and Sewerage | Convention Center | Convention Center Hotel | Other Enterprise Funds | | |
| ASSETS | | | | | | | |
| Current Assets: | | | | | | | |
| Cash and cash equivalents | \$ 7,852,963 | \$ 26,973,271 | \$ 685,463 | \$ - | \$ 5,838,585 | \$ 41,350,282 | \$ 7,946,254 |
| Investments | - | - | - | - | 3,200,001 | 3,200,001 | 993,332 |
| Receivables, net | 756,166 | 10,722,472 | 988,131 | 282,666 | 2,406,945 | 15,156,380 | 10,994,516 |
| Interest Receivable | - | - | - | - | - | - | 23,933 |
| Due from other funds | - | - | - | - | 15,279 | 15,279 | - |
| Due from other governments | 3,790,973 | - | - | - | 410,692 | 4,201,665 | - |
| Inventories | 58,449 | 2,372,165 | 65,467 | 62,198 | 1,048,277 | 3,606,556 | - |
| Prepaid items | - | - | 32,901 | 90,079 | 229,212 | 352,192 | 946,065 |
| Total current assets | <u>12,458,551</u> | <u>40,067,908</u> | <u>1,771,962</u> | <u>434,943</u> | <u>13,148,991</u> | <u>67,882,355</u> | <u>20,904,100</u> |
| Noncurrent Assets: | | | | | | | |
| Restricted: | | | | | | | |
| Cash and cash equivalents | 5,164,538 | 226,112,635 | - | 959,864 | - | 232,237,037 | - |
| Investments | - | 2,159,842 | - | - | - | 2,159,842 | - |
| Prepaid items | <u>135,393</u> | <u>2,645,780</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>2,781,173</u> | <u>-</u> |
| Total restricted assets | <u>5,299,931</u> | <u>230,918,257</u> | <u>-</u> | <u>959,864</u> | <u>-</u> | <u>237,178,052</u> | <u>-</u> |
| Capital Assets: | | | | | | | |
| Land | 37,627,729 | 996,201 | 6,147,743 | - | 7,021,393 | 51,793,066 | - |
| Buildings | 75,214,685 | - | 88,822,704 | 46,534,825 | 14,416,374 | 224,988,588 | - |
| Improvements other than buildings | 143,749,457 | - | 3,553,819 | 1,121,869 | 2,023,897 | 150,449,042 | - |
| Equipment | 8,567,544 | 21,716,780 | 8,168,114 | 9,605,050 | 32,041,896 | 80,099,384 | - |
| Distribution and collection systems | - | 1,046,665,829 | - | - | - | 1,046,665,829 | - |
| Construction in progress | 10,204,445 | 262,599,212 | - | - | 751,200 | 273,554,857 | - |
| Less accumulated depreciation | <u>(142,325,483)</u> | <u>(370,656,991)</u> | <u>(39,013,064)</u> | <u>(20,892,762)</u> | <u>(28,428,016)</u> | <u>(601,316,316)</u> | <u>-</u> |
| Total capital assets (net of accumulated depreciation) | <u>133,038,377</u> | <u>961,321,031</u> | <u>67,679,316</u> | <u>36,368,982</u> | <u>27,826,744</u> | <u>1,226,234,450</u> | <u>-</u> |
| Total noncurrent assets | <u>138,338,308</u> | <u>1,192,239,288</u> | <u>67,679,316</u> | <u>37,328,846</u> | <u>27,826,744</u> | <u>1,463,412,502</u> | <u>-</u> |
| Total assets | <u>150,796,859</u> | <u>1,232,307,196</u> | <u>69,451,278</u> | <u>37,763,789</u> | <u>40,975,735</u> | <u>1,531,294,857</u> | <u>20,904,100</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | | | | | | |
| Deferred amount on refunding | 2,569,349 | 1,825,181 | - | 1,397,970 | - | 5,792,500 | - |
| Deferred outflow OPEB | 1,078,492 | 5,272,626 | - | - | 191,732 | 6,542,850 | - |
| Deferred pension | 202,749 | 851,999 | - | - | 26,829 | 1,081,577 | - |
| Total deferred outflows of resources | <u>\$ 3,850,590</u> | <u>\$ 7,949,806</u> | <u>\$ -</u> | <u>\$ 1,397,970</u> | <u>\$ 218,561</u> | <u>\$ 13,416,927</u> | <u>\$ -</u> |

(continued)

CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

| | Business-type Activities Enterprise Funds | | | | | Total | Governmental Activities Internal Service Funds |
|--------------------------------------|--|-----------------------|----------------------|----------------------------|---------------------------|-----------------------|---|
| | Municipal and Regional Airports | Water and Sewerage | Convention Center | Convention Center Hotel | Other Enterprise Funds | | |
| LIABILITIES | | | | | | | |
| Current Liabilities: | | | | | | | |
| Accounts payable | \$ 822,254 | \$ 7,647,014 | \$ 772,205 | \$ 369,875 | \$ 1,639,472 | \$ 11,250,820 | \$ 291,972 |
| Accrued liabilities | 870,887 | 2,128,042 | 178,259 | 411,953 | 267,766 | 3,856,907 | - |
| Accrued interest payable | 523,861 | 2,592,339 | - | 344,131 | - | 3,460,331 | - |
| Due to other funds | - | - | - | 10,016,964 | 6,868,654 | 16,885,618 | 25,078,350 |
| Unearned revenue | 101,626 | - | - | - | 202,205 | 303,831 | - |
| Customer deposits | 164,865 | 355,489 | 209,116 | 69,129 | - | 798,599 | - |
| Compensated absences | 152,504 | 496,458 | - | - | - | 648,962 | 20,817 |
| Claims and judgments | - | - | - | - | 404,766 | 404,766 | 53,694,496 |
| Leases payable | - | 285,362 | - | - | 595,009 | 880,371 | - |
| Revenue bonds and notes payable, net | 1,950,000 | 24,266,945 | - | 1,963,400 | - | 28,180,345 | - |
| Total current liabilities | <u>4,585,997</u> | <u>37,771,649</u> | <u>1,159,580</u> | <u>13,175,452</u> | <u>9,977,872</u> | <u>66,670,550</u> | <u>79,085,635</u> |
| Noncurrent Liabilities: | | | | | | | |
| Leases payable | - | 1,214,638 | - | - | 2,604,991 | 3,819,629 | - |
| Landfill closure | - | - | - | - | 8,075,499 | 8,075,499 | - |
| Total OPEB liability | 8,348,379 | 40,814,299 | - | - | 1,484,157 | 50,646,835 | - |
| Net pension liability | 10,341,592 | 43,457,916 | - | - | 1,368,458 | 55,167,966 | - |
| Derivative instrument liability | - | - | - | - | - | - | - |
| Revenue bonds and notes payable, net | 21,394,525 | 746,752,580 | - | 30,615,353 | - | 798,762,458 | - |
| Total noncurrent liabilities | <u>40,084,496</u> | <u>832,239,433</u> | <u>-</u> | <u>30,615,353</u> | <u>13,533,105</u> | <u>916,472,387</u> | <u>-</u> |
| Total liabilities | <u>44,670,493</u> | <u>870,011,082</u> | <u>1,159,580</u> | <u>43,790,805</u> | <u>23,510,977</u> | <u>983,142,937</u> | <u>79,085,635</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | | | |
| Deferred OPEB | 941,548 | 4,603,125 | - | - | 167,385 | 5,712,058 | - |
| Deferred pensions | 643,425 | 2,703,829 | - | - | 85,142 | 3,432,396 | - |
| Total deferred inflows of resources | <u>1,584,973</u> | <u>7,306,954</u> | <u>-</u> | <u>-</u> | <u>252,527</u> | <u>9,144,454</u> | <u>-</u> |
| NET POSITION (DEFICIT) | | | | | | | |
| Net investment in capital assets | 112,398,594 | 409,617,804 | 67,679,316 | 5,188,199 | 27,826,744 | 622,710,657 | - |
| Restricted for debt service | 3,960,404 | - | - | (5,748,373) | - | (1,787,969) | - |
| Unrestricted (deficit) | (7,967,015) | (46,678,838) | 612,382 | (4,068,872) | (10,395,952) | (68,498,295) | (58,181,535) |
| Total net position (deficit) | <u>\$ 108,391,983</u> | <u>\$ 362,938,966</u> | <u>\$ 68,291,698</u> | <u>\$ (4,629,046)</u> | <u>\$ 17,430,792</u> | <u>\$ 552,424,393</u> | <u>\$ (58,181,535)</u> |

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

CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

| | Business-type Activities Enterprise Funds | | | | | Total | Governmental Activities Internal Service Funds |
|--|--|-----------------------|----------------------|----------------------------|------------------------------|-----------------------|---|
| | Municipal and Regional Airports | Water and Sewerage | Convention Center | Convention Center Hotel | Other Enterprise Funds | | |
| OPERATING REVENUES | | | | | | | |
| Charges for services | \$ 11,254,560 | \$ 98,984,400 | \$ 1,649,784 | \$ 11,413,112 | \$ 15,558,847 | \$ 138,860,703 | \$ 52,983,940 |
| Miscellaneous | 300,326 | 1,361,402 | 21,247 | 62,502 | 961,778 | 2,707,255 | 3,457,340 |
| Total operating revenues | <u>11,554,886</u> | <u>100,345,802</u> | <u>1,671,031</u> | <u>11,475,614</u> | <u>16,520,625</u> | <u>141,567,958</u> | <u>56,441,280</u> |
| OPERATING EXPENSES | | | | | | | |
| Personal services | 2,785,360 | 14,184,004 | 959,461 | - | 13,724,935 | 31,653,760 | 472,435 |
| Contractual services and other expenses | 2,186,850 | 15,187,272 | 1,169,323 | 7,634,400 | 12,791,522 | 38,969,367 | 6,769,593 |
| Utilities | 1,213,154 | 5,611,055 | 763,418 | 717,285 | 420,678 | 8,725,590 | - |
| Repairs and maintenance | 364,043 | 3,154,043 | 301,036 | 671,757 | (15,279) | 4,475,600 | - |
| Materials and supplies | 308,671 | 8,349,498 | 76,875 | - | 3,155,934 | 11,890,978 | 14,913 |
| Claims | - | - | - | - | - | - | 54,620,104 |
| Depreciation | 8,326,977 | 19,567,668 | 2,035,448 | 1,796,302 | 3,395,247 | 35,121,642 | - |
| Total operating expenses | <u>15,185,055</u> | <u>66,053,540</u> | <u>5,305,561</u> | <u>10,819,744</u> | <u>33,473,037</u> | <u>130,836,937</u> | <u>61,877,045</u> |
| Operating income (loss) | <u>(3,630,169)</u> | <u>34,292,262</u> | <u>(3,634,530)</u> | <u>655,870</u> | <u>(16,952,412)</u> | <u>10,731,021</u> | <u>(5,435,765)</u> |
| NONOPERATING REVENUES (EXPENSES) | | | | | | | |
| Investment earnings (loss) | (1,666) | (214,394) | (159) | - | 5,583 | (210,636) | 14,966 |
| Interest expense | (1,201,485) | (28,549,110) | - | (1,444,894) | (172) | (31,195,661) | - |
| Intergovernmental | - | - | - | - | 1,391,048 | 1,391,048 | - |
| Passenger facility charges | 964,741 | - | - | - | - | 964,741 | - |
| Bond issuance costs | - | - | - | - | - | - | - |
| Gain / (Loss) on disposal of capital assets | - | (1,227) | - | (2,188) | (23,356) | (26,771) | - |
| Net nonoperating revenues (expenses) | <u>(238,410)</u> | <u>(28,764,731)</u> | <u>(159)</u> | <u>(1,447,082)</u> | <u>1,373,103</u> | <u>(29,077,279)</u> | <u>14,966</u> |
| Income (loss) before contributions and transfers | <u>(3,868,579)</u> | <u>5,527,531</u> | <u>(3,634,689)</u> | <u>(791,212)</u> | <u>(15,579,309)</u> | <u>(18,346,258)</u> | <u>(5,420,799)</u> |
| Capital contributions | 7,248,862 | 811,207 | - | - | 6,496,550 | 14,556,619 | - |
| Transfers in | 43,600 | 45,600 | 2,530,000 | - | 6,692,341 | 9,311,541 | - |
| Transfers out | - | (1,635,000) | - | - | - | (1,635,000) | - |
| Change in net position | <u>3,423,883</u> | <u>4,749,338</u> | <u>(1,104,689)</u> | <u>(791,212)</u> | <u>(2,390,418)</u> | <u>3,886,902</u> | <u>(5,420,799)</u> |
| Total net position (deficit)-beginning of year | <u>104,968,100</u> | <u>358,189,628</u> | <u>69,396,387</u> | <u>(3,837,834)</u> | <u>19,821,210</u> | <u>548,537,491</u> | <u>(52,760,736)</u> |
| Total net position (deficit)-ending | <u>\$ 108,391,983</u> | <u>\$ 362,938,966</u> | <u>\$ 68,291,698</u> | <u>\$ (4,629,046)</u> | <u>\$ 17,430,792</u> | <u>\$ 552,424,393</u> | <u>\$ (58,181,535)</u> |

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

CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

| | Business-type Activities | | | | | Total | Governmental Activities Internal Service Funds |
|--|--|-----------------------|----------------------|-------------------------------|------------------------------|----------------|---|
| | Municipal and Regional Airports | Water and Sewerage | Convention Center | Convention Center Hotel | Other Enterprise Funds | | |
| Cash flows from operating activities: | | | | | | | |
| Receipts from customers | \$ 8,791,414 | \$ 102,137,797 | \$ 893,186 | \$ 11,297,851 | \$ 15,051,900 | \$ 138,172,148 | \$ 48,264,134 |
| Payments to suppliers | (4,485,649) | (31,487,993) | (2,020,799) | (7,862,914) | (13,354,365) | (59,211,720) | (3,117,626) |
| Payments to employees | (4,092,150) | (14,272,616) | (960,178) | - | (14,999,790) | (34,324,734) | (475,693) |
| Claims | - | - | - | - | - | - | (48,981,573) |
| Other receipts | 300,326 | 1,361,402 | 21,247 | 62,502 | 961,778 | 2,707,255 | - |
| Net cash provided by (used in) operating activities | 513,941 | 57,738,590 | (2,066,544) | 3,497,439 | (12,340,477) | 47,342,949 | (4,310,758) |
| Cash flows from noncapital financing activities: | | | | | | | |
| Transfers out | - | (1,635,000) | - | - | - | (1,635,000) | - |
| Intergovernmental | - | - | - | - | 1,391,048 | 1,391,048 | - |
| Transfers in | 43,600 | 45,600 | 2,050,000 | - | 6,692,341 | 8,831,541 | - |
| Interest expense on operations | - | - | - | - | - | - | - |
| Net cash provided by (used in) noncapital financing activities | 43,600 | (1,589,400) | 2,050,000 | - | 8,083,389 | 8,587,589 | - |
| Cash flows from capital and related financing activities: | | | | | | | |
| Acquisition and construction of capital assets | (3,691,151) | (42,428,609) | - | (43,240) | (621,321) | (46,784,321) | - |
| Proceeds from disposal of capital assets | - | - | - | - | 451,118 | 451,118 | - |
| Principal paid on debt | (1,790,000) | (16,318,400) | - | (1,609,602) | - | (19,718,002) | - |
| Interest paid on debt | (1,087,660) | (31,239,853) | - | (1,354,233) | - | (33,681,746) | - |
| Proceeds from bond issuance | - | 1,500,000 | - | - | 3,200,000 | 4,700,000 | - |
| Capital grants | 7,248,862 | 811,207 | 480,000 | - | 6,496,550 | 15,036,619 | - |
| Passenger facility charges | 964,741 | - | - | - | - | 964,741 | - |
| Net cash provided by (used in) capital and related financing activities | 1,644,792 | (87,675,655) | 480,000 | (3,007,075) | 9,526,347 | (79,031,591) | - |
| Cash flows from investing activities: | | | | | | | |
| Purchase of investments | - | - | - | - | - | - | (993,332) |
| Proceeds from sale and maturity of investments | - | - | - | - | - | - | 997,568 |
| Interest on investments | (1,667) | (214,394) | (160) | - | 5,411 | (210,810) | 14,992 |
| Net cash provided by (used in) investing activities | (1,667) | (214,394) | (160) | - | 5,411 | (210,810) | 19,228 |
| Net increase (decrease) in cash and cash equivalents | 2,200,666 | (31,740,859) | 463,296 | 490,364 | 5,274,670 | (23,311,863) | (4,291,530) |
| Cash and cash equivalents, beginning of year | 10,816,835 | 286,986,607 | 222,167 | 469,500 | 3,763,916 | 302,259,025 | 12,237,784 |
| Cash and cash equivalents, end of year | \$ 13,017,501 | \$ 255,245,748 | \$ 685,463 | \$ 959,864 | \$ 9,038,586 | \$ 278,947,162 | \$ 7,946,254 |

(continued)

CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

A reconciliation of the cash and cash equivalents per this statement to the Statement of Net Position follows:

| | Business-type Activities Enterprise Funds | | | | | Total | |
|--|--|-----------------------|-----------------------|----------------------------|------------------------------|-----------------------|---|
| | Municipal and Regional Airports | Water and Sewerage | Convention Center | Convention Center Hotel | Other Enterprise Funds | | |
| Current Assets: | | | | | | | |
| Cash and cash equivalents | \$ 7,852,963 | \$ 26,973,271 | \$ 685,463 | \$ - | \$ 5,838,585 | \$ 41,350,282 | |
| Investments | - | - | - | - | 3,200,001 | 3,200,001 | |
| Noncurrent Assets: | | | | | | | |
| Restricted: Cash and cash equivalents | 5,164,538 | 226,112,635 | - | 959,864 | - | 232,237,037 | |
| Restricted: Investments | - | 2,159,842 | - | - | - | 2,159,842 | |
| | <u>\$ 13,017,501</u> | <u>\$ 255,245,748</u> | <u>\$ 685,463</u> | <u>\$ 959,864</u> | <u>\$ 9,038,586</u> | <u>\$ 278,947,162</u> | |
| | | | | | | | |
| | Business-type Activities Enterprise Funds | | | | | | Governmental Activities Internal Service Funds |
| | Municipal and Regional Airports | Water and Sewerage | Convention Center | Convention Center Hotel | Other Enterprise Funds | Total | Funds |
| Reconciliation of operating income (loss) to net cash provided by (used in) operating activities: | | | | | | | |
| Operating income (loss) | \$ (3,630,169) | \$ 34,292,262 | \$ (3,634,530) | \$ 655,870 | \$ (16,952,412) | \$ 10,731,021 | \$ (5,435,765) |
| Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities: | | | | | | | |
| Depreciation | 8,326,977 | 19,567,668 | 2,035,448 | 1,796,302 | 3,395,247 | 35,121,642 | - |
| (Gain) Loss on disposal of assets | - | 1,227 | | | | | |
| (Increase) Decrease in assets: | | | | | | | |
| Receivables | (2,419,823) | 3,212,259 | (767,608) | (167,358) | (506,946) | (649,476) | (8,074,908) |
| Inventories | 2,628 | (76,046) | (20,815) | (28,352) | (136,107) | (258,692) | - |
| Deferred outflows for pensions and OPEB | 1,093,374 | 4,047,251 | - | | 315,048 | 5,455,673 | - |
| Prepaid items | 7,521 | 138,165 | (222) | (1,254) | (88,418) | 55,792 | 426,589 |
| Increase (Decrease) in liabilities: | | | | | | | |
| Accounts payable | 268,320 | 4,157,525 | 195,946 | 144,282 | 755,427 | 5,521,500 | 193,373 |
| Accrued liabilities | (691,401) | (3,405,769) | 114,229 | 291,427 | 89,498 | (3,602,016) | - |
| Total OPEB liability | (1,387,396) | (1,544,861) | - | - | (907,086) | (3,839,343) | - |
| Net pension liability | (758,171) | (2,182,398) | - | - | (533,632) | (3,474,201) | - |
| Landfill closure | - | - | - | - | 154,808 | 154,808 | - |
| Deferred inflows for pensions | (223,600) | (861,227) | - | - | (63,434) | (1,148,261) | - |
| Deferred inflows for OPEB | (6,780) | 477,065 | - | - | (65,538) | 404,747 | - |
| Due to other funds | - | - | - | 754,425 | 2,223,282 | 2,977,707 | 3,046,509 |
| Unearned revenue | (46,148) | - | - | - | (1) | (46,149) | - |
| Customers' deposits | 2,825 | (58,862) | 11,008 | 52,097 | - | 7,068 | - |
| Claims and judgments | - | - | - | - | - | - | 5,536,701 |
| Compensated absences | (24,216) | (24,442) | - | - | (20,213) | (68,871) | (3,257) |
| Total adjustments | <u>4,144,110</u> | <u>23,447,555</u> | <u>1,567,986</u> | <u>2,841,569</u> | <u>4,611,935</u> | <u>36,611,928</u> | <u>1,125,007</u> |
| Net cash provided by (used in) operating activities | <u>\$ 513,941</u> | <u>\$ 57,738,590</u> | <u>\$ (2,066,544)</u> | <u>\$ 3,497,439</u> | <u>\$ (12,340,477)</u> | <u>\$ 47,342,949</u> | <u>\$ (4,310,758)</u> |

(concluded)

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

CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2021

| | <u>Employee Retirement Funds</u> |
|---|--------------------------------------|
| ASSETS | |
| Cash and cash equivalents | \$ 10,948,033 |
| Receivables: | |
| Interest and dividends receivable | 68,535 |
| Accounts receivable | - |
| Prepaid items | - |
| Investments, at fair value | 223,229,112 |
| Other assets: | |
| Cash surrender value of life insurance policies | <u>1,037,540</u> |
| Total assets | <u>235,283,220</u> |
| LIABILITIES | |
| Due to other funds | 392,358 |
| Accrued liabilities | 88,004 |
| Employees' deposits held in escrow | <u>1,016,095</u> |
| Total liabilities | <u>1,496,457</u> |
| Net position restricted for pensions | <u>\$ 233,786,763</u> |

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

CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

| | Employee Retirement Funds |
|---|--------------------------------------|
| ADDITIONS | |
| Contributions: | |
| Employer | \$ 12,919,339 |
| Plan members | 5,298,931 |
| Total contributions | 18,218,270 |
| Investment earnings: | |
| Net appreciation in fair value of investments | 27,464,570 |
| Interest | 30,055 |
| Dividends | 507,504 |
| Total investment earnings | 28,002,129 |
| Less investment expense | 1,187,753 |
| Net investment income | 26,814,376 |
| Life insurance proceeds | 1,539,233 |
| Miscellaneous | 1,210 |
| Total additions | 46,573,089 |
| DEDUCTIONS | |
| Benefits | 34,176,207 |
| Refund of member contribution | 1,762,936 |
| Administrative expenses | 135,578 |
| Life insurance premiums | 1,406,897 |
| Total deductions | 37,481,618 |
| Change in net position | 9,091,471 |
| Net position restricted for pensions | |
| Beginning of year | 224,695,292 |
| End of year | \$ 233,786,763 |

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

The cover features a photograph of a large steel truss bridge at night, illuminated with warm lights. In the background, a multi-story building with a distinctive arched top is also lit up. The scene is reflected in water in the foreground. The image is framed by a large white circle with a blue border, set against a blue background with white geometric shapes.

**Notes to
Financial
Statements**

NOTES TO THE FINANCIAL STATEMENTS

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NOTES TO THE FINANCIAL STATEMENTS**I. Summary of Significant Accounting Policies**

The accounting policies of the City of Shreveport conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant accounting policies:

A. The Financial Reporting Entity

The City of Shreveport (the "City") was incorporated in 1839, under the provisions of Louisiana R.S. 33:1. In May of 1978, the present City Charter was adopted, which established a mayor-council form of government. The City provides a full range of municipal services as authorized by the charter. These include police and fire protection, emergency medical services, public works (streets and waste collection), public improvements, water and sewer services, parks and recreation, planning and zoning, public transportation, social, cultural, and general administrative services.

The basic criterion for determining whether another governmental organization should be included in a primary governmental unit's reporting entity for basic financial statements is financial accountability. Financial accountability includes the appointment of a voting majority of the organization's governing body and the ability of the primary government to impose its will on the organization, or if there is a financial benefit/burden relationship. In addition, an organization which is fiscally dependent on the primary government and there is a financial benefit/burden relationship should be included in its reporting entity.

The financial statements present the City of Shreveport (the primary government) and its component units. The operations of the Shreveport Municipal and Regional Airports and the Shreveport Area Transit System are included as a part of the primary government. The discrete component units discussed below are included in the City's reporting entity because of the significance of their operational or financial relationships with the City. There are no blended component units in the City.

Discretely Presented Component Units

The component units' column in the government-wide financial statements include the financial data of the City's component units. They are reported in a separate column to emphasize that they are legally separate from the City.

City Court

The City Court has jurisdiction over all violations of City ordinances and state misdemeanor cases. The Court was created by special legislative act. Their jurisdiction includes the incorporated area of the City of Shreveport plus the fourth ward of Caddo Parish. City judges are elected and cannot be removed by City officials. The City Court is fiscally dependent on the City of Shreveport and there is a financial benefit/burden relationship. The City has the ability to modify or approve its budget which comes from the General Fund. There are certain funds collected by the City Court, pursuant to state statute, which are under the control of the court. The City Court serves the citizenry of the City of Shreveport plus Ward Four of Caddo Parish. Its administrative office is located at 1244 Texas Avenue, Shreveport, Louisiana 71101.

City Marshal

The City Marshal is the executive officer of the City Court. The Marshal has the power of a sheriff in the execution of the court's orders and mandates in making requests and preserving the peace. The City Marshal is an elected official. The City Marshal is fiscally dependent on the City of Shreveport and there is a financial benefit/burden relationship. The City has the ability to modify or approve the budget which comes from the General Fund. Certain funds are collected such as court costs, pursuant to state statute, which are under the control of the City Marshal. The City Marshal serves the citizenry of the City of Shreveport plus Ward Four of Caddo Parish. Its administrative office is located at 1244 Texas Avenue, Shreveport, Louisiana 71101.

Downtown Development Authority

The Downtown Development Authority was established by an ordinance of the City of Shreveport to provide for the revitalization of downtown Shreveport. Its purpose is to coordinate the efforts of the public and private sectors for the economic and overall development of the Downtown Development District. The Downtown Development District is a special taxing district within the City of Shreveport created by an act of the State legislature. The City Council appoints the seven voting members of the Authority. The Authority must submit to the City Council its proposals, programs and recommendations for the levy of special ad valorem taxes. The City has the ability to modify or approve the budget of the Authority and its plan of work. The Authority's governing body is not substantively the same as the City's. The Authority provides services for a limited area of the City of Shreveport, which consists basically of the downtown area. Its administrative office is located at 416 Cotton Street, Shreveport, Louisiana 71101.

NOTES TO THE FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies (continued)

Metropolitan Planning Commission

The Metropolitan Planning Commission is responsible for the orderly, physical development of the City of Shreveport and the surrounding planning area. The Commission makes recommendations to the City Council and the Parish Commission. The Metropolitan Planning Commission consists of nine members with four appointed by both the City of Shreveport and the Caddo Parish Commission and one member elected by joint action of the governing authorities. Although the Commission is legally separate, the City acts as its fiscal agent and has the authority to modify and approve its budget. The Metropolitan Planning Commission is fiscally dependent on the City and there is a financial benefit/burden relationship due to the General Fund subsidy of the majority of their operating budget. The Metropolitan Planning Commission serves the citizenry of the City of Shreveport. Its administrative office is located at 505 Travis Street, Suite 440, Shreveport, Louisiana 71101.

The Metropolitan Planning Commission does not issue separate financial statements. The government-wide financial statements are presented within the basic financial statements. The fund financial statements are included as supplementary information within the section entitled Discretely Presented Component Unit. Complete financial statements of the other individual component units may be obtained from their respective administrative offices.

Shreveport Home Mortgage Authority

The Shreveport Home Mortgage Authority is a public trust, created by state statute, with the City of Shreveport as beneficiary. The Authority is authorized to undertake various programs to assist in the financing of housing for persons of low to moderate income in the City of Shreveport. There are five trustees that are appointed by the City Council for terms of five years. Per the terms of the trust indenture, the City has no power to transact business for the trustees nor to control or direct the actions of the trustees. The City is entitled solely to the benefits of the trust, and at the termination of the trust it shall receive the residual assets of the trust. The City cannot access the organization's funds at will, although there is some ability to access them at the discretion of the Authority. The City is financially accountable since it appoints all of the governing body and there is a potential for the Shreveport Home Mortgage Authority to provide specific financial benefits to the City. The Shreveport Home Mortgage Authority serves the citizenry of the City of Shreveport. Its administrative office is located at 1215 Hawn Avenue, Shreveport, Louisiana 71107.

Shreve Memorial Library

The Shreve Memorial Library (the "Library"), a parish-wide system, was established in compliance with the provisions of Louisiana Revised Statute 25:211 and created by an agreement between the City and Caddo Parish Commission (the "Commission" or "Parish") and established as a joint city-parish public library. Under the City of Shreveport's City Charter Section 8.05, the Library is under control of a Board of Trustees, which shall have all of the powers and duties conferred on boards of control of joint city-parish public libraries by the laws of the state. The Library is fiscally dependent on both the City and the Parish; however, the City appoints the majority of the Board members and indirectly controls the financial operations of the Library. The City provides the accounting, payroll, purchasing, cash management, and some legal services (contract review) to support the Library's infrastructure and operations creating a financial benefit/burden relationship. Its administrative office is located at 885 Bert Kouns Industrial Loop, Shreveport, Louisiana 71118.

Related Organization

Shreveport Housing Authority

The Authority was created by State statute and it is legally separate from the City. The Mayor appoints the five commissioners; however, the City cannot impose its will on the Authority since it does not have the ability to modify or approve the budget or overrule or modify the decisions of the commissioners. The Authority is fiscally independent and no financial benefit or burden relationship exists with the City. Therefore, it is not included in the City's financial statements.

Jointly Governed Organization

Caddo-Shreveport Sales and Use Tax Commission

The Caddo-Shreveport Sales and Use Tax Commission is an independent agency which collects sales taxes. It is legally separate from the City. The Commission is a jointly governed organization. The City does not retain an ongoing financial interest or responsibility in its operations. It is not included in the City's financial statements.

NOTES TO THE FINANCIAL STATEMENTS**I. Summary of Significant Accounting Policies (continued)****B. Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. Fiduciary funds and fiduciary component units have not been included in the government-wide financial statements.

The statement of activities demonstrates the degree to which the direct expenses of a given function of governmental activities and different business-type activities are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or program. Program revenues include 1) fees, fines, and charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or program and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or program. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For property taxes, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. For revenues other than property taxes, the City considers them to be available if they are collected within 90 days of the end of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences are recorded only when payment is due.

Property taxes, sales taxes, franchise taxes, and interest associated with the current period are all considered to be susceptible to accrual and so have been recognized as revenues of the current period. All other revenue items except landfill fees are considered to be measurable and available only when cash is received by the government.

The City reports the following major governmental funds:

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

The Debt Service Fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

The 2014 General Obligation Bonds Fund accounts for proceeds of bonds issued for the purpose of constructing, acquiring and improving the water and sewer system, parks and recreation, police, fire, finance and streets and drainage.

The Community Development Fund accounts for the City's activities and grants in its community development programs and initiatives.

The City reports the following major proprietary funds:

The Water and Sewerage Fund accounts for the activities involved in operating the sewerage treatment plant, sewerage pumping stations and collection systems, and the water distribution system.

NOTES TO THE FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies (continued)

The Municipal and Regional Airports Fund accounts for the activities involved in operating the City's two airports.

The Convention Center Fund accounts for the conventions, conferences, and rentals of the convention center.

The Convention Center Hotel Fund accounts for the activities involved in the operations of the hotel, which is separately operated and adjacent to the convention center.

Additionally, the City reports the following fund types:

Internal Service Funds account for health care and risk management services provided to other departments on a cost reimbursement basis.

The Fiduciary Funds account for the activities of the Firemen's Pension and Relief Fund, the Policemen's Pension and Relief Fund, and the Employees' Retirement System, which accumulate resources for pension benefit payments to qualified employees.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's water and sewerage function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. The City does not use an indirect cost allocation system; however, the General Fund charges certain funds an administrative overhead charge based on a cost allocation plan. This is eliminated like a reimbursement and reduces the revenue and expense in the General Fund.

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

When both restricted and unrestricted resources are available, it is the City's policy for the government-wide and proprietary fund financial statements to use restricted – net position first, followed by unrestricted – net position.

Use of Estimates – The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows, liabilities, deferred inflows, and disclosure of contingent assets and liabilities at the date of the financial statements along with reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from estimates.

D. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance

1. Cash, Cash Equivalents and Investments

The City maintains a pooled cash and investment account that is available for use by all funds, except those restricted by state statutes or other legal requirements. Each fund's positive equity in the pooled cash and investment account is presented as cash and cash equivalents and investments on the balance sheet or statement of net position. Negative equity balances have been reclassified and are reflected as due to/from other funds. Interest income and expense are allocated to the various funds based upon their average daily equity balances.

Investments are reported at fair value based on quoted market prices. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. Interest is accrued as earned. For purposes of the Statement of Cash Flows, the City considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents. These cash equivalents are included in investments in the Statement of Net Position.

The City has investment policies for the primary government and its fiduciary funds. The fiduciary funds are the Employees' Retirement System, the Policemen's Pension and Relief Fund, and the Firemen's Pension and Relief Fund.

The primary government's investments are made in accordance with Louisiana Revised Statutes and are further defined in the City's investment policy which has been approved by the Mayor and Chief Administrative Officer and implements Section 26-55 of the City Code.

NOTES TO THE FINANCIAL STATEMENTS**I. Summary of Significant Accounting Policies (continued)**

The State authorized investments are as follows:

- 1) U.S. Treasury obligations
- 2) U.S. government agencies
- 3) U.S. government instrumentalities
- 4) Collateralized repurchase agreements
- 5) Collateralized certificates of deposit with Louisiana domiciled institutions
- 6) Collateralized interest bearing bank accounts
- 7) Mutual or trust funds which are registered with the Securities and Exchange Commission which have underlying investments consisting of and limited to securities of the U.S. government or its agencies
- 8) Guaranteed investment contracts issued by a bank, financial institution, insurance company or other entity having one of the two highest short-term rating categories of either Standard and Poor's Corporation or Moody's Investors Service
- 9) Investment grade (A-1/P-1) commercial paper of domestic U.S. corporations
- 10) Louisiana Asset Management Pool (LAMP)
- 11) Any other investments allowed by state statute for local governments

LAMP, a local government investment pool, is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana, which was formed by an initiative of the State Treasurer in 1993. 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. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. Government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities. The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. The fair value of investments is determined on a weekly basis to monitor any variances between amortized cost and fair value. For purposes of determining participants' shares, investments are valued at amortized cost. The fair value of the participants' position is the same as the value of the pool shares. LAMP is designed to be highly liquid to give its participants immediate access to their account balances.

In addition to the above types of securities, the Employees' Retirement System is authorized by a separate investment policy in accordance with Article II, Chapter 66 of the City Code of Ordinances to invest in the following with a mix of 70% equities and 30% fixed:

- 1) Domestic securities registered with the Securities and Exchange Commission and traded on a recognized U.S. stock exchange or over-the-counter market. Equity securities include common stocks, real estate securities and securities convertible into common stock of U.S.-based companies. Individual convertible securities should be rated "B" or higher at the time of purchase.
- 2) International securities registered (or filed) with the Securities and Exchange Commission and traded on a recognized national exchange or over-the-counter market. Non-U.S. dollar denominated equity securities traded on recognized exchanges or over-the-counter markets outside the U.S. may also be purchased.
- 3) Fixed income securities in the form of bonds, notes, securitized mortgages, collateralized mortgage obligations, asset-backed securities, taxable municipal bonds, and preferred stock. Fixed income securities shall be rated "BBB" or higher at the time of purchase except for asset-backed securities, mortgage-backed securities, and collateralized mortgage obligations which shall be rated "AAA" at the time of purchase. The minimum dollar-weighted average credit quality rating of the fixed income portfolio should be "AA". The maximum effective maturity of any single issue should not exceed 30 years.
- 4) Cash reserves shall be held in the custodians' money market funds, short-term maturity treasury securities or high quality money market instruments.

The Policemen's Pension and Relief Fund is authorized by the Board of Trustees to invest in the same types of investments listed above with a mix of 65% equity, 35% fixed and 10% alternative investments.

NOTES TO THE FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies (continued)

The Firemen’s Pension and Relief Fund is authorized by the Board of Trustees to invest in the same types of investments listed above with a mix of 65% equity and 35% fixed.

2. Receivables and Payables

All outstanding balances between funds are reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

Within the City’s Water and Sewerage Fund, an estimated amount has been recorded for services rendered, but not yet billed, as of the close of the year. The receivable was computed by taking the cycle billings the City sent to its customers in January and prorating the amount of days applicable to the current year. All trade and property tax receivables are shown net of an allowance for uncollectible accounts.

3. Inventories and Prepaid Items

Inventories are valued at cost using the first in, first out (FIFO) method. Inventory in the General Fund consists of materials and supplies held for consumption. Inventories in the Enterprise Funds consist of pipes, meters, fittings and valves, repair materials, spare parts, and items held for sale at the Municipal Golf Courses. Inventories are accounted for using the consumption method.

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.

4. Restricted Assets

Certain proceeds of the general obligation bonds and the enterprise fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net position because their use is limited by applicable bond covenants. The bond construction funds are used to report those proceeds of bond issuances that are restricted for use in construction. The bond and interest sinking funds are used to segregate resources accumulated for debt service payments over the next twelve months. The debt service reserve funds are used to report resources set aside to make up potential future deficiencies in the revenue bond current debt service account.

5. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$2,500 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items are recorded at acquisition value rather than fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are charged to expense or expenditures as incurred.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant, and equipment of the primary government are depreciated using the straight line method over the following estimated useful lives:

| Assets | Years |
|-------------------------------------|-------|
| Buildings | 10-50 |
| Improvements other than buildings | 10-50 |
| Infrastructure | 20-75 |
| Distribution and collection systems | 10-50 |
| Equipment | 3-20 |

NOTES TO THE FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies (continued)

6. Compensated Absences

The City has two systems of compensated absences: Civil Service (Police and Fire) and all other employees.

Non-Civil Service:

It is the City’s policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the City does not have a policy to pay any amounts when employees separate from service with the City. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Vacation earned is based on the number of years of services as follows:

| <u>Total Employment</u> | <u>Days Earned Per Year</u> |
|-------------------------|---------------------------------|
| Less than five years | 10 |
| Five to ten years | 12 |
| Ten to fifteen years | 15 |
| Fifteen to twenty years | 18 |
| Twenty or more years | 21 |

For classified employees, a maximum of 240 hours of accrued vacation leave can be vested and carried forward to succeeding calendar years. For non-classified employees, the maximum is 320 hours. All accrued sick leave credited to an employee can be carried forward to succeeding calendar years without limitation. Accumulated sick leave is forfeited at the time an employee terminates employment; however, accumulated sick leave is counted as creditable service at retirement if the employee has accumulated at least 175 hours.

Civil Service:

The Fire and Police Departments have leave policies that are subject to state Civil Service.

Fire:

No employee shall be granted more compensatory time than they can be reasonably expected to use within a short period of time, and in no event shall an employee accrue and carry more than 240 hours of compensatory time.

Vacation Time:

Vacation is accrued based on the employee’s anniversary date as follows:

| <u>Anniversary</u> | <u>Days entitled</u> |
|--------------------|----------------------|
| 1-5 | 18 |
| 6-9 | 21 |
| 10 –14 | 27 |
| 15 and on | 30 |

NOTES TO THE FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies (continued)

Holiday Time/Leave:

Holiday time/leave is based on the employees' division as follows:

| <u>Division</u> | <u>Hours Entitled</u> |
|-----------------|-----------------------|
| Operations | 8 or 16 hours |
| Communications | 5.5, 6.5, or 12 |

The rate of pay for working a holiday during the employee's normal work schedule will be the same as overtime pay, which is one and one-half (1 1/2) times the employee's hourly rate. An employee who is called in to work extra duty (overtime) on a paid holiday will be paid 2 ½ times the employee's hourly rate. If an employee has not taken all of his/her earned holiday time by August 31st, then the remaining holiday time will be assigned during the next holiday scheduling period using the same procedure that employees use when scheduling annual leave.

Executive level employees may earn Discretionary Executive Time at one (1) times their regularly assigned work schedule. They may not accumulate more than 240 hours of time, and are not entitled to conversion into monetary payment at any time, including at the time of employee's separation from service. Discretionary Executive Time, if not taken by the employee, shall be forfeited at time of separation.

Police:

| <u>Anniversary</u> | <u>Days entitled</u> |
|--------------------|----------------------|
| New | 1.5 |
| 1-5 | 18 |
| 6-9 | 21 |
| 10 -14 | 27 |
| 15 and on | 30 |

Employees who leave/separate voluntarily may only take 80 hours of any combination of time prior to leaving. If an employee decides to expend unused vacation and/or compensatory time prior to the date of separation, the time expended shall not exceed 80 total hours for any combination of time given. All eligible remaining time shall be compensated by pay. No single vacation day may be taken on a holiday. Any annual leave in excess of 40 hours in single vacation days must be taken consecutively. All annual leave will be taken during the calendar year following the one in which it was accrued. The chief of police, for good cause, may authorize carrying annual leave over into the next calendar year. Vacation days that are not taken and not authorized for carry over by the chief of police are forfeited.

Compensatory time

Compensatory time is awarded by rank. See the schedule below.

| <u>Rank</u> | <u>Authority</u> | <u>Minimum Hours Needed</u> | <u>Maximum Hours</u> |
|-------------------|------------------|-----------------------------|----------------------|
| Below Captain | 69:53:00 | 40 | n/a |
| Captain and above | SPC 301.13 | 40 | 240 |

No member shall be granted more compensatory time than they can be reasonably expected to use within a short period of time. In no event shall a member accrue and carry more than 240 hours of compensatory time.

Holiday overtime

Members working regularly scheduled shifts on holidays are compensated at the rate of 2.5 times the current hourly earnings for each hour worked on the holiday. A member who works an eight-hour shift on a holiday is paid their regular salary plus eight hours at time and a half for a total of 2.5 times their salary.

NOTES TO THE FINANCIAL STATEMENTS**I. Summary of Significant Accounting Policies (continued)****7. Long-term Obligations**

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

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

8. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position and/or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has three items that qualify for reporting in this category. One is the deferred charge on refunding which results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded and refunding debt. The second one is deferred pension related items reported in the government-wide statement of net position, and the third one is deferred Other Postemployment Benefit (OPEB) items reported in the government-wide statement of net position.

In addition to liabilities, the statement of net position and/or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has three types of items that qualify for reporting in this category. At the governmental fund level, revenues that have been billed but not yet collected are reported as unavailable revenues. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Deferred pension related items are reported in the government wide statement of net position. Deferred OPEB items are reported in the government-wide statement of net position.

9. Fund BalanceNonspendable Fund Balance

Nonspendable fund balance includes amounts that cannot be spent because they are not in spendable form or legally or contractually required to be maintained intact including inventories and endowments.

Restricted Fund Balance

Restricted fund balance includes amounts that are constrained for specific purposes which are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or by law through constitutional provisions or enabling legislation.

Assigned Fund Balance

Assigned fund balance includes amounts that are intended to be used for specific purposes that are not considered restricted. Fund balance may be assigned by the Finance Director as provided through the City Charter.

Unassigned Fund Balance

Unassigned fund balance is the residual classification for the general fund which represents fund balance that has not been restricted or assigned. In other governmental funds, it represents a negative fund balance.

The City's policies require restricted fund balances to be used before using any of the components of unrestricted fund balances when appropriate. Additionally, when the components of unrestricted fund balance can be used for the same purpose, assigned fund balance is used first followed by unassigned fund balance.

NOTES TO THE FINANCIAL STATEMENTS
I. Summary of Significant Accounting Policies (continued)
10. Net Position

The government-wide statement of net position reports \$123,195,366 of restricted net position for governmental activities, of which \$48,025,556 is restricted by enabling legislation.

The calculation for net investment in capital assets for the governmental and business-type net position are as follows:

| | Government-wide | | Municipal and Regional Airports | Water and Sewerage | Convention Center | Convention Center Hotel | Other Enterprise Funds |
|---------------------------------------|----------------------------|-----------------------------|---------------------------------------|-----------------------|----------------------|----------------------------|------------------------------|
| | Governmental Activities | Business-Type Activities | | | | | |
| Capital assets, net | \$ 570,512,945 | \$1,226,234,450 | \$ 133,038,377 | \$961,321,031 | \$ 67,679,316 | \$ 36,368,982 | \$ 27,826,744 |
| Capital -related accounts payable | - | (3,537,762) | - | (3,537,762) | - | - | - |
| Contracts (retainage) payable | - | (959,601) | - | (959,601) | - | - | - |
| Capital-related debt outstanding | (146,732,184) | (778,149,402) | (23,305,000) | (719,791,002) | - | (31,853,400) | (3,200,000) |
| Prepaid insurance cost - bonds | - | 2,781,173 | 135,393 | 2,645,780 | - | - | - |
| Deferred outflows on refunding | 1,836,418 | 5,792,499 | 2,569,349 | 1,825,180 | - | 1,397,970 | - |
| Deferred inflows on refunding | (1,315,386) | - | - | - | - | - | - |
| Unamortized bond discounts | 95,737 | 468,363 | - | 468,363 | - | - | - |
| Unamortized bond premiums | (15,534,510) | (53,961,762) | (39,525) | (53,196,884) | - | (725,353) | - |
| Unspent capital-related debt proceeds | 24,268,438 | 224,042,699 | - | 220,842,699 | - | - | 3,200,000 |
| Net investment in capital assets | <u>\$ 433,131,458</u> | <u>\$ 622,710,657</u> | <u>\$ 112,398,594</u> | <u>\$409,617,804</u> | <u>\$ 67,679,316</u> | <u>\$ 5,188,199</u> | <u>\$ 27,826,744</u> |

E. Accounting Pronouncements

The City is currently evaluating the effects that these recently issued accounting pronouncements will have on its financial statements:

- GASB Statement No. 87, Leases, increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on payment provisions of the contract. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021.
- GASB Statement No. 90, Majority equity interests - An Amendment of GASB Statements No. 14 and No. 61, the primary objective of this statement is to improve the consistency of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units.
- In May 2020, the GASB issued GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. This statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). 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 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 requirements of this Statement are effective for fiscal years beginning after June 15, 2022.

F. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require 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 and the reported amounts of revenues, expenditures and expenses during the reported period. Actual results could differ from those estimates.

G. Related Party Transactions:

The City had no identified related party transactions for the year ended December 31, 2021.

NOTES TO THE FINANCIAL STATEMENTS

II. Stewardship, Compliance, and Accountability

A. Budgetary Information

Prior to October 1, the Mayor files with the Clerk of Council a proposed operating budget for the fiscal year commencing the following January. The operating budget includes proposed expenditures and related financing sources. The City Council conducts public hearings and proposes adoption of the various budget ordinances. Prior to December 15, the City Council adopts the final budgets controlling the financial operations of the City for the ensuing fiscal year.

Legal budgetary control for operating budgets is exercised at the department/object class with the exception of the Community Development Department where control is exercised at the division/object class. The ordinances provide lump sum appropriation at the object level. The City Charter allows the Mayor to authorize the transfer of budgeted amounts from one activity to another within the same lump sum appropriation, within the same department with the exception of the Community Development Department where funds must be spent within the same division. Budgetary transfers across department lines or between classes of lump sum appropriations must be approved by the City Council. During the year, the City Council approves several amendments to the budget. The City Charter provides that expenditures may not legally exceed appropriations. Formal budgetary integration and encumbrance accounting are employed as management control devices during the year for the General, Debt Service, Special Revenue Funds (except for the Enrichment Fund), Capital Projects, and Proprietary Funds. The capital project funds adopt project length budgets. The budgets for governmental funds are adopted on a basis substantially consistent with generally accepted accounting principles except for state supplemental pay for fire and police which is included but not budgeted in the General Fund.

All appropriations which are not expended or encumbered lapse at year end. Encumbrances outstanding at year end will be re-appropriated and honored during the subsequent year. Encumbrances outstanding at year end by fund are as follows:

General fund - materials and supplies \$ 18,368,928

Revisions were made to the following major governmental funds' original budgets (expenditures including transfers out) as follows:

| | <u>Original Budget</u> | <u>Revisions</u> | <u>Final Revised Budget</u> |
|-----------------------|------------------------|-----------------------|-----------------------------|
| General Fund | <u>\$ 237,760,900</u> | <u>\$ 20,927,481</u> | <u>\$ 258,688,381</u> |
| Community Development | <u>\$ 24,384,300</u> | <u>\$ (6,506,081)</u> | <u>\$ 17,878,219</u> |

Adjustments necessary to convert the revenues and expenditures of the General Fund at the end of the year on the budgetary basis to the GAAP basis are as follows:

| Revenues | <u>General Fund</u> |
|---------------------------------------|-----------------------|
| Actual on the budgetary basis | \$ 227,670,452 |
| Adjustment for state supplemental pay | 5,574,127 |
| GAAP basis | <u>\$ 233,244,579</u> |
| Expenditures | |
| Actual on the budgetary basis | \$ 202,481,025 |
| Adjustment for state supplemental pay | 5,574,127 |
| GAAP basis | <u>\$ 208,055,152</u> |

NOTES TO THE FINANCIAL STATEMENTS
II. Stewardship, Compliance, and Accountability (continued)
B. Excess of Expenditures over Appropriations

During the year, the City Council revised the City's general fund budget several times. After the first quarter, amendments and supplemental appropriations were approved to reflect the actual beginning fund balances estimated during the budget process which must be submitted by October 1st for the next year. Additional changes were made as new information indicated a need. The major differences between the original budget and the final budget were overall revenues decreased by \$44,993,189 and transfers in increased by \$0, while expenditures including transfers out were increased by \$20,927,481. During the year, revenues including transfers in were \$10,794,938 less than the revised budget, while expenditures including transfers out were \$20,421,901 less than the revised budget. The reduction in expenditures were primarily the result of vacancies from unfilled positions due to the shortage in the labor market, while the increased consumer spending from Federal stimulus drove the increase in revenues.

During 2021, based on the legally adopted level of control for budgetary purposes, the General Fund had excess expenditures over appropriations as follows:

| | <u>Final Budget</u> | <u>Actual on a budgetary basis</u> | <u>Variance</u> |
|---|----------------------|--|-----------------------|
| General government: | | | |
| <u>Office of the Mayor:</u> | | | |
| Materials and supplies | \$ 15,285 | \$ 18,423 | \$ (3,138) |
| Contractual Services | 41,700 | 62,006 | (20,306) |
| Other charges | 600 | 5,400 | (4,800) |
| | <u>56,985</u> | <u>80,429</u> | <u>(23,444)</u> |
| <u>Property Standards</u> | | | |
| Materials and supplies | 165,834 | 173,427 | (7,593) |
| Other charges | 880,014 | 1,138,091 | (258,077) |
| | <u>1,045,848</u> | <u>1,311,518</u> | <u>(265,670)</u> |
| <u>Finance:</u> | | | |
| Materials and supplies | 74,640 | 80,791 | (6,151) |
| <u>Other-unclassified Interest and civic appropriations</u> | | | |
| Salaries, wages and employee benefits | 8,065,000 | 8,272,129 | (207,129) |
| Contractual Services | 955,200 | 1,544,752 | (589,552) |
| Claims | 6,913,200 | 9,132,150 | (2,218,950) |
| | <u>15,933,400</u> | <u>18,949,031</u> | <u>(3,015,631)</u> |
| Public Safety | | | |
| <u>Fire:</u> | | | |
| Contractual Services | 1,650,561 | 3,579,084 | (1,928,523) |
| <u>Culture and recreation:</u> | | | |
| Salaries, wages and employee benefits | 9,027,526 | 9,253,514 | (225,988) |
| Other charges | 256,200 | 263,113 | (6,913) |
| | <u>9,283,726</u> | <u>9,516,627</u> | <u>(232,901)</u> |
| | <u>\$ 28,045,160</u> | <u>\$ 33,517,480</u> | <u>\$ (5,472,320)</u> |

C. Deficit Net Position

| <u>Community Development</u> | <u>Golf</u> | <u>Solid Waste</u> | <u>Employees Health Care</u> | <u>Retained Risk</u> | <u>Hotel</u> | <u>DEEDA</u> |
|----------------------------------|----------------|--------------------|----------------------------------|----------------------|----------------|--------------|
| \$ (2,158,810) | \$ (1,761,544) | \$ (6,850,396) | \$ (13,561,947) | \$ (44,619,588) | \$ (4,629,046) | \$ (39,725) |

The following funds had a deficit net position at December 31, 2021.

The Convention Center Hotel Fund, a major enterprise fund, had a deficit net position balance of \$4,629,046. The deficit is due to major renovations throughout the Hotel causing a large number of the rooms, on a rolling basis during the construction, to be unavailable. The COVID pandemic during the prior fiscal years caused an unprecedented decline in travel and tourism that prevented the hotel from recovering from its major renovation room shortages.

The Community Development Fund had a deficit fund balance of \$2,158,810. The deficit was due to a decrease in funding for 2021 compared to 2020 due to Covid 19 Pandemic restrictions.

The Golf Fund, a nonmajor enterprise fund, had a deficit net position balance of \$1,761,544. The deficit was due to the accrual of Other Postemployment Benefits (OPEB) and the net pension liability as described in Note IV. A.

NOTES TO THE FINANCIAL STATEMENTS**II. Stewardship, Compliance, and Accountability (continued)**

The Solid Waste Fund, a nonmajor enterprise fund, had a deficit net position balance of \$6,850,396. The deficit was due to the accrual of the landfill post-closure liability and because the \$7 solid waste fee is not sufficient to cover operations.

The Employees Healthcare Fund, an internal service fund, had a deficit net position balance of \$13,561,947, as employee premiums and employer contributions failed to meet the health claims approved and paid. The deficit will be recovered through future premium increases and charges to other funds.

The Retained Risk Fund, an internal service fund, had a deficit net position balance of \$44,619,588, which will be recovered through future charges to other funds.

The Downtown Entertainment Economic Development Fund had a deficit fund balance of \$39,725. The deficit was due to a decrease in funding for 2021 because the TIF district is not meeting its monthly and annual baseline revenue.

NOTES TO THE FINANCIAL STATEMENTS

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Investments – Primary Government excluding Fiduciary Funds

Interest rate risk. The City investment policy limits its exposure to declines in fair value by limiting investment maturities to 3 years from the date of settlement unless matched to a specific cash flow requirement.

Credit risk. The standard of prudence to be used for managing the City's assets is the "prudent investor" rule which states, "Investments shall be made with judgment and care under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation but for investment considering the probable safety of their capital as well as the probable income to be derived." The City's investment policy limits investments to those discussed previously. The investments in U.S. treasuries and instrumentalities were rated AA+ and Aaa, the Investment Agreements and Money Market investments were unrated and the LAMP investment was rated AAA.

Concentration of credit risk. The City has no investments in one issuer greater than 5 percent except those backed by the full faith and credit of the U.S. Government.

Custodial credit risk – deposits. In the case of deposits; this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's policy is that banks holding deposits are required to pledge securities to fully collateralize these transactions. The pledged securities are held by another bank or through book entry in a custodial account in the Federal Reserve System. The City must authorize in writing the release or substitution of the pledged securities.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's policy is that all investments purchased by the City, except certificates of deposit, local government investment pools, and money market funds, will be delivered by book entry and will be held in third-party safekeeping by a City-approved custodian bank.

Fair value measurements. - GASB Statement No. 72 establishes a hierarchy of inputs to valuation techniques used to measure fair value. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The implementation of this new statement did not change the method of measuring the fair value of the City's assets.

These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1 — Investments reflect prices quoted in active markets.
- Level 2 — Investments reflect prices that are based on a similar observable asset either directly or indirectly, which may include inputs in markets that are not considered to be active.
- Level 3 — Investments reflect prices based upon unobservable sources.

The categorization of investments within the hierarchy is based upon the pricing transparency of the instrument and should not be perceived as the particular investment's risk. The investments with LAMP and money market accounts are categorized by fair value level in the following table.

NOTES TO THE FINANCIAL STATEMENTS

III. Detailed Notes on All Funds (continued)

| Investment Type | Investment Maturities (in years) | | |
|------------------------|----------------------------------|-----------------------|----------------------|
| | Fair Value | Less Than 1 | 1-3 |
| U.S. Treasuries | \$ 8,055,239 | \$ 5,412,067 | \$ 2,643,172 |
| U.S. Instrumentalities | 23,884,443 | 5,140,488 | 18,743,955 |
| Money Market | 306,470,242 | 306,470,242 | - |
| LAMP | 62,108,741 | 62,108,741 | - |
| Total | <u>\$ 400,518,665</u> | <u>\$ 379,131,538</u> | <u>\$ 21,387,127</u> |

A reconciliation of the above schedule to the Statement of Net Position follows:

| | |
|-----------------------------|-----------------------|
| Unrestricted Assets: | |
| Cash | \$ 171,710,331 |
| Investments | 4,613,488 |
| Restricted assets: | |
| Cash | \$ 232,237,037 |
| Investments | 6,304,276 |
| Less: Equity in Pooled Cash | (14,346,467) |
| Total per above | <u>\$ 400,518,665</u> |

At December 31, 2021, all deposits were collateralized in accordance with statute. \$14,763,081 is collateralized by securities held by the pledging financial institutions.

2. Investments – Fiduciary Funds

Interest rate risk. The Fiduciary Funds do not have a policy to limit investment maturities as a means of managing exposure to fair value losses arising from increasing interest rates. The funding obligations of the plan are long-term in nature; consequently, the investment of the Plan's assets shall have a long-term focus, but shall not exceed 30 years.

Credit risk. Fixed income securities shall be rated "BBB" or higher at the time of purchase except for asset-backed securities, mortgage-backed securities, and collateralized mortgage obligations which shall be rated "AAA." Convertible securities shall be rated "B" or higher at the time of purchase. The minimum dollar-weighted average credit quality rating of the fixed income portfolio should be "AA."

Concentration of credit risk. Holdings of any single issue shall not exceed more than 5% of the market value of the issuer.

Currency risk. The international equities are held through "American Depository Receipts" which are traded in U.S. dollars on the American Stock Exchanges. There were no investments in international fixed-income securities.

Information about the fair value level and exposure of the City's investments risk, using the segmented time distribution model is as follows (all are considered Level 1 investments):

| Investment Type | Amount | Level 1 | Level 2 |
|-------------------------|-----------------------|----------------------|-----------------------|
| U.S. Treasuries | \$ 1,783,518 | \$ 1,783,518 | \$ - |
| U.S. Instrumentalities | 278,696 | 278,696 | - |
| Asset-backed Securities | 2,188,952 | - | 2,188,952 |
| Corporate Bonds | 4,977,529 | 3,847,786 | 1,129,743 |
| Mutual Bond Funds | 12,393,103 | 12,393,103 | - |
| Investment Pool | 190,998,562 | - | 190,998,562 |
| Domestic Equities | 5,351,835 | 5,351,835 | - |
| International Equities | 5,256,917 | 5,256,917 | - |
| Total | <u>\$ 223,229,112</u> | <u>\$ 28,911,855</u> | <u>\$ 194,317,257</u> |

NOTES TO THE FINANCIAL STATEMENTS

III. Detailed Notes on All Funds

| Investment Type | Fair Value | Less Than 1 | 1-5 | 5-10 | >10 |
|-------------------------|-----------------------|-----------------------|---------------------|---------------------|---------------------|
| U.S. Treasuries | \$ 1,783,518 | \$ - | \$ 175,091 | \$ 722,614 | \$ 885,813 |
| U.S. Instrumentalities | 278,696 | - | - | - | 278,696 |
| Asset-backed Securities | 2,188,952 | 2,540 | 33,443 | 308,652 | 1,844,317 |
| Corporate Bonds | 4,977,529 | 92,891 | 2,478,008 | 1,763,339 | 643,291 |
| Mutual Bond Funds | 12,393,103 | 12,393,103 | - | - | - |
| Investment Pool | 190,998,562 | 190,998,562 | - | - | - |
| Domestic Equities | 5,351,835 | 5,351,835 | - | - | - |
| International Equities | 5,256,917 | 5,256,917 | - | - | - |
| Total | <u>\$ 223,229,112</u> | <u>\$ 214,095,848</u> | <u>\$ 2,686,542</u> | <u>\$ 2,794,605</u> | <u>\$ 3,652,117</u> |

Note: The S&P/Moody's rating for U.S. Treasuries, Asset-backed Securities, Corporate Bonds, and Money Market types are included in the schedule below; however credit ratings are not available at the investment level.

3. Discretely Presented Component Units

Deposits

Shreveport Home Mortgage Authority – The Authority has no deposits since all funds are maintained at trust departments at financial institutions.

The City Court, City Marshal, and Downtown Development Authority do not have a policy for custodial risk nor do they have collateral in their names.

The following is a schedule of deposit and the amounts exposed to custodial risk by fund:

| | City Court | City Marshal | Downtown Development Authority | Shreveport Home Mortgage Authority | Shreve Memorial Library |
|----------------------------------|--------------|--------------|--------------------------------|------------------------------------|-------------------------|
| Total on deposit | \$ 6,666,337 | \$ 2,003,931 | \$ 2,011,154 | \$ 1,447,898 | \$ 10,942,147 |
| Amount exposed to custodial risk | \$ 6,328,394 | \$ - | \$ 1,521,986 | \$ - | \$ - |

Louisiana Revised Statute 39:1229 imposes statutory requirements on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the component unit that the fiscal agent has failed to pay deposited funds upon demand.

Investments

Shreveport Home Mortgage Authority – The \$1,129,164 of investments consists of guaranteed mortgage-backed securities.

NOTES TO THE FINANCIAL STATEMENTS

III. Detailed Notes on All Funds

B. Property Taxes

The City levies taxes on real and business personal property located within its boundaries. Property taxes are levied by the City on property values assessed by the Bossier Parish and Caddo Parish Tax Assessors and approved by the State of Louisiana Tax Commission.

| | |
|------------------------------------|-------------------------------|
| Assessment date | January 2021 |
| Levy date | Not later than June 1, 2021 |
| Tax bills mailed | On or about November 15, 2021 |
| Total taxes are due | December 2021 |
| Penalties and interest are added | January, 2022 |
| Lien date | January 1, 2022 |
| Tax sale -2020 delinquent property | July 1, 2022 |

Property taxes levied for the current year are recognized as revenues, even though a portion is collectible in the period subsequent to the levy. The City’s property tax collection records show that 98.5% of the property taxes due were collected within 60 days after the due date. Assessed values are established by the Bossier Parish and Caddo Parish Tax Assessors each year on a uniform basis at the following ratios to fair market value.

| | |
|------------------------------|---|
| 10% Land | 15% Machinery |
| 10% Residential Improvements | 15% Commercial Improvements |
| 15% Industrial Improvements | 25% Public Service properties, excluding land |

A re-evaluation of all property is required to be completed no less than every 4 years. A re-evaluation was completed for the tax roll of January 1, 2020.

Tax Abatements

As of December 31, 2021, the City has entered into property and sales tax abatement agreements with individuals and businesses through four programs — the Restoration Tax Abatement (RTA), Industrial Tax Exemption (ITEP), Tax Rebate Incentive Pay (TRIP), and the Film Industry Incentive Program, (FIIP). Each agreement was negotiated under a particular authority allowing localities to abate property taxes for a variety of economic development purposes, including job creation, as well as, business relocation, retention, and expansion.

The City has not made any commitments as part of the agreements other than to reduce taxes, and the City is not subject to any tax abatement agreements entered into by other governmental entities.

Restoration Tax Abatement (RTA):

The Restoration Tax Abatement (RTA) program is a program, which provides an up-to-10 year abatement of the City-portion of ad valorem property taxes on the renovations and improvements of existing commercial structures and owner-occupied residences. It is a five-year award with an option for a five-year renewal with local governing authority approval. The legal authority is Louisiana Revised Statute 47:4311, et seq.

Eligibility Criteria:

This incentive is open to all Louisiana businesses and homeowners with existing structures to be expanded, restored, improved or developed in qualifying locations, and as approved by the local governing authority. Qualifying locations for properties include Downtown Development Districts, Historic Districts (includes properties listed on the National Register of Historic Places), and Economic Development Districts. Eligible expenses are building and materials, machinery and equipment (only that which becomes an integral part of the structure), and labor and engineering.

The property owner must apply and pay an application fee, and upon approval by the state and local authorities, the contract is issued.

Mechanism By Which the Taxes are Abated:

The property tax valuation before the restoration is frozen, whereby the property owner is not taxed on the increase in value that they would otherwise have to pay for the restoration.

NOTES TO THE FINANCIAL STATEMENTS

III. Detailed Notes on All Funds

Provisions for Recapturing Abated Taxes:

Per LA R.S. 47:1313, any remaining portion of the exemption provided may be terminated for a violation of the contract.

Types of Commitments Made by the Recipients of the Tax Abatements:

The property owner agrees to file annually with the assessor of the parish in which the structure is located. Within six months after construction has been completed, the property owner must file an affidavit of final cost showing complete cost of the exempted project.

Gross Dollar Amount by Which the City's Tax Revenues Were Reduced:

The City estimates property tax revenues have been reduced by \$190,144 for the year.

Industrial Tax Exemption (ITEP):

The Louisiana Industrial Ad Valorem Tax Exemption Program (ITEP) is an original state incentive program which offers an attractive tax incentive for manufacturers within the state. The program abates, up to ten years, City property taxes (Ad Valorem) on a manufacturer's new investment and annual capitalized additions related to the manufacturing site. The legal authority is Article 7, Section 21(F) of the Louisiana Constitution and Executive Order JBE 2016-73.

Eligibility Criteria:

Businesses must be classified as a manufacturer or related to the manufacturing project in order to receive the benefits of the ITEP program. ITEP is only available for activities related to manufacturers that meet the constitutional definition of manufacturing. The program can be used by manufacturers new to Louisiana and is also available to existing manufacturers in Louisiana with new investments and miscellaneous capital additions to existing facilities. The property owner must apply and pay an application fee, and upon approval by the state and local authorities, the contract is issued.

Note that the eligibility criteria have been modified by Executive Order Number JBE2016-73 (effective October 21, 2016) as follows:

Only contracts accompanied by advance notifications will be considered by the Governor. Applications for miscellaneous capital additions and applications for tax exemptions for maintenance capital, required environmental capital upgrades, and new replacements for existing machinery will not be approved or issued contracts by the Governor.

The Governor will not approve contracts unless the Board of Commerce and Industry has specifically determined that the establishment meets the constitutional definition of manufacturing. Exemption contracts for new manufacturing plants or establishments are favored by the Governor and exemption contracts for additions to any existing plant or establishment are not favored by the Governor unless they provide for new jobs or present compelling reasons for the retention of existing jobs.

Mechanism By Which the Taxes are Abated:

The property tax valuation before the construction is frozen, whereby the property owner is not taxed on the increase in value that they would otherwise have to pay for the restoration.

Provisions for Recapturing Abated Taxes:

The contract may be terminated or modified if a violation has been found, but currently, there is no provision to recapture taxes.

Types of Commitments Made by the Recipients of the Tax Abatements:

The property owner agrees to file annually with the assessor of the parish in which the structure is located. Within six months of the beginning of operations, completion of construction, or receipt of the executed contract, whichever occurs last, the owner of a manufacturing establishment or addition must file an affidavit of final cost showing complete cost of the exempted project.

Gross Dollar Amount by Which the City's Tax Revenues Were Reduced:

The City estimates property tax revenues have been reduced by \$195,417 for the year.

NOTES TO THE FINANCIAL STATEMENTS**III. Detailed Notes on All Funds****Tax Rebate Incentive Pay (TRIP):**

The City has determined that there are significant benefits to the community in having police officers living within the city limits and in having marked police cars parked at those residences; therefore, the City has developed the TRIP whereby property taxes of certain police officers may be refunded back to them under certain conditions. The goal is to have a visible law enforcement presence in the neighborhood in which the officer lives. The legal authority for this is Resolution 92 of 2007.

Eligibility Criteria:

The rebate will only apply to taxes paid on the member's primary domiciliary residence and, only for taxes paid by December 31st of the calendar year in which the taxes are due. The Tax Rebate Incentive Pay is not retroactive. In addition, 1) the member must be a post certified police officer, 2) the member must be assigned a marked take-home patrol unit, which is parked at the member's residence when not in use, 3) the member must be a homeowner within the city limits of Shreveport, and the member must pay all property taxes owed to the City of Shreveport by December 31st of each calendar year.

The commissioned member must own and reside in the property within the city limits of Shreveport, and the property must be in a Community Development Block Grant Targeted Area (CDBG) – targeted areas within the City Limits of Shreveport as defined by the Department of Community Development in accordance with federal and grant requirements.

Mechanism By Which the Taxes are Abated:

The property taxes are then refunded to officers through payroll.

Provisions for Recapturing Abated Taxes:

There is no provision to recapture refunded taxes.

Types of Commitments Made by the Recipients of the Tax Abatements:

Police officers must park the vehicles at their residence.

Gross Dollar Amount by Which the City's Tax Revenues Were Reduced:

The City estimates property tax revenues have been reduced by \$15,514 for the year.

Film Industry Incentive Program:

The Film Industry Incentive Program (FIIP) is a City administered incentive program whereby the City's portion of sales taxes paid for lodging, lease and rental expenses, and other production expenses, etc. for a production are rebated to the recipient in exchange for doing business in the City. The legal authority for this program is Resolution 86 of 2009.

Eligibility Criteria:

The program is open to any business that will promise to have a production office or utilize a sound stage in Caddo Parish and have production expenditures of \$300,000.

Mechanism By Which the Taxes are Abated:

The recipient must file a sales tax return whereby the taxes are abated.

Provisions for Recapturing Abated Taxes:

There is no provision to recapture refunded taxes.

Types of Commitments Made by the Recipients of the Tax Abatements:

The recipient must do two things: First, it must either 1) have its production office located within Caddo Parish, or 2) utilize a soundstage within Caddo Parish AND must have production expenditures of \$300,000.

Gross Dollar Amount by Which the City's Tax Revenues Were Reduced:

The City estimates sales tax revenues have been reduced by \$0 for the year.

C. Receivables

Receivables as of December 31, 2021 consisted of the following:

| | |
|------------------------------|----------------------|
| Interest receivable | \$ 23,933 |
| Taxes | 11,703,451 |
| Other receivables | 49,712,955 |
| Due from other governments | <u>26,581,482</u> |
| | 88,021,821 |
| Allowance for uncollectibles | <u>(20,455,890)</u> |
| | <u>\$ 67,565,931</u> |

A reconciliation of receivables for the City's individual major, nonmajor, and internal service funds in the aggregate, including the applicable allowances for uncollectible accounts, are outlined below:

| | Government-wide | General | Debt Service | General Obligation Bonds | Community Development | Municipal and Regional Airports | Water and Sewerage | Convention Center | Convention Center Hotel | Nonmajor and Other Funds | Total |
|------------------------------------|---------------------|----------------------|---------------------|--------------------------|-----------------------|---------------------------------|----------------------|-------------------|-------------------------|--------------------------|----------------------|
| Interest | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 23,933 | \$ 23,933 |
| Taxes | - | 8,548,021 | 3,155,430 | - | - | - | - | - | - | - | 11,703,451 |
| Accounts | 1,175,608 | 6,103,952 | - | - | 191,651 | 756,026 | 22,126,003 | 988,131 | 285,109 | 18,086,475 | 49,712,955 |
| Intergovernmental | - | 18,364,224 | - | - | 2,628,061 | 3,790,973 | - | - | - | 1,798,224 | 26,581,482 |
| Gross receivables | <u>1,175,608</u> | <u>33,016,197</u> | <u>3,155,430</u> | <u>-</u> | <u>2,819,712</u> | <u>4,546,999</u> | <u>22,126,003</u> | <u>988,131</u> | <u>285,109</u> | <u>19,908,632</u> | <u>88,021,821</u> |
| Less: Allowance for uncollectibles | <u>-</u> | <u>(6,634,568)</u> | <u>(394,133)</u> | <u>-</u> | <u>-</u> | <u>140</u> | <u>(11,403,531)</u> | <u>-</u> | <u>(2,443)</u> | <u>(2,021,355)</u> | <u>(20,455,890)</u> |
| Net total receivables | <u>\$ 1,175,608</u> | <u>\$ 26,381,629</u> | <u>\$ 2,761,297</u> | <u>\$ -</u> | <u>\$ 2,819,712</u> | <u>\$ 4,547,139</u> | <u>\$ 10,722,472</u> | <u>\$ 988,131</u> | <u>\$ 282,666</u> | <u>\$ 17,887,277</u> | <u>\$ 67,565,931</u> |

D. Federal and State Financial Assistance

Federal and State governmental units represent an important source of supplementary funding to finance housing, employment and construction programs, and other activities beneficial to the community. These funds, primarily in the form of grants, are recorded in the General, Special Revenue, Capital Projects, and Enterprise Funds. A grant receivable is recorded when the City has a right to reimbursement under the related grant. The grants normally specify the purpose for which the funds may be used and are audited annually under the Office of Management and Budget Circular A-133 under the "Single Audit Concept" for grants awarded prior to December 26, 2014, and in accordance with 2 CFR Part 200 Uniform Administrative Requirements, Cost Principles and Audit Requirements, for grants awarded on or after December 26, 2014.

The following amounts under various grants and entitlements are recorded as revenues, passenger facility charges, subsidies, or contributions in the accompanying financial statements:

| | |
|---------------------------------|----------------------|
| Governmental-type funds: | |
| General Fund/ARPA | \$ 2,185,425 |
| Community Development | 11,570,002 |
| Public Safety Grants | 1,897,084 |
| Environmental Grants | 99,351 |
| Business-type funds: | |
| Municipal and Regional Airports | 4,546,547 |
| Shreveport Area Transit System | 7,096,746 |
| Totals | <u>\$ 27,395,155</u> |

NOTES TO THE FINANCIAL STATEMENTS

III. Detailed Notes on All Funds

Supplementary salary payments are made by the State to certain groups of employees. The City is not legally responsible for these salaries. Therefore, the basis for recognizing the revenue and expenditure payments is the actual contribution from the State. The State paid supplemental salaries as follows:

| | |
|-------------------|---------------------|
| Fire Department | \$ 2,818,022 |
| Police Department | <u>2,756,106</u> |
| Total | <u>\$ 5,574,127</u> |

These amounts were paid directly to the employees. There were no payments made for fringe benefits. The amounts for fire and police employees have been recorded in the General Fund financial statements as revenue and expenditures.

E. Capital Assets

Capital asset activity for the year ended December 31, 2021, is as follows:

| | Beginning Balance | Increases | Decreases | Ending Balance |
|---|-----------------------|-----------------------|------------------------|-----------------------|
| Governmental activities: | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 111,393,286 | \$ 805,385 | \$ - | \$ 112,198,671 |
| Construction in progress | <u>14,394,691</u> | <u>6,777,562</u> | <u>(14,555,773)</u> | <u>6,616,480</u> |
| Total capital assets not being depreciated | <u>125,787,977</u> | <u>7,582,947</u> | <u>(14,555,773)</u> | <u>118,815,151</u> |
| Capital assets, being depreciated: | | | | |
| Buildings | 205,105,499 | 230,693 | - | 205,336,192 |
| Improvements other than buildings | 95,729,260 | 4,834,789 | - | 100,564,049 |
| Equipment | 77,861,708 | 6,877,465 | (520,928) | 84,218,245 |
| Infrastructure | <u>596,475,929</u> | <u>10,700,278</u> | <u>-</u> | <u>607,176,207</u> |
| Total capital assets being depreciated | <u>975,172,396</u> | <u>22,643,225</u> | <u>(520,928)</u> | <u>997,294,693</u> |
| Less accumulated depreciation for: | | | | |
| Buildings | (90,348,372) | (4,219,037) | - | (94,567,409) |
| Improvements other than buildings | (52,039,231) | (2,845,592) | - | (54,884,823) |
| Equipment | (62,788,648) | (3,454,732) | 501,389 | (65,741,991) |
| Infrastructure | <u>(319,282,083)</u> | <u>(11,120,593)</u> | <u>-</u> | <u>(330,402,676)</u> |
| Total accumulated depreciation | <u>(524,458,334)</u> | <u>(21,639,954)</u> | <u>501,389</u> | <u>(545,596,899)</u> |
| Total capital assets, being depreciated, net | <u>450,714,062</u> | <u>1,003,271</u> | <u>(19,539)</u> | <u>451,697,794</u> |
| Governmental activities capital assets, net | <u>\$ 576,502,039</u> | <u>\$ 8,586,218</u> | <u>\$ (14,575,312)</u> | <u>\$ 570,512,945</u> |
| | | | | |
| | Beginning Balance | Increases | Decreases | Ending Balance |
| Business-type activities: | | | | |
| Municipal and Regional Airports | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 37,627,729 | \$ - | \$ - | \$ 37,627,729 |
| Construction in progress | <u>9,560,220</u> | <u>3,445,296</u> | <u>(2,801,071)</u> | <u>10,204,445</u> |
| Total capital assets not being depreciated | <u>47,187,949</u> | <u>3,445,296</u> | <u>(2,801,071)</u> | <u>47,832,174</u> |
| Capital assets, being depreciated: | | | | |
| Buildings | 75,187,678 | 27,007 | - | 75,214,685 |
| Improvements other than buildings | 141,793,148 | 1,956,309 | - | 143,749,457 |
| Equipment | <u>7,503,933</u> | <u>1,063,611</u> | <u>-</u> | <u>8,567,544</u> |
| Total capital assets being depreciated | <u>224,484,759</u> | <u>3,046,927</u> | <u>-</u> | <u>227,531,686</u> |
| Less accumulated depreciation for: | | | | |
| Buildings | (45,109,980) | (1,539,467) | 4,928 | (46,644,519) |
| Improvements other than buildings | (82,224,190) | (6,533,958) | (4,928) | (88,763,076) |
| Equipment | <u>(6,664,336)</u> | <u>(253,552)</u> | <u>-</u> | <u>(6,917,888)</u> |
| Total accumulated depreciation | <u>(133,998,505)</u> | <u>(8,326,977)</u> | <u>-</u> | <u>(142,325,483)</u> |
| Total capital assets, being depreciated, net | <u>90,486,254</u> | <u>(5,280,050)</u> | <u>-</u> | <u>85,206,203</u> |
| Municipal and Regional Airports capital assets, net | <u>\$ 137,674,203</u> | <u>\$ (1,834,754)</u> | <u>\$ (2,801,071)</u> | <u>\$ 133,038,377</u> |

NOTES TO THE FINANCIAL STATEMENTS

III. Detailed Notes on All Funds

| | <u>Beginning Balance</u> | <u>Increases</u> | <u>Decreases</u> | <u>Ending Balance</u> |
|--|------------------------------|-----------------------|------------------------|-----------------------|
| Water and Sewerage: | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 996,201 | \$ - | \$ - | \$ 996,201 |
| Construction in progress | 236,093,990 | 41,565,062 | (15,059,840) | 262,599,212 |
| Total capital assets not being depreciated | <u>237,090,191</u> | <u>41,565,062</u> | <u>(15,059,840)</u> | <u>263,595,413</u> |
| Capital assets, being depreciated: | | | | |
| Equipment | 21,664,438 | 55,476 | (3,134) | 21,716,780 |
| Distribution and collection systems | 1,030,794,784 | 15,871,045 | - | 1,046,665,829 |
| Total capital assets being depreciated | <u>1,052,459,222</u> | <u>15,926,521</u> | <u>(3,134)</u> | <u>1,068,382,609</u> |
| Less accumulated depreciation for: | | | | |
| Equipment | (16,835,381) | (796,455) | 1,907 | (17,629,929) |
| Distribution and collection systems | (334,255,849) | (18,771,213) | - | (353,027,062) |
| Total accumulated depreciation | <u>(351,091,229)</u> | <u>(19,567,668)</u> | <u>1,907</u> | <u>(370,656,991)</u> |
| Total capital assets, being depreciated, net | <u>701,367,993</u> | <u>(3,641,147)</u> | <u>(1,227)</u> | <u>697,725,618</u> |
| Water and Sewerage capital assets, net | <u>\$ 938,458,184</u> | <u>\$ 37,923,915</u> | <u>\$ (15,061,067)</u> | <u>\$ 961,321,031</u> |
| | | | | |
| | <u>Beginning Balance</u> | <u>Increases</u> | <u>Decreases</u> | <u>Ending Balance</u> |
| Solid Waste: | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 6,652,516 | \$ - | \$ - | \$ 6,652,516 |
| Construction in progress | - | - | - | - |
| Total capital assets not being depreciated | <u>6,652,516</u> | <u>-</u> | <u>-</u> | <u>6,652,516</u> |
| Capital assets, being depreciated: | | | | |
| Buildings | 59,219 | - | - | 59,219 |
| Improvements other than buildings | 673,745 | 94,960 | - | 768,705 |
| Equipment | 8,570,834 | 372,167 | - | 8,943,001 |
| Total capital assets being depreciated | <u>9,303,798</u> | <u>467,127</u> | <u>-</u> | <u>9,770,925</u> |
| Less accumulated depreciation for: | | | | |
| Buildings | (41,453) | (1,184) | - | (42,637) |
| Improvements other than buildings | (762,134) | (3,320) | - | (765,454) |
| Equipment | (7,312,327) | (594,941) | - | (7,907,268) |
| Total accumulated depreciation | <u>(8,115,914)</u> | <u>(599,445)</u> | <u>-</u> | <u>(8,715,359)</u> |
| Total capital assets, being depreciated, net | <u>1,187,884</u> | <u>(132,318)</u> | <u>-</u> | <u>1,055,566</u> |
| Solid waste capital assets, net | <u>\$ 7,840,400</u> | <u>\$ (132,318)</u> | <u>\$ -</u> | <u>\$ 7,708,082</u> |
| | | | | |
| | <u>Beginning Balance</u> | <u>Increases</u> | <u>Decreases</u> | <u>Ending Balance</u> |
| Convention Center: | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 6,147,743 | \$ - | \$ - | \$ 6,147,743 |
| Construction in progress | - | - | - | - |
| Total capital assets not being depreciated | <u>6,147,743</u> | <u>-</u> | <u>-</u> | <u>6,147,743</u> |
| Capital assets, being depreciated: | | | | |
| Buildings | 88,822,704 | - | - | 88,822,704 |
| Improvements other than buildings | 3,553,819 | - | - | 3,553,819 |
| Equipment | 8,168,114 | - | - | 8,168,114 |
| Total capital assets being depreciated | <u>100,544,636</u> | <u>-</u> | <u>-</u> | <u>100,544,637</u> |
| Less accumulated depreciation for: | | | | |
| Buildings | (26,827,344) | (1,863,763) | - | (28,691,107) |
| Improvements other than buildings | (2,081,000) | (146,519) | - | (2,227,519) |
| Equipment | (8,069,272) | (25,166) | - | (8,094,438) |
| Total accumulated depreciation | <u>(36,977,616)</u> | <u>(2,035,448)</u> | <u>-</u> | <u>(39,013,064)</u> |
| Total capital assets, being depreciated, net | <u>63,567,020</u> | <u>(2,035,448)</u> | <u>-</u> | <u>61,531,573</u> |
| Convention Center capital assets, net | <u>\$ 69,714,763</u> | <u>\$ (2,035,448)</u> | <u>\$ -</u> | <u>\$ 67,679,316</u> |

NOTES TO THE FINANCIAL STATEMENTS

III. Detailed Notes on All Funds

| | Beginning Balance | Increases | Decreases | Ending Balance |
|---|-------------------------|-----------------------|------------------------|-------------------------|
| Convention Center Hotel: | | | | |
| Capital assets, being depreciated: | | | | |
| Buildings | \$ 46,534,825 | \$ - | \$ - | \$ 46,534,825 |
| Improvements other than buildings | 1,094,230 | 27,639 | - | 1,121,869 |
| Equipment | 9,589,449 | 15,601 | - | 9,605,050 |
| Total capital assets being depreciated | <u>57,218,504</u> | <u>43,240</u> | - | <u>57,261,744</u> |
| Less accumulated depreciation for: | | | | |
| Buildings | (13,191,512) | (1,049,394) | - | (14,240,906) |
| Improvements other than buildings | (184,022) | (57,492) | - | (241,514) |
| Equipment | (5,720,926) | (689,416) | - | (6,410,342) |
| Total accumulated depreciation | <u>(19,096,460)</u> | <u>(1,796,302)</u> | - | <u>(20,892,762)</u> |
| Total capital assets, being depreciated, net | <u>38,122,044</u> | <u>(1,753,062)</u> | - | <u>36,368,982</u> |
| Convention Center Hotels capital assets, net | <u>\$ 38,122,044</u> | <u>\$ (1,753,062)</u> | <u>\$ -</u> | <u>\$ 36,368,982</u> |
| | | | | |
| | Beginning Balance | Increases | Decreases | Ending Balance |
| Other business-type activity programs: | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 368,877 | \$ - | \$ - | \$ 368,877 |
| Construction in progress | 639,337 | 128,576 | (16,713) | 751,200 |
| Total capital assets not being depreciated | <u>1,008,214</u> | <u>128,576</u> | <u>(16,713)</u> | <u>1,120,077</u> |
| Capital assets, being depreciated: | | | | |
| Buildings | 14,522,548 | - | (165,393) | 14,357,155 |
| Improvements other than buildings | 1,189,965 | 65,227 | - | 1,255,192 |
| Equipment | 25,304,411 | 16,438 | (2,221,954) | 23,098,895 |
| Total capital assets being depreciated | <u>41,016,923</u> | <u>81,665</u> | <u>(2,387,347)</u> | <u>38,711,242</u> |
| Less accumulated depreciation for: | | | | |
| Buildings | (4,435,216) | (449,283) | 165,392 | (4,719,107) |
| Improvements other than buildings | (728,988) | (37,088) | - | (766,076) |
| Equipment | (13,626,188) | (2,309,431) | 1,708,145 | (14,227,474) |
| Total accumulated depreciation | <u>(18,790,391)</u> | <u>(2,795,802)</u> | <u>1,873,537</u> | <u>(19,712,657)</u> |
| Total capital assets, being depreciated, net | <u>22,226,532</u> | <u>(2,714,137)</u> | <u>(513,810)</u> | <u>18,998,585</u> |
| Other enterprise funds capital assets, net | <u>\$ 23,234,746</u> | <u>\$ (2,585,561)</u> | <u>\$ (530,523)</u> | <u>\$ 20,118,662</u> |
| Business-type activities capital assets, net | <u>\$ 1,215,044,340</u> | <u>\$ 29,582,772</u> | <u>\$ (18,392,661)</u> | <u>\$ 1,226,234,450</u> |

NOTES TO THE FINANCIAL STATEMENTS

III. Detailed Notes on All Funds

In some cases, the reduction in construction in progress is greater than the increase in capital assets due to items not meeting the capitalization criteria. Also, in the other business-type activities, the Shreveport Area Transit System's operating and capital grants are tracked through the City's capital project system. Operating expenses are expensed out of construction in progress.

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

| | |
|---|----------------------|
| Governmental activities: | |
| General government | \$ 4,370,167 |
| Public safety | 1,586,436 |
| Public works, including depreciation of general infrastructure assets | 10,100,235 |
| Community development | 190,447 |
| Culture and recreation | 5,386,411 |
| Economic Development | 6,258 |
| Economic Opportunity | - |
| Total depreciation expense-governmental activities | <u>\$ 21,639,954</u> |
| Business-type activities: | |
| Municipal and Regional Airports | \$ 8,326,977 |
| Convention Center Hilton Hotel | 1,796,302 |
| Convention Center | 2,035,448 |
| Water and Sewerage | 19,567,668 |
| Shreveport Area Transit System | 2,744,919 |
| Solid Waste | 599,445 |
| Golf | 50,883 |
| Total depreciation expense-business-type activities | <u>\$ 35,121,642</u> |

Construction commitments

The government has no active major construction project as of December 31, 2021.

NOTES TO THE FINANCIAL STATEMENTS

III. Detailed Notes on All Funds

Discretely presented component unit

Activity for the Metropolitan Planning Commission (MPC) for the year ended December 31, 2021, was as follows:

| | <u>Beginning Balance</u> | <u>Increases</u> | <u>Decreases</u> | <u>Ending Balance</u> |
|--|------------------------------|--------------------|------------------|-----------------------|
| Metropolitan Planning Commission | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 704,513 | \$ - | \$ - | \$ 704,513 |
| Total capital assets not being depreciated | <u>704,513</u> | <u>-</u> | <u>-</u> | <u>704,513</u> |
| Capital assets, being depreciated: | | | | |
| Improvements other than buildings | 999,234 | - | - | 999,234 |
| Equipment | <u>104,432</u> | <u>-</u> | <u>-</u> | <u>104,432</u> |
| Total capital assets being depreciated | <u>1,103,666</u> | <u>-</u> | <u>-</u> | <u>1,103,666</u> |
| Less accumulated depreciation for: | | | | |
| Improvements other than buildings | (940,494) | (4,342) | - | (944,836) |
| Equipment | <u>(54,113)</u> | <u>(7,198)</u> | <u>-</u> | <u>(61,311)</u> |
| Total accumulated depreciation | <u>(994,607)</u> | <u>(11,540)</u> | <u>-</u> | <u>(1,006,147)</u> |
| Total capital assets, being depreciated, net | <u>109,059</u> | <u>(11,540)</u> | <u>-</u> | <u>97,519</u> |
| Metropolitan Planning Commission capital assets, net | <u>\$ 813,572</u> | <u>\$ (11,540)</u> | <u>\$ -</u> | <u>\$ 802,032</u> |

Activity for the Downtown Development Authority for the year ended December 31, 2021, was as follows:

| | <u>Beginning Balance</u> | <u>Increases</u> | <u>Decreases</u> | <u>Ending Balance</u> |
|--|------------------------------|--------------------|------------------|-----------------------|
| Downtown Development Authority | | | | |
| Capital assets, not being depreciated: | | | | |
| Idle assets | \$ 50,237 | \$ - | \$ - | \$ 50,237 |
| Land | <u>80,000</u> | <u>-</u> | <u>-</u> | <u>80,000</u> |
| Total capital assets not being depreciated | <u>130,237</u> | <u>-</u> | <u>-</u> | <u>130,237</u> |
| Capital assets, being depreciated: | | | | |
| Buildings | 1,511,123 | - | - | 1,511,123 |
| Equipment | 30,029 | - | - | 30,029 |
| Streetscape equipment | 132,131 | - | - | 132,131 |
| Parking program equipment | <u>96,622</u> | <u>-</u> | <u>-</u> | <u>96,622</u> |
| Total capital assets being depreciated | <u>1,769,905</u> | <u>-</u> | <u>-</u> | <u>1,769,905</u> |
| Less accumulated depreciation for: | | | | |
| Buildings | (675,704) | (62,531) | - | (738,235) |
| Equipment | (1,079) | (2,294) | - | (3,373) |
| Streetscape equipment | (86,928) | (7,396) | - | (94,324) |
| Parking program equipment | <u>(87,841)</u> | <u>(6,311)</u> | <u>-</u> | <u>(94,152)</u> |
| Total accumulated depreciation | <u>(851,552)</u> | <u>(78,532)</u> | <u>-</u> | <u>(930,084)</u> |
| Total capital assets, being depreciated, net | <u>918,353</u> | <u>(78,532)</u> | <u>-</u> | <u>839,821</u> |
| Downtown Development Authority capital assets, net | <u>\$ 1,048,590</u> | <u>\$ (78,532)</u> | <u>\$ -</u> | <u>\$ 970,058</u> |
| Depreciation expense was charged to functions/programs as follows: | | | | |
| Downtown development | | \$ 64,825 | | |
| Streetscape program | | 7,396 | | |
| Parking program | | <u>6,311</u> | | |
| Total | | <u>\$ 78,532</u> | | |

NOTES TO THE FINANCIAL STATEMENTS

III. Detailed Notes on All Funds

Activity for the Shreve Memorial Library for the year ended December 31, 2021, was as follows:

| | <u>Beginning Balance</u> | <u>Increases</u> | <u>Decreases</u> | <u>Ending Balance</u> |
|--|------------------------------|---------------------|--------------------|-----------------------|
| Shreve Memorial Library | | | | |
| Capital assets, not being depreciated: | | | | |
| Land and land improvements | \$ 5,261,444 | \$ - | \$ - | \$ 5,261,444 |
| Construction in progress | 556,683 | 531,417 | - | 1,088,100 |
| Total capital assets not being depreciated | <u>5,818,127</u> | <u>531,417</u> | <u>-</u> | <u>6,349,544</u> |
| Capital assets, being depreciated: | | | | |
| Buildings and structures | 33,875,750 | - | - | 33,875,750 |
| Improvements | 284,995 | - | - | 284,995 |
| Equipment and books | 25,895,426 | 972,402 | (1,037,414) | 25,830,414 |
| Total capital assets being depreciated | <u>60,056,171</u> | <u>972,402</u> | <u>(1,037,414)</u> | <u>59,991,159</u> |
| Less accumulated depreciation for: | | | | |
| Buildings and structures | (12,028,178) | - | - | (12,028,178) |
| Improvements | (243,325) | - | - | (243,325) |
| Equipment and books | (21,613,461) | (1,923,306) | 1,037,414 | (22,499,353) |
| Total accumulated depreciation | <u>(33,884,964)</u> | <u>(1,923,306)</u> | <u>1,037,414</u> | <u>(34,770,856)</u> |
| Total capital assets, being depreciated, net | <u>26,171,207</u> | <u>(950,904)</u> | <u>-</u> | <u>25,220,303</u> |
| Shreve Memorial Library capital assets, net | <u>\$ 31,989,334</u> | <u>\$ (419,487)</u> | <u>\$ -</u> | <u>\$ 31,569,847</u> |

All depreciation expense was charged to culture and recreation.

Activity for the City Court for the year ended December 31, 2021, was as follows:

| | <u>Beginning Balance</u> | <u>Increases</u> | <u>Decreases</u> | <u>Ending Balance</u> |
|--|--------------------------|---------------------|-----------------------|-----------------------|
| City Court: | | | | |
| Capital assets, not being depreciated: | | | | |
| Software in process | \$ 1,033,702 | \$ - | -\$1,033,702 | \$ - |
| Total capital assets not being depreciated | <u>1,033,702</u> | <u>-</u> | <u>(1,033,702)</u> | <u>-</u> |
| Capital assets, being depreciated: | | | | |
| Computer equipment | 242,842 | 1,392 | - | 244,234 |
| Software | - | 1,161,881 | - | 1,161,881 |
| Office equipment | 333,223 | 2,998 | - | 336,221 |
| Office furniture and improvements | 510,135 | - | - | 510,135 |
| Total capital assets being depreciated | <u>1,086,200</u> | <u>1,166,271</u> | <u>-</u> | <u>2,252,471</u> |
| Less accumulated depreciation for: | | | | |
| Computer equipment | (179,011) | (23,384) | - | (202,395) |
| Software | - | (29,047) | - | (29,047) |
| Office equipment | (274,966) | (9,257) | - | (284,223) |
| Office furniture and improvements | (503,817) | (3,612) | - | (507,429) |
| Total accumulated depreciation | <u>(957,794)</u> | <u>(65,300)</u> | <u>-</u> | <u>(1,023,094)</u> |
| Total capital assets, being depreciated, net | <u>128,406</u> | <u>1,100,971</u> | <u>-</u> | <u>1,229,377</u> |
| City Court capital assets, net | <u>\$ 1,162,108</u> | <u>\$ 1,100,971</u> | <u>\$ (1,033,702)</u> | <u>\$ 1,229,377</u> |
| Judicial expenses | | \$ 64,948 | | |
| Probation | | 352 | | |
| | | <u>\$ 65,300</u> | | |

NOTES TO THE FINANCIAL STATEMENTS

III. Detailed Notes on All Funds

Activity for the City Marshal for the year ended December 31, 2021, was as follows:

| | <u>Balance</u> | <u>Increases</u> | <u>Decreases</u> | <u>Balance</u> |
|--|---------------------|---------------------|------------------|---------------------|
| City Marshal: | | | | |
| Capital assets, being depreciated: | | | | |
| Buildings | \$ 614,260 | \$ - | \$ - | \$ 614,260 |
| Vehicles | 1,788,162 | 55,443 | - | 1,843,605 |
| Communication | 395,796 | 27,544 | - | 423,340 |
| Computers | 73,692 | - | - | 73,692 |
| Other Equipment | 377,754 | - | - | 377,754 |
| Weapons | 64,851 | - | - | 64,851 |
| Total capital assets being depreciated | <u>3,314,515</u> | <u>82,987</u> | <u>-</u> | <u>3,397,502</u> |
| Less accumulated depreciation for: | | | | |
| Buildings | (67,179) | (20,857) | - | (88,036) |
| Vehicles | (1,206,571) | (154,395) | - | (1,360,966) |
| Communication | (174,577) | (37,440) | - | (212,017) |
| Computers | (73,691) | - | - | (73,691) |
| Other Equipment | (353,826) | (6,422) | - | (360,248) |
| Weapons | (45,976) | (3,415) | - | (49,391) |
| Total accumulated depreciation | <u>(1,921,820)</u> | <u>(222,529)</u> | <u>-</u> | <u>(2,144,349)</u> |
| Total capital assets, being depreciated, net | <u>1,392,695</u> | <u>(139,542)</u> | <u>-</u> | <u>1,253,153</u> |
| City Marshal capital assets, net | <u>\$ 1,392,695</u> | <u>\$ (139,542)</u> | <u>\$ -</u> | <u>\$ 1,253,153</u> |
| | | <u>\$ 222,529</u> | | |

F. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of December 31, 2021, is as follows:

| <u>Fund</u> | <u>Due from</u> | <u>Due to</u> |
|---|----------------------|----------------------|
| General Fund | \$ 112,008 | \$ - |
| Debt Service | 35,949,039 | - |
| 2014 General Obligation Bonds | 10,016,964 | 654,925 |
| Community Development | - | 3,223,239 |
| Nonmajor governmental funds: | | |
| 2011 GOB Fund | 278,759 | - |
| Riverfront Development Fund | - | 49,342 |
| Police Grants Fund | - | 473,998 |
| DEEDA | - | 39,725 |
| Miscellaneous General Obligation Bond Funds | 103,090 | 103,090 |
| Miscellaneous Capital Projects Funds | 425,506 | - |
| Major enterprise funds: | | |
| Convention Center Hotel | - | 10,016,964 |
| Nonmajor enterprise funds: | | |
| Shreveport Area Transit System | 15,279 | 112,008 |
| Solid Waste | - | 6,756,646 |
| Internal Service Funds | - | 25,078,350 |
| Fidciary Funds | - | 392,358 |
| Total | <u>\$ 46,900,645</u> | <u>\$ 46,900,645</u> |

These balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

NOTES TO THE FINANCIAL STATEMENTS

III. Detailed Notes on All Funds

The composition of interfund transfers as of December 31, 2021, is as follows:

| Fund | Transfers In | Transfers Out |
|--------------------------------------|----------------------|----------------------|
| General Fund | \$ 9,915,100 | \$ 14,682,629 |
| Debt Service | 704,284 | - |
| 2014 General Obligation Bonds | 140,000 | - |
| Community Development | 373,800 | - |
| Nonmajor governmental funds: | | |
| Streets Fund | - | 9,902,575 |
| Riverfront Development Fund | 75,000 | 6,630,100 |
| 2003A General Obligation Bond Fun | - | 1,840,212 |
| 2011 General Obligation Bond Fund | 1,084,632 | 608,404 |
| Miscellaneous Capital Projects Funds | 13,694,561 | - |
| Major enterprise funds: | | |
| Municipal and Regional Airport | 43,600 | - |
| Water and Sewerage | 45,600 | 1,635,000 |
| Convention Center Hotel | 2,530,000 | - |
| Nonmajor enterprise funds: | | |
| Shreveport Area Transit System | 5,108,741 | - |
| Golf Fund | 87,200 | - |
| Solid Waste | 1,496,400 | - |
| Total | \$ 35,298,920 | \$ 35,298,920 |

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.

G. Capital Leases

The City has entered into lease agreements totaling \$11,477,000. The lease agreements qualify as capital leases for accounting purposes, and have been recorded at the present value of their future minimum lease payments as of the inception date. The payment schedule below includes all of the current leases in effect at year end.

| | Governmental Activities | Business Activities | Totals |
|---------------------------------------|----------------------------|------------------------|---------------|
| Original Lease amounts | | | \$ 11,477,000 |
| Cost of equipment under capital lease | \$ 4,273,837 | \$ 2,179,929 | |
| Less: accumulated depreciation | (2,110,188) | (2,179,929) | |
| | <u>\$ 2,163,649</u> | <u>\$ -</u> | |

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2021 were as follows:

| Ending December 31, | Governmental Activities | Business Activities |
|---|----------------------------|---------------------|
| 2022 | \$ 2,113,385 | \$ 989,300 |
| 2023 | 1,428,101 | 989,300 |
| 2024 | 1,428,101 | 989,300 |
| 2025 | 1,428,101 | 989,300 |
| 2026 | 1,428,101 | 989,300 |
| Total minimum lease payments | 7,825,789 | 4,946,500 |
| Less: amount representing interest | (363,507) | (246,500) |
| Present value of minimum lease payments | <u>\$ 7,462,282</u> | <u>\$ 4,700,000</u> |

The City has entered into a few operating lease agreements; however, Management believes them to be immaterial and inappropriate for disclosure.

NOTES TO THE FINANCIAL STATEMENTS

III. Detailed Notes on All Funds

H. Long-term Liabilities

Long-term liability activity (in thousands of dollars) for the year ended December 31, 2021, was as follows:

| | Beginning Balance | Additions | Reductions | Ending Balance | Due Within One Year |
|---|------------------------------|------------------|-------------------|-----------------------|--------------------------------|
| Governmental activities: | | | | | |
| General obligation bonds | \$ 126,795 | \$ - | \$ (7,515) | \$ 119,280 | \$ 7,920 |
| Plus unamortized premium | 15,815 | - | (1,628) | 14,187 | 1,248 |
| Total bonds payable | 142,610 | - | (9,143) | 133,467 | 9,168 |
| Certificate of indebtedness/revenue bond | 420 | 5,675 | (420) | 5,675 | 230 |
| Less unamortized discount | (4) | (95) | 4 | (95) | (5) |
| Total certificates of indebtedness | 416 | 5,580 | (416) | 5,580 | 225 |
| Capital lease | 1,389 | 6,777 | (704) | 7,462 | 1,943 |
| Notes | 16,025 | - | (1,710) | 14,315 | 1,760 |
| Plus unamortized premium | 1,565 | - | (219) | 1,346 | 219 |
| Total notes | 17,590 | - | (1,929) | 15,661 | 1,979 |
| Net pension liability | 347,110 | - | (90,219) | 256,891 | - |
| Total OPEB liability | 609,597 | - | (15,378) | 594,219 | - |
| Claims and judgments | 48,158 | 49,599 | (44,063) | 53,694 | 53,694 |
| Compensated absences | 7,254 | 11,621 | (9,734) | 9,141 | 7,548 |
| Governmental activities (Excluding: Community Development notes) | 1,174,124 | 73,577 | (171,586) | 1,076,115 | 74,557 |
| Community Development notes | 404 | - | (131) | 273 | 131 |
| Total long-term liabilities | \$ 1,174,528 | \$ 73,577 | \$ (171,717) | \$ 1,076,388 | \$ 74,688 |

| | Beginning Balance | Additions | Reductions | Ending Balance | Due Within One Year |
|--|------------------------------|------------------|-------------------|-----------------------|--------------------------------|
| Business-type activities: | | | | | |
| Municipal and Regional Airports: | | | | | |
| Revenue bonds and notes | \$ 25,095 | \$ - | \$ (1,790) | \$ 23,305 | \$ 1,950 |
| Plus unamortized premium | 40 | - | - | 40 | 10 |
| Total bonds payable | 25,135 | - | (1,790) | 23,345 | 1,960 |
| Net pension liability | 11,100 | - | (758) | 10,342 | - |
| Total OPEB liability | 9,736 | - | (1,388) | 8,348 | - |
| Compensated absences | 177 | 155 | (180) | 152 | 152 |
| Total | 46,149 | 155 | (4,116) | 42,187 | 2,112 |
| Water and Sewerage: | | | | | |
| Revenue bonds and notes | 734,608 | - | (16,320) | 718,288 | 21,592 |
| Plus unamortized premium | 56,175 | - | (2,978) | 53,197 | 2,978 |
| Less unamortized discount | (485) | - | 19 | (466) | (19) |
| Total bonds payable | 790,300 | - | (19,279) | 771,019 | 24,551 |
| Capital leases | - | 1,500 | - | 1,500 | 285 |
| Net pension liability | 45,640 | - | (2,182) | 43,458 | - |
| Total OPEB liability | 42,359 | - | (1,545) | 40,814 | - |
| Compensated absences | 521 | 635 | (660) | 496 | 496 |
| Accrued liability | 370 | 5 | (300) | 75 | 75 |
| Total | 879,190 | 2,140 | (23,966) | 857,362 | 25,407 |
| Solid Waste: | | | | | |
| Capital leases | - | 3,200 | - | 3,200 | 594 |
| Convention Center Hotel | | | | | |
| Notes | 773 | - | (170) | 603 | 179 |
| Revenue bonds | 32,635 | - | (1,385) | 31,250 | 1,360 |
| Plus unamortized premium | 779 | - | (55) | 724 | 54 |
| Total | 34,187 | - | (1,610) | 32,577 | 1,593 |
| Other business-type activities: | | | | | |
| Landfill | 7,920 | 156 | - | 8,076 | - |
| Net pension liability | 1,902 | - | (534) | 1,368 | - |
| Total OPEB liability | 2,390 | - | (906) | 1,484 | - |
| Compensated absences | 425 | 387 | (407) | 405 | 405 |
| Total | 12,637 | 543 | (1,847) | 11,333 | 405 |
| Business-type activity long-term liabilities | \$ 972,163 | \$ 6,038 | \$ (31,539) | \$ 946,659 | \$ 30,111 |

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. The claims and judgments liability will be liquidated through the City's Employees' Health Care Fund and the Retained Risk Fund. These funds will finance the payment of these claims by charging other funds based on the origination of the claims. The General Fund normally bears approximately 90% of these costs. At year end, \$20,817 of internal service funds compensated absences is included in the above amounts. For governmental activities, the balance of compensated absences is generally liquidated by the General Fund. Net pension liability and the total OPEB liability will also be liquidated by the General Fund.

There are a number of limitations and restrictions contained in the various bond indentures. The City is in substantial compliance with all significant limitations and restrictions.

State law allows a maximum of 10% of the assessed valuation for general obligation bonded debt for any one purpose. However, the 10% maximum can be exceeded if the aggregate issued for all purposes does not exceed 35% of the total assessed valuation. A total of approximately \$437,245,574 of additional general obligation bonded debt is available for issuance on a total assessed valuation of \$1,590,073,070 pursuant to the 35% limitation. Included in the total assessed valuation of property within the City limits is \$9,226,983 of assessed valuation which has been adjudicated to Caddo Parish. The table below shows the computation of the City's legal debt margin calculated at 10% of assessed valuation as of December 31, 2021.

| | <u>Debt limit-10% of assessed value for any one purpose</u> | <u>Deduct-amount of debt applicable to debt limit</u> | <u>Legal Debt margin</u> |
|----------------------------|---|---|--------------------------|
| Street Improvements | \$ 159,007,307 | \$ 26,098,800 | \$ 132,908,507 |
| Police and Fire | 159,007,307 | | 159,007,307 |
| Water and Sewer Improvem | 159,007,307 | 63,875,920 | 95,131,387 |
| Parks and Recreation | 159,007,307 | 20,645,280 | 138,362,027 |
| Public Buildings | 159,007,307 | 4,295,360 | 154,711,947 |
| Drainage | 159,007,307 | 4,364,640 | 154,642,667 |
| Sanitation and Incinerator | 159,007,307 | - | 159,007,307 |
| Industrial Bond | 159,007,307 | - | 159,007,307 |
| Airports | 159,007,307 | - | 159,007,307 |
| Sportran | 159,007,307 | - | 159,007,307 |
| Riverfront Park | 159,007,307 | - | 159,007,307 |

The annual requirements to amortize all debt outstanding as of December 31, 2021, including interest requirements are as follows:

| PRINCIPAL REQUIREMENTS: | <u>Maturities (in thousands of dollars)</u> | | | | | | | | | | | |
|---------------------------------|---|--------------|--------------|--------------|---------------|---------------|------------------|------------------|------------------|------------------|------------------|------------------|
| | <u>Total</u> | <u>2022</u> | <u>2023</u> | <u>2024</u> | <u>2025</u> | <u>2026</u> | <u>2027-2031</u> | <u>2032-2036</u> | <u>2037-2041</u> | <u>2042-2046</u> | <u>2047-2051</u> | <u>2052-2057</u> |
| General Obligation Bonds | | | | | | | | | | | | |
| 2014 Issue -2.00-5.00% | \$ 69,280 | \$ 3,915 | \$ 4,110 | \$ 4,315 | \$ 4,535 | \$ 4,760 | \$ 27,570 | \$ 20,075 | | \$ - | \$ - | \$ - |
| Plus: Unamortized Premium | 9,190 | 726 | 726 | 726 | 726 | 726 | 3,630 | 1,930 | | | | |
| | <u>78,470</u> | <u>4,641</u> | <u>4,836</u> | <u>5,041</u> | <u>5,261</u> | <u>5,486</u> | <u>31,200</u> | <u>22,005</u> | | | | |
| 2017 Refunding Issue 3.00-5.00% | 50,000 | 4,005 | 4,145 | 4,375 | 4,615 | 4,865 | 27,995 | | | | | |
| Plus: Unamortized Premium | 4,997 | 522 | 522 | 522 | 522 | 522 | 2,387 | | | | | |
| | <u>54,997</u> | <u>4,527</u> | <u>4,667</u> | <u>4,897</u> | <u>5,137</u> | <u>5,387</u> | <u>30,382</u> | | | | | |
| Total General Obligation Bonds | <u>133,467</u> | <u>9,168</u> | <u>9,503</u> | <u>9,938</u> | <u>10,398</u> | <u>10,873</u> | <u>61,582</u> | <u>22,005</u> | | | | |

NOTES TO THE FINANCIAL STATEMENTS

| PRINCIPAL REQUIREMENTS: | Maturities (in thousands of dollars) | | | | | | | | | | | |
|--|--------------------------------------|--------|--------|--------|--------|--------|-----------|-----------|-----------|-----------|-----------|-----------|
| | Total | 2022 | 2023 | 2024 | 2025 | 2026 | 2027-2031 | 2032-2036 | 2037-2041 | 2042-2046 | 2047-2051 | 2052-2057 |
| Revenue bonds | | | | | | | | | | | | |
| 2021 Revenue Bond | 5,675 | 210 | 250 | 255 | 265 | 1,450 | 1,695 | 1,550 | | - | - | - |
| Less: Unamortized Discount | (96) | (5) | (5) | (5) | (5) | (25) | (25) | (26) | | - | - | - |
| | 5,579 | 205 | 245 | 250 | 260 | 1,425 | 1,670 | 1,524 | | - | - | - |
| Certificate of Indebtedness | | | | | | | | | | | | |
| 2016 COI Independence Stadium Project | 14,315 | 1,760 | 1,845 | 1,940 | 2,035 | 2,135 | 4,600 | - | - | - | - | - |
| Plus: Unamortized premium | 1,348 | 219 | 219 | 219 | 219 | 219 | 253 | - | - | - | - | - |
| | 15,663 | 1,979 | 2,064 | 2,159 | 2,254 | 2,254 | 4,853 | - | - | - | - | - |
| Total Certificate of Indebtedness and revenue bond | 21,242 | 2,184 | 2,309 | 2,409 | 2,514 | 3,679 | 6,523 | 1,524 | - | - | - | - |
| Capital Leases: | | | | | | | | | | | | |
| 2016B Capital Lease | 685 | 685 | | | | | | | | | | |
| 2021 Capital Lease -1.545% | 6,777 | 1,258 | 1,348 | 1,369 | 1,390 | 1,412 | - | - | - | - | - | - |
| Total Capital Leases | 7,462 | 1,943 | 1,348 | 1,369 | 1,390 | 1,412 | - | - | - | - | - | - |
| Total Governmental Activities Debt | 162,171 | 13,295 | 13,160 | 13,716 | 14,302 | 15,964 | 68,105 | 23,529 | - | - | - | - |
| Municipal and Regional Airports | | | | | | | | | | | | |
| 2015A Revenue Refunding | 23,305 | 1,950 | 2,020 | 2,095 | 2,175 | - | 5,100 | - | - | 9,965 | - | - |
| Plus: Unamortized premium | 40 | 10 | 10 | 10 | 10 | - | - | - | - | - | - | - |
| | 23,345 | 1,960 | 2,030 | 2,105 | 2,185 | 2,185 | 5,100 | - | 9,965 | - | - | - |
| Total Municipal and Regional Airports -Notes | 23,345 | 1,960 | 2,030 | 2,105 | 2,185 | 2,185 | 5,100 | - | 9,965 | - | - | - |
| Water and Sewerage | | | | | | | | | | | | |
| 2009A Revenue Bonds RLF -3.45% | 509 | 51 | 52 | 53 | 54 | 55 | 244 | - | - | - | - | - |
| 2009B Revenue Bonds RLF -3.45% | 4,478 | 450 | 460 | 470 | 480 | 490 | 2,128 | - | - | - | - | - |
| 2010D Revenue Bonds RLF -.95% | 6,274 | 580 | 584 | 589 | 594 | 598 | 3,329 | - | - | - | - | - |
| 2013 Revenue Bonds RLF -.95% | 3,434 | 244 | 246 | 248 | 262 | 252 | 1,296 | 886 | - | - | - | - |
| 2013 Revenue Bonds | 368 | 368 | - | - | - | - | - | - | - | - | - | - |
| 2014A Refunding Revenue Bonds | 28,765 | 8,710 | 4,745 | 4,490 | 3,725 | 2,705 | 4,390 | - | - | - | - | - |
| Plus: Unamortized Reoffer Call Premium | 5,197 | 656 | 656 | 656 | 656 | 656 | 1,917 | - | - | - | - | - |
| | 33,962 | 9,366 | 5,401 | 5,146 | 4,381 | 3,361 | 6,307 | - | - | - | - | - |
| 2014B Revenue Bonds | 67,045 | - | - | - | - | - | 13,640 | 11,695 | 41,710 | - | - | - |
| Plus: Unamortized Reoffer Call Premium | 1,186 | 70 | 70 | 70 | 70 | 70 | 351 | 351 | 134 | - | - | - |
| | 68,231 | 70 | 70 | 70 | 70 | 70 | 13,991 | 12,046 | 41,844 | - | - | - |
| 2014C Revenue Bonds | 7,955 | - | - | - | - | - | - | - | 7,955 | - | - | - |
| Plus: Unamortized Reoffer Call Premium | 502 | 28 | 28 | 28 | 28 | 28 | 140 | 140 | 82 | - | - | - |
| | 8,457 | 28 | 28 | 28 | 28 | 28 | 140 | 140 | 8,037 | - | - | - |
| 2015 Revenue Refunding | 116,980 | 600 | 625 | 660 | - | 1,545 | 29,400 | 29,625 | 54,525 | - | - | - |
| Plus: Unamortized premium | 12,929 | 683 | 683 | 683 | 683 | 683 | 3,417 | 3,417 | 2,680 | - | - | - |
| | 129,909 | 1,283 | 1,308 | 1,343 | 683 | 2,228 | 32,817 | 33,042 | 57,205 | - | - | - |
| 2016A RLF Revenue Bonds | 15,350 | 948 | 957 | 966 | 975 | 985 | 5,064 | 5,310 | 145 | - | - | - |
| 2016B Revenue Bonds | 100,000 | - | - | 1,030 | 2,600 | 2,940 | 15,720 | 23,495 | 54,215 | - | - | - |
| Plus: Unamortized premium | 5,953 | 299 | 299 | 299 | 299 | 299 | 1,494 | 1,494 | 1,470 | - | - | - |
| | 105,953 | 299 | 299 | 1,329 | 2,899 | 3,239 | 17,214 | 24,989 | 55,685 | - | - | - |

| | Maturities (in thousands of dollars) | | | | | | | | | | | |
|--|--------------------------------------|--------|--------|--------|--------|--------|-----------|-----------|-----------|-----------|-----------|-----------|
| | Total | 2022 | 2023 | 2024 | 2025 | 2026 | 2027-2031 | 2032-2036 | 2037-2041 | 2042-2046 | 2047-2051 | 2052-2057 |
| 2016C Revenue Bonds | 2,560 | 1,260 | 1,300 | - | - | - | - | - | - | - | - | - |
| 2017A Revenue Bonds | 54,475 | - | - | - | - | - | - | 11,075 | 43,400 | - | - | - |
| Plus: Unamortized premium | 5,715 | 287 | 287 | 287 | 287 | 287 | 1,435 | 1,435 | 1,410 | - | - | - |
| | 60,190 | 287 | 287 | 287 | 287 | 287 | 1,435 | 12,510 | 44,810 | - | - | - |
| 2017B Revenue Bonds | 35,140 | - | - | - | - | - | - | 7,040 | 28,100 | - | - | - |
| Plus: Unamortized premium | 2,344 | 118 | 118 | 118 | 118 | 118 | 588 | 588 | 578 | - | - | - |
| | 37,484 | 118 | 118 | 118 | 118 | 118 | 588 | 7,628 | 28,678 | - | - | - |
| 2017C Revenue Bonds | 34,510 | 2,365 | 2,445 | 2,530 | 2,620 | 2,715 | 15,050 | 6,785 | - | - | - | - |
| 2018A DEQ Loan | 13,673 | 930 | 939 | 948 | 957 | 966 | 4,969 | 3,964 | - | - | - | - |
| 2018C Revenue Bonds | 99,325 | 2,635 | 7,645 | 8,915 | 9,585 | 9,555 | 29,420 | 30,465 | 1,105 | - | - | - |
| Plus: Unamortized premium | 10,092 | 505 | 505 | 505 | 505 | 505 | 2,523 | 2,523 | 2,521 | - | - | - |
| | 109,417 | 3,140 | 8,150 | 9,420 | 10,090 | 10,060 | 31,943 | 32,988 | 3,626 | - | - | - |
| 2019B Revenue Bonds | 100,000 | 2,165 | 2,230 | 2,320 | 2,435 | 2,535 | 14,705 | 18,425 | 12,770 | 24,935 | 17,480 | - |
| Plus: Unamortized premium | 9,162 | 328 | 328 | 328 | 328 | 328 | 1,641 | 1,641 | 1,641 | 1,641 | 958 | - |
| | 109,162 | 2,493 | 2,558 | 2,648 | 2,763 | 2,863 | 16,346 | 20,066 | 14,411 | 26,576 | 18,438 | - |
| 2020A Revenue Bonds | 12,620 | - | - | - | - | - | - | - | - | 10,175 | 2,445 | - |
| Less: Unamortized Discount | (316) | (12) | (12) | (12) | (12) | (12) | (61) | (61) | (61) | (61) | (12) | - |
| | 12,304 | (12) | (12) | (12) | (12) | (12) | (61) | (61) | (61) | 10,114 | 2,433 | - |
| 2020B Revenue Bonds | 9,415 | - | - | - | - | - | - | - | - | - | 9,415 | - |
| Plus: Unamortized Premium | 118 | 4 | 4 | 4 | 4 | 4 | 20 | 20 | 20 | 20 | 18 | - |
| | 9,533 | 4 | 4 | 4 | 4 | 4 | 20 | 20 | 20 | 20 | 9,433 | - |
| 2020C Revenue Bonds | 5,415 | - | - | - | - | - | - | - | - | 5,415 | - | - |
| Less: Unamortized Discount | (152) | (7) | (7) | (7) | (7) | (7) | (33) | (33) | (33) | (18) | - | - |
| | 5,263 | (7) | (7) | (7) | (7) | (7) | (33) | (33) | (33) | 5,397 | - | - |
| Total Revenue Bonds -Water and Sewerage | 771,021 | 24,265 | 25,187 | 26,178 | 27,246 | 28,300 | 152,787 | 160,280 | 254,367 | 42,107 | 30,304 | - |
| 2021 Capital Lease - Water & Sewer -1.64% | 1,500 | 285 | 296 | 301 | 306 | 312 | - | - | - | - | - | - |
| Total Water and Sewerage | 772,521 | 24,550 | 25,483 | 26,479 | 27,552 | 28,612 | 152,787 | 160,280 | 254,367 | 42,107 | 30,304 | - |
| Solid Waste | | | | | | | | | | | | |
| Capital Leases: | | | | | | | | | | | | |
| 2021 Capital Lease -1.545% | 3,200 | 594 | 636 | 646 | 656 | 668 | - | - | - | - | - | - |
| Total Capital Leases | 3,200 | 594 | 636 | 646 | 656 | 668 | - | - | - | - | - | - |

NOTES TO THE FINANCIAL STATEMENTS

| | Maturities (in thousands of dollars) | | | | | | | | | | | |
|--|--------------------------------------|------------------|------------------|------------------|------------------|------------------|-------------------|-------------------|-------------------|------------------|------------------|-------------|
| | Total | 2022 | 2023 | 2024 | 2025 | 2026 | 2027-2031 | 2032-2036 | 2037-2041 | 2042-2046 | 2047-2051 | 2052-2057 |
| Convention Center Hotel | | | | | | | | | | | | |
| 2018C LA Community Development Authority | | | | | | | | | | | | |
| Note | 604 | 179 | 190 | 201 | 34 | - | - | - | - | - | - | - |
| Bonds | 31,250 | 1,360 | 1,535 | 1,665 | 1,870 | 2,050 | 11,705 | 11,065 | - | - | - | - |
| Plus: Unamortized premium | 725 | 54 | 54 | 54 | 54 | 54 | 272 | 183 | - | - | - | - |
| Total Convention Center Hotel | <u>32,579</u> | <u>1,593</u> | <u>1,779</u> | <u>1,920</u> | <u>1,958</u> | <u>2,104</u> | <u>11,977</u> | <u>11,248</u> | - | - | - | - |
| Community Development Notes | | | | | | | | | | | | |
| Fairmont Towers Note | 273 | 131 | 142 | - | - | - | - | - | - | - | - | - |
| Total Community Development Notes | <u>273</u> | <u>131</u> | <u>142</u> | - | - | - | - | - | - | - | - | - |
| Total Principal | <u>\$ 994,089</u> | <u>\$ 42,123</u> | <u>\$ 43,230</u> | <u>\$ 44,866</u> | <u>\$ 46,653</u> | <u>\$ 49,533</u> | <u>\$ 237,969</u> | <u>\$ 195,057</u> | <u>\$ 264,332</u> | <u>\$ 42,107</u> | <u>\$ 30,304</u> | <u>\$ -</u> |
| | | | | | | | | | | | | |
| | (in thousands of dollars) | | | | | | | | | | | |
| | Total | 2022 | 2023 | 2024 | 2025 | 2026 | 2027-2031 | 2032-2036 | 2037-2041 | 2042-2046 | 2047-2051 | 2052-2057 |
| INTEREST REQUIREMENTS | | | | | | | | | | | | |
| General Obligation | \$ 43,391 | \$ 6,199 | \$ 5,811 | \$ 5,370 | \$ 4,906 | \$ 4,419 | \$ 14,220 | \$ 2,391 | \$ 75 | \$ - | \$ - | \$ - |
| Debt Community Development Notes | 23 | 15 | 8 | - | - | - | - | - | - | - | - | - |
| Revenue Bonds and Notes | | | | | | | | | | | | |
| Convention Center Hotel | 11,504 | 1,259 | 1,313 | 1,252 | 1,181 | 1,112 | 4,210 | 1,177 | - | - | - | - |
| Water and Sewerage | 404,583 | 30,892 | 30,035 | 29,132 | 27,158 | 27,354 | 118,324 | 85,040 | 44,105 | 10,158 | 2,385 | - |
| Municipal and Regional Airports | 9,225 | 1,013 | 940 | 861 | 777 | 682 | 2,741 | 1,740 | 471 | - | - | - |
| Solid Waste | 172 | 80 | 38 | 28 | 18 | 8 | - | - | - | - | - | - |
| Total Interest Requirements | <u>468,898</u> | <u>39,458</u> | <u>38,145</u> | <u>36,643</u> | <u>34,040</u> | <u>33,575</u> | <u>139,495</u> | <u>90,348</u> | <u>44,651</u> | <u>10,158</u> | <u>2,385</u> | - |
| Total Future Debt Requirements | <u>\$ 1,462,987</u> | <u>\$ 81,581</u> | <u>\$ 81,375</u> | <u>\$ 81,509</u> | <u>\$ 80,693</u> | <u>\$ 83,108</u> | <u>\$ 377,464</u> | <u>\$ 285,405</u> | <u>\$ 308,983</u> | <u>\$ 52,265</u> | <u>\$ 32,689</u> | <u>\$ -</u> |

NOTES TO THE FINANCIAL STATEMENTS

III. Detailed Notes on All Funds

General Obligation Bonds

General obligation bonds are direct general obligations of the City. Principal and interest are payable from ad valorem taxes levied on all taxable property within the City.

In November 2021, the City issued \$5,675,000 in Revenue Bonds, Series 2021. The Bonds were issued for the purpose of financing the cost of upgrading the roofs and related portions of several municipal buildings through the acquisition and construction of improvements, extensions, and replacements, funding a debt service reserve fund, and paying costs of the issuance of the bonds. The net proceeds were \$5,579,263 included a discount of \$95,737. The funds were used to pay for the cost of issuance of \$175,340, to establish a reserve fund of \$420,156 and to deposit the remainder into the project account. The 2021 Revenue Bonds bear an interest rate of 3.125% and have maturities from 2022 to 2039. The amounts outstanding at December 31, 2021, were \$5,675,000.

In September 2021, the City obtained capital lease financing in the amount of \$6,777,000 for the purpose of reimbursing the City for the purchase of capital equipment for the Public Works and Police Department. The lease has an interest rate of 1.545% with payments semi-annually through the end of 2026. The lease is secured by the equipment purchased. The amount outstanding at December 31, 2021 was \$6,777,000.

In December 2017, the City issued \$50,000,000 in General Obligation Refunding Bonds, Series 2017. The Bonds were issued for the purpose of advance refunding the City's outstanding General Obligation Bonds, Series 2011 and paying the costs of issuance of the Bonds. The net proceeds of \$58,373,096 (including a premium of \$7,085,176 and issuance cost of \$715,873) were placed in an irrevocable trust with an escrow agent to provide funds for the advance refunding for the above bonds. As a result, these amounts are considered defeased and the liabilities have been removed from the statement of net position. \$13,955,000 remains on the books. The outstanding amounts of all the bonds will be called on August 1, 2021, and the amounts outstanding at December 31, 2021, were \$50,000,000.

The General Obligation Refunding Bonds, Series 2017 bear interest rates between 3% and 5% maturities from 2022 to 2031. The reacquisition price exceeded the carrying amount by \$2,603,171 and is amortized over the life of the refunding debt. The refunding was undertaken to reduce future debt service payments by \$2,317,456 and resulted in an economic gain of \$1,777,220.

In November 2016, the City issued \$20,800,000 in Refunding Bonds, Series 2016. The bonds were issued to defease and refund the Series 2008 – Stadium Debt Bonds \$24,665,000, and pay the costs of issuance, including the premiums for the municipal bond insurance policy and debt service reserve surety bond. The net proceeds of \$26,241,121 (including a premium of \$2,476,543, issuance costs of \$314,840, insurance premiums \$86,412, underwriter's discount \$127,982, and surety expense \$66,824) were placed in an irrevocable trust with an escrow agent to provide funds for the advance refunding for the above bonds. As a result, the Series 2008 – Stadium Debt bonds are considered defeased and the liabilities have been removed from the statement of net position. The amounts outstanding at December 31, 2021, were \$14,315,000.

The 2016 Refunding Bonds bear interest rates of 3% to 5% with maturities from 2018 to 2028. The reacquisition price exceeded the carrying amount by \$3,023,655 and is amortized over the life of the refunding debt. The refunding was undertaken to reduce future debt service payments by \$6,439,525 and resulted in an economic gain of \$2,434,519.

In October 2014, the City issued \$93,500,000 in General Obligation Bonds, Series 2014. The bonds were issued for the purpose of paying the cost of (Proposition No.1) constructing, acquiring and/or improving the water system and the sewer system and appurtenances thereto and acquiring the necessary land or rights therein, equipment and furnishings therefor, and paying the costs of issuance of the bonds thereof (\$55,064,671), (Proposition No. 2) constructing, acquiring and improving public facilities and equipment for parks and recreation, public building, the police department, fire department and finance department and acquiring the necessary land or rights therein, equipment and furnishings therefor, and paying the costs of issuance of the bonds thereof (\$12,933,337), and (Proposition No. 3) constructing, acquiring and/or improving the streets, highways, bridges, and drainage systems and appurtenances thereto and acquiring the necessary land or rights therein, equipment and furnishings therefor, and paying the costs of issuance of the bonds thereof (\$25,501,992). The bonds are the final series of a total amount of \$175,000,000 in bonds for all three Propositions that were authorized at a special election held on April 2, 2011. The bonds have maturity dates from 2015 through 2034 with principal payments from \$3,670,000 to \$7,020,000 and interest rates of 2.00% to 5.00%. The amounts outstanding at December 31, 2021, were \$69,280,000.

NOTES TO THE FINANCIAL STATEMENTS

III. Detailed Notes on All Funds

In August 2011, the City issued \$81,500,000 in General Obligation Bonds, Series 2011. The bonds were issued for the purpose of paying the cost of (Proposition No.1) constructing, acquiring and/or improving the water system and the sewer system and appurtenances thereto and acquiring the necessary land or rights therein, equipment and furnishings therefor, and paying the costs of issuance of the bonds thereof (\$37,605,329), (Proposition No.2) constructing, acquiring and improving public facilities and equipment for parks and recreation, public building, the police department, fire department, and finance department and acquiring the necessary land or rights therein, equipment and furnishings therefor, and paying the costs of issuance of the bonds thereof (\$25,066,663), and (Proposition No.3) constructing, acquiring, and/or improving the streets, highways, bridges, and drainage systems and appurtenances thereto and acquiring the necessary land or rights therein, equipment and furnishings therefor, and paying the costs of issuance of the bonds thereof (\$18,828,008). The bonds are the first of an estimated three series of a total amount of \$175,000,000 in bonds for all three Propositions that were authorized at a special election held on April 2, 2011. The bonds have maturity dates from 2021 through 2031 with principal payments from \$2,335,000 to \$6,465,000 and interest rates of 2.00% to 5.00%. An advance refunding of bonds occurred with the issuance of the Series 2017 Advance Refunding General Obligation Bonds. The amounts outstanding from the original Series 2011 issuance at December 31, 2021, was \$-0-.

In December 2004, the City issued \$5,375,000 in Certificates of Indebtedness, Series 2004 for the purpose of financing energy saving capital expenditures and paying the costs of issuance. The certificates are payable from an irrevocable pledge and dedication of the excess of annual revenue above statutory, necessary and usual charges in each fiscal year during which the certificates are outstanding and any other legally available excess revenues. The certificates were issued at a discount of \$53,910. Principal payments range from \$200,000 to \$420,000 with interest rates of 2.00% to 4.20% and maturity dates from 2005 to 2021. The amount outstanding at December 31, 2021, was \$-0-.

Community Development Notes

The City has one Housing and Urban Development (HUD) loan received in prior years. The loan is secured by a note receivable from the developer with a first lien mortgage and a pledge of the City's current and future CDBG funds. The note receivable and loan payable are recorded in the Community Development Fund due to the flow of funds between the developer, the City, and HUD. The developer makes payments to the City and the City services the loan to HUD.

The debt service requirements to maturity for this loan is as follows:

| <u>Year Ending December31,</u> | <u>Total</u> | <u>Principal</u> | <u>Interest</u> |
|--------------------------------|-------------------|-------------------|------------------|
| 2022 | \$ 146,399 | \$ 131,000 | \$ 15,399 |
| 2023 | 150,037 | 142,000 | 8,037 |
| 2024 | - | - | - |
| 2025 | - | - | - |
| 2026 | - | - | - |
| Total | <u>\$ 296,436</u> | <u>\$ 273,000</u> | <u>\$ 23,436</u> |

Municipal and Regional Airports Revenue Bonds

The resolutions applicable to the Municipal and Regional Airports Revenue Bonds require the establishment of various bond principal and interest sinking funds and the establishment of a debt service reserve fund. For financial statement reporting, these funds have been consolidated within the Municipal and Regional Airport fund. Net position of the Municipal and Regional Airport fund has been restricted in accordance with the provisions of the respective bond indentures in the amount of \$3,960,404 at December 31, 2021, which represents the restricted assets included in the debt service funds at that date with no current liabilities payable from these restricted assets.

The City has covenanted in the General Bond Resolution that it will at all times fix, prescribe and collect rents, fees and other charges for the services and facilities furnished by the Airport System sufficient to yield net revenues during each fiscal year equal to at least 125% of debt service for such fiscal year and to yield revenues during each fiscal year equal to at least 100% of the aggregate amounts required to be deposited during the first year in each account created by the General Bond Resolution.

The City was in compliance with the debt service covenant of 125% net revenues of annual debt service.

Restricted assets of the Municipal and Regional Airport fund primarily represent amounts which are required to be maintained pursuant to ordinances relating to bonded indebtedness. A summary of restricted assets at December 31, 2021, follows:

NOTES TO THE FINANCIAL STATEMENTS

III. Detailed Notes on All Funds

| <u>Fund</u> | |
|--------------------------------------|---------------------|
| Other Miscellaneous Restricted Funds | \$ 1,110,901 |
| Bond and Interest Sinking Funds | <u>4,053,637</u> |
| Total restricted assets | <u>\$ 5,164,538</u> |

Water and Sewerage Revenue Bonds

In September 2021, the City obtained capital lease financing in the amount of \$1,500,000 for the purpose of reimbursing the City for the purchase of capital equipment for the Water and Sewerage department. The lease has an interest rate of 1.64% with payments semi-annually through the end of 2026. The lease is secured by the equipment purchased. The amount outstanding at December 31, 2021 was \$1,500,000.

In December 2020, the City issued \$27,450,000 in Water and Sewer Revenue Bonds consisting of 2020A series in the amount of \$12,620,000; 2020B series in the amount of \$9,415,000; and 2020C series in the amount of \$5,415,000. The bonds were issued for the purpose of refunding the 2020 principal payments for the 2014A Water and Sewer Revenue Bond in the amount of \$7,870,000, the 2015 Water and Sewer Revenue Bond in the amount of \$545,000, and the 2016C Water and Sewer Revenue Bond in the amount of \$1,195,000; and the 2021 payments for the 2014A Water and Sewer Revenue Bond in the amount of \$8,285,000, the 2015 Water and Sewer Revenue Bond in the amount of \$570,000, the 2016C Water and Sewer Revenue Bond in the amount of \$1,225,000, and the 2018C Water and Sewer Revenue Bond in the amount of \$675,000; as well as paying the costs of issuance of the 2020 bonds, including the cost for the municipal bond insurance policy and the premium for the debt service reserve fund surety bond for the 2020 bonds. The 2020A series and 2020C are taxable bonds. The bonds bear interest rates between 3.0% and 4.21% with maturities from 2042 to 2050. The amounts outstanding at December 31, 2021 were \$27,450,000.

In May 2019, the City issued \$100,000,000 in Water and Sewer Revenue Bonds, Junior Lien Series 2019B. The bonds were issued for the purpose of paying the costs for acquisition and construction of improvements, extensions and replacements to the System funding a debt service reserve and/or paying the cost of reserve fund surety bonds, if necessary, and paying the costs of issuance of the 2019B bonds, including the cost for the municipal bond insurance policy and the premium for the debt service reserve fund surety bond for the 2019B bonds. The bonds bear interest rates between 3% and 5% with maturities from 2022 to 2049. The amounts outstanding at December 31, 2021, were \$100,000,000.

In May 2018, the City issued \$100,000,000 in Water and Sewer Revenue Bonds, Series 2018C. The bonds were issued for the purpose of paying the costs for acquisition and construction of improvements, extensions and replacements to the System funding a debt service reserve and/or paying the cost of reserve fund surety bonds, if necessary, and paying the costs of issuance of the 2018C bonds, including the cost for the municipal bond insurance policy and the premium for the debt service reserve fund surety bond for the 2018C bonds. The bonds bear interest rates between 3% and 5% with maturities from 2021 to 2041. The amounts outstanding at December 31, 2021, were \$99,325,000.

In March 2018, the City issued \$20,000,000 in Taxable Water and Sewer Revenue Bonds (LDEQ Sewer Project), Series 2018A. The bonds were sold by the City to the Louisiana Department of Environmental Quality. The bonds bear an interest rate of .95% plus an administrative fee of .50%. The bonds were issued to finance a portion of the costs of constructing and acquiring improvements, extensions and replacements to the sewerage portion of the City's combined drinking water and wastewater collection, treatment and disposal system, and paying the costs of issuance. The proceeds of the bonds are received through drawdowns and interest is payable from the date of the drawdown. The amount drawn down in 2021 was \$0 for a total of \$14,366,491. The amount outstanding at December 31, 2021 was \$13,672,589.

In June 2017, the City issued \$55,975,000 in Water and Sewer Revenue Bonds, Series 2017A. The bonds were issued for the purpose of paying the costs of improvements to the Water System, including capitalized interest, purchasing a reserve fund surety, and paying the costs of issuance of the Series 2017A Bonds, including the premium for the municipal bond insurance policy and the premium for the debt service reserve fund surety bond for the Series 2017A Bonds. The bonds bear interest rates between 4% and 5% with maturities from 2018 to 2042. The amounts outstanding at December 31, 2021, were \$54,475,000.

NOTES TO THE FINANCIAL STATEMENTS**III. Detailed Notes on All Funds**

In June 2017, the City issued \$35,840,000 in Water and Sewer Revenue Bonds, Junior Lien Series 2017B. The bonds were issued for the purpose paying the costs of improvements to the System, including capitalized interest, purchasing a reserve fund surety, and paying the costs of issuance of the Series 2017B Bonds, including the premium for the municipal bond insurance policy and the premium for the debt service reserve fund surety bond for the Series 2017B Bonds. The bonds bear interest rates between 3.375% and 5% with maturities from 2018 to 2042. The amounts outstanding at December 31, 2021 were \$35,140,000.

In July 2017, the City issued \$43,190,000 in Refunding Bonds, Series 2017C. The bonds were issued for the purpose of refunding, readjusting, restructuring and/or refinancing the City's repayment obligations under a Loan Agreement dated as of October 1, 2005 (the "Loan Agreement"), by and between the City, as borrower, and the Louisiana Local Government Environmental Facilities and Community Development Authority, as lender (the "Authority"), pursuant to which the City is indebted to the Authority for the repayment of certain sums of money, together with interest and other payments described in the Loan Agreement in connection with the issuance by the Authority of its Revenue Bonds (Shreveport Utility System Project) Series 2005 (the "Refunded Bonds"), and paying costs of issuance. The net proceeds of \$43,005,000 (including payment of accrued interest on refunded bonds of \$67,518 and cost of issuance of \$185,000) were placed in an irrevocable trust with an escrow agent to provide funds for the advance refunding for the above bonds. As a result, the Revenue Bonds (Shreveport Utility System Project) Series 2005 are considered defeased and the liabilities have been removed from the statement of net position.

The 2017C Refunding Bonds bear an interest rate of 3.50% with maturities from 2018 to 2033. The carrying amount exceeded the reacquisition price by \$596,032 and is amortized over the life of the refunding debt. The refunding was undertaken to fix the outstanding variable rate, align the governing documents with the new General Bond Ordinance and extend the final maturity to match the useful life of the original project – Utility System Debt Bonds \$43,005,000. The amounts outstanding at December 31, 2021, were \$34,510,000.

In December 2016, the City issued \$20,000,000 in Taxable Water and Sewer Revenue Bonds (LDEQ Sewer Project), Series 2016A. The bonds were sold by the City to the Louisiana Department of Environmental Quality. The bonds bear an interest rate of .45% plus an administrative fee of .50%. The bonds were issued to finance a portion of the costs of constructing and acquiring improvements, extensions and replacements to the sewerage portion of the City's combined drinking water and wastewater collection, treatment and disposal system, and paying the costs of issuance. The proceeds of the bonds are received through drawdowns and interest is payable from the date of the drawdown. The amount drawn down in 2021 was \$0 for a total of \$17,722,743 with a balance of \$15,349,742 at December 31, 2021.

In December 2016, the City issued \$100,000,000 in Water and Sewer Revenue Bonds, Series 2016B. The bonds were issued for the purpose of paying the costs of improvements to the System, including capitalized interest, funding a reserve fund surety, and paying the costs of issuance. The bonds bear an interest rate of 5% with maturities from 2024 to 2041. The amounts outstanding at December 31, 2021 were \$100,000,000.

In December 2016, the City issued \$8,420,000 in Taxable Water and Sewer Revenue Bonds, Junior Lien Series 2016C. The bonds were issued for the purpose of paying an interest rate swap termination fee in connection with previous indebtedness incurred in relation to the System, funding a reserve fund surety, and paying the costs of issuance. The bonds bear interest rates from 1.6% to 3.5% with maturities from 2017 to 2023. The amounts outstanding at December 31, 2021 were \$2,560,000.

In December 2015, the City issued \$120,000,000 in Water and Sewer Revenue and Refunding Bonds, Series 2015. The bonds were issued to advance refund the balance of the 2006A Refunding Issue in the amount of \$5,520,000, obtaining financing for the acquisition and construction of improvements, extensions and replacements to the combined revenue producing water and sewer utility system, funding a reserve fund surety, funding a municipal bond insurance policy and paying the costs of issuance of the bonds. The net proceeds of \$134,900,395 (including a premium of \$17,029,476 and issuance costs and insurance premiums of \$2,129,081) were used to place \$5,546,090 in an irrevocable trust with an escrow agent to provide funds for the advance refunding and \$129,354,305 was placed in the project account. As a result, the 2006A, Refunding Bonds are considered defeased and the liabilities have been removed from the statement of net position. The amount outstanding at December 31, 2020 was \$116,980,000.

NOTES TO THE FINANCIAL STATEMENTS

III. Detailed Notes on All Funds

In November 2014, the City issued \$75,835,000 in Water and Sewer Revenue Refunding Bonds, Series 2014 A. The bonds were issued to currently refund the outstanding 2001A, 2001B, 2001C, 2002A, 2002B, 2003A, 2003B, 2004A and 2010C bonds in the amount of \$65,981,906 and to advance refund \$16,135,000 of the 2007 bonds. The net proceeds of \$85,387,973 (including a premium of \$9,792,379, a contribution from the City of \$947,000 and issuance costs and insurance premiums of \$1,186,406) were used for the current refunding \$66,832,837 and \$18,555,136 was placed in an irrevocable trust with an escrow agent to provide funds for the advance refunded 2007 bonds. As a result, all of the bonds are considered defeased and the liabilities have been removed from the statement of net position. The amount outstanding at December 31, 2021 was \$28,765,000.

In November 2014, the City issued \$67,045,000 in Water and Sewer Revenue Bonds, Series 2014B. Included in the proceeds was a reoffering premium of \$1,676,592. The bonds were issued for the purpose of financing construction of and extensions and improvements of the City's combined waterworks plant and system and sewer system, funding a deposit to the Debt Service Fund or the premiums for debt service fund sureties and paying the costs of issuance including the premiums for bond insurance policies. The bonds have maturity dates from 2027 through 2038 with interest rates of 4.00% to 5.00%. The amount outstanding at December 31, 2021 was \$67,045,000.

In December 2014, the City issued \$7,955,000 in Water and Sewer Revenue Bonds, Series 2014C. Included in the proceeds was a reoffering premium of \$698,051. The bonds were issued for the purpose of financing construction of and extensions and improvements to the City's combined waterworks plant and system and sewer system, funding a deposit to the Debt Service Fund or the premiums for debt service fund sureties and paying the costs of issuance including the premiums for bond insurance policies. The bonds have a maturity date of 2039 and an interest rate of 5.00%. The amount outstanding at December 31, 2021 was \$7,955,000.

In January 2013, the City issued Taxable Utility Revenue Bonds, Series 2013 in the amount of \$3,684,000 for the purpose of restructuring the balance of previously issued bonds for the purpose of assuming ownership of the Shreveport Biosolid Disposal Project, and paying the cost of issuance of the bonds. The bonds bear interest at the rate of 3.750%; and have maturities from 2013 through 2022. The amount outstanding at December 31, 2021 was \$368,400.

In November 2013, the City entered into a Loan and Pledge Agreement with the Louisiana Department of Environmental Quality. The Department purchased the City's \$5,000,000 Taxable Utility Revenue Bonds (LDEQ Series Project) Series 2013. The bonds were issued for the purpose of financing a portion of the costs of constructing and acquiring improvements, extensions and replacements to the sewerage portion of the combined water and sewer system of the City. The bonds bear an interest rate of .45% plus an administrative fee of .50%. The proceeds of the bonds are received through drawdowns and interest is payable from the date of the drawdown. There were no drawdowns in 2021. The amounts outstanding at December 31, 2021 were \$3,434,000.

In June 2010, the City issued \$11,560,000 of Taxable Water and Sewer Revenue Bonds (DEQ Sewer Project), Series 2010D. The bonds were sold by the City to the Louisiana Department of Environmental Quality, Municipal Facilities Revolving Loan Fund. The bonds are Build America Bonds and are entitled to a credit equal to 35% of the interest paid on the bonds. The bonds bear an interest rate of .45% plus an administrative fee of .50%. The proceeds of the bonds are received through drawdowns and interest is payable from the date of the drawdown. There were no drawdowns in 2021. The amounts outstanding at December 31, 2021 were \$6,273,968.

In November 2009, the City entered into a Loan and Pledge Agreement for \$11,000,000 with the Louisiana Department of Health and Hospitals. The Department purchased the City's \$2,000,000 Water and Sewer Revenue Bonds, Series 2009A and the City's \$9,000,000 Water and Sewer Revenue Bonds, Series 2009B. The proceeds of the bonds are received through drawdowns. There were no drawdowns in 2020 for either of the bonds. The total to date is \$2,000,000 for the 2009A bonds and \$8,692,302 for the 2009B bonds (\$1,000,000 of the 2009A bonds has been forgiven through the American Recovery and Investment Act of 2009). The amounts outstanding at December 31, 2021 were \$4,987,302.

The resolutions applicable to the Water and Sewerage Revenue Bonds require the establishment of various bond principal and interest sinking funds and the establishment of a debt service reserve fund. For financial statement reporting, these funds have been consolidated within the Department of Water and Sewerage.

NOTES TO THE FINANCIAL STATEMENTS

III. Detailed Notes on All Funds

The City has debt covenants with respect to the various Water and Sewer bond to fix, establish and maintain such rates and collect such fees, rents or other charges for the services and facilities of the System, and all parts thereof, and to revise the same from time to time whenever necessary, as will always provide revenues in each Fiscal Year sufficient to pay (a) Operating Expenses of the System in such Fiscal Year, (b) Annual Debt Service falling due during such Fiscal Year, (c) all other payments required for such Fiscal Year by the General Bond Ordinance and the applicable ordinances authorizing a series of bonds, and (d) all other obligations or indebtedness of the City payable out of the Net Revenues for such Fiscal Year which result in each Fiscal Year, and which in any event will provide Net Revenues in an amount equal to at least one hundred twenty-five percent (125%) of the Annual Debt Service due in such Fiscal Year on all Senior Lien Bonds (without regard to Annual Debt Service on the Junior Lien Bonds), and (ii) one hundred ten percent (110%) of the Annual Debt Service in such Fiscal Year on all Senior Lien Bonds plus all Junior Lien Bonds.

The City was in compliance with the covenant of 125% of the Annual Debt Service for all Senior Lien Bonds; however, the City was not in compliance with the 110% of the Annual Debt Service requirement for all Senior and Junior Lien Bonds.

Restricted assets in the Water and Sewerage Fund primarily represent amounts which are required to be maintained pursuant to ordinances relating to bonded indebtedness (construction, debt service, and bond principal and interest sinking funds). A summary of restricted assets at December 31, 2021, follows:

| <u>Fund</u> | | |
|-----------------------------|--------|------------------------|
| Debt Service Reserve Funds | \$ | 4,854,826 |
| 2014B Bond Project Fund | | 3,707 |
| 2014C Bond Project Fund | | 1,869 |
| 2015 Bond Project Fund | | 4,001,945 |
| 2016B Bond Project Fund | | 11,980,798 |
| 2017A Bond Project Fund | | 55,450 |
| 2017B Bond Project Fund | | 5,147,809 |
| 2018C Bond Project Fund | | 92,737,226 |
| 2019B Bond Project Fund | | 105,320,470 |
| Escrow Funds | | 2,575,039 |
| Lease proceeds | | 1,500,000 |
| Miscellaneous Bond Funds | | <u>93,338</u> |
| Total restricted assets | \$ | <u>228,272,477</u> |

Solid Waste Long-term Debt

In September 2021, the City obtained capital lease financing in the amount of \$3,200,000 for the purpose of reimbursing the City for the purchase of capital equipment for the Solid Waste department. The lease has an interest rate of 1.545% with payments semi-annually through the end of 2026. The lease is secured by the equipment purchased. The amount outstanding at December 31, 2021 was \$3,200,000.

Convention Center Hotel

In May 2018, the City remarketed the \$35,985,000 remaining principal balance of the \$40,980,000 Louisiana Local Government Environmental Facilities and Community Development Authority Revenue Refunding Bonds (Shreveport Convention Center Hotel Project) Series 2008. The bonds were placed with Regions Bank and Deutsche Bank for a period of seventeen years through April 1, 2035 and shall bear interest at a variable rate of between 3.390% and 5%. The balance owed as of December 31, 2021 was \$31,250,000.

Shreveport Home Mortgage Authority Bonds

On February 1, 2004, the Authority issued \$4,360,000 in bonds, the 2004 Multi-Family Housing Revenue Refunding Bonds, to advance refund the \$4,360,000 1995 Multi-Family Issue. Bond costs of \$130,569 were paid by the Authority. At December 31, 2021, the principal outstanding on the 2004 bonds was \$876,729. The Authority issued on August 1, 2003 \$7,500,000 in revenue refunding bonds, originally due April 1, 2037; the payments have been accelerated with the estimated maturities reflected below.

There are a number of limitations and restrictions contained in the various bond indentures. The Authority is in compliance with all significant limitations and restrictions.

NOTES TO THE FINANCIAL STATEMENTS

III. Detailed Notes on All Funds

The annual requirements to amortize all debt outstanding as of December 31, 2021 including interest requirements are as follows:

| <u>Year Ending December 31,</u> | <u>Total</u> | <u>Principal</u> | <u>Interest</u> |
|---------------------------------|---------------------|-------------------|-------------------|
| 2022 | \$ 120,787 | \$ 68,036 | \$ 52,751 |
| 2023 | 120,907 | 71,781 | 49,126 |
| 2024 | 121,123 | 75,732 | 45,391 |
| 2025 | 119,808 | 78,358 | 41,450 |
| 2026 | 100,532 | 63,240 | 37,292 |
| Thereafter | 673,544 | 519,582 | 153,962 |
| Total | <u>\$ 1,256,701</u> | <u>\$ 876,729</u> | <u>\$ 379,972</u> |

Note of Future Advance Refundings

In accordance with the Tax Reform and Jobs Act of 2017, advance refundings of debt are no longer an available option for governmental entities.

Arbitrage Rebate

In accordance with the Tax Reform Act of 1986 any interest earnings on borrowed funds since August 31, 1986 in excess of the interest costs are required to be rebated to the federal government. The City has determined that there was no material liability at December 31, 2021. Additional rebate calculations are scheduled to be performed in 2022.

I. Landfill and Sludge Facility Closure and Post-Closure Care Cost

State and federal laws and regulations require the City to place a final cover on its Woolworth Road landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. The City has entered into a sanitary landfill services contract with a contractor. The contractor is responsible for the operation and closure of that portion of the landfill on which it conducted operations. The City is responsible for the maintenance and construction of all monitoring facilities and the conduct of all monitoring programs. If the contractor defaults on the contract, the City would be liable for all costs. We have reviewed the financial capability and stability of the contractor to ensure that the contractor will be able to meet the closure obligations when they are due. We believe that the contractor will be able to meet the obligations. A liability of \$8,075,499, has been reported at December 31, 2021, for closure and post-closure care cost and represents the cumulative costs reported based on 50.62% of the capacity of the landfill having been used to date. The landfill has an estimated remaining life of approximately 29.3 years. This amount has been accrued in the government-wide financial statements within the enterprise activities and has been reported as a liability in the Solid Waste Enterprise Fund. The estimated total current cost of closure and post-closure care remaining to be recognized is \$18,293,610 and \$15,647,040, respectively. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

The City is the permit holder for the landfill and the sludge facility, and Louisiana Solid Waste Rules and Regulations require all permit holders to demonstrate financial responsibility by one of a group of financial tests contained within the regulations. The City has demonstrated its financial responsibility by the fact that the tangible net worth of the City is at least \$10 million, the net worth is at least six times the estimate of the closure and post-closure costs, at least 90% of the assets are located in the United States and the City has a bond rating which exempted it from certain required financial ratios.

NOTES TO THE FINANCIAL STATEMENTS

IV. Other Information

A. Retirement Commitments – Defined Benefit Pension Plans and Other Postemployment Benefits

The City of Shreveport administers three defined benefit pension plans: the Firemen’s Pension and Relief Fund (FPRF), the Policemen’s Pension and Relief Fund (PPRF) and the Employees’ Retirement System (ERS), a cost-sharing multiple employer plan. These plans do not issue stand-alone financial reports and are not included in the report of a public employee retirement system or another entity and are therefore included in this report as combining statements under the section entitled “Combining and Individual Fund Statements and Schedules”. The City also provides medical, dental and life insurance coverage through a cost-sharing multiple-employer defined benefit plan. The City also participates in two state-administered cost-sharing multiple-employer defined benefit pension plans. They are the Municipal Police Employees’ Retirement Systems (MPERS) and the Firefighters’ Retirement System (FRS).

Summary of Significant Accounting Policies – City Administered Plans

Basis of Accounting - The three City administered pension plans’ financial statements are prepared using the accrual basis of accounting. Plan members’ contributions are recognized in the period in which the contributions are due. The City’s contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments – Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value. The cash surrender value of life insurance policies is recorded as other assets for the FPRF and PPRF. The policies are valued at their cash value as of the date of the financial statements. The policies provide assets to fund benefits of the plan. The pension investment policies are described in Note I.D.1. Cash, Cash Equivalents and Investments.

Concentration of Investments - The FPRF, PPRF and ERS had no investments in any one organization representing 5% or more of the fiduciary net position except for obligations of the federal government. There are no investments in loans to or leases with parties related to the pension plans.

Membership - Each pension plan administered by the City consisted of the following participants at December 31, 2021:

| | <u>FPRF</u> | <u>PPRF</u> | <u>ERS</u> |
|---|-------------|-------------|--------------|
| Retirees and beneficiaries receiving benefits | 285 | 166 | 1,154 |
| Active plan members: | | | |
| Vested | 3 | - | 468 |
| Nonvested | - | - | 667 |
| Total | <u>288</u> | <u>166</u> | <u>2,289</u> |
| Number of participating employers | 1 | 1 | 3 |

Administrative costs of the ERS are financed through contributions from the employers, members and investment income. Administrative costs of the FPRF and PPRF are financed through contributions from the employer and investment income.

Plan Descriptions

The FPRF is a single-employer defined benefit pension plan that temporarily covers firefighters who retire after January 1, 1983 and meet the eligibility requirements of the local retirement plans but not the State plan. The pension plan is closed to new members.

The PPRF is a single-employer defined benefit pension plan that temporarily covers policemen who retire after January 1, 1983 and meet the eligibility requirements of the local retirement plans but not the state plan. The pension plan is closed to new members.

The ERS is a cost-sharing multiple-employer defined benefit pension plan that covers all full-time classified employees of the City other than policemen and firemen and is administered by the City.

NOTES TO THE FINANCIAL STATEMENTS
IV. Other Information (continued)
Pension Liability:

The Net Pension Liability was measured as of December 31, 2021 and the total pension liability used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date. The City's proportion of the Net Pension Liability is 100%. The total pension liability was determined by an actuarial valuation as of the valuation date, calculated on the discount rate and actuarial assumptions below, and was then projected forward to the measurement date. There have been no significant changes between the valuation date and the fiscal year end.

The following table presents the changes in net pension liability measured as of the year ended December 31, 2021:

| | 2021 | | |
|---|-----------------------------|------------------------------|------------------------------|
| | FPRF | PPRF | ERS |
| Total pension liability | | | |
| Service cost | \$ 238 | \$ - | \$ 3,895,144 |
| Interest | 1,724,239 | 1,312,200 | 29,249,833 |
| Effect of economic/demographic gains or losses | (253,026) | (893,744) | 3,463,671 |
| Changes of benefit terms | - | - | - |
| Differences between expected and actual experience | - | - | - |
| Changes of assumptions | 108,290 | 72,412 | 402,665 |
| Benefit payments, including refunds of member contributions | <u>(1,505,591)</u> | <u>(1,384,077)</u> | <u>(33,295,366)</u> |
| Net change in total pension liability | 74,150 | (893,209) | 3,715,947 |
| Total pension liability - beginning | 25,371,794 | 19,426,046 | 430,325,722 |
| Total pension liability - ending (a) | <u>\$ 25,445,944</u> | <u>\$ 18,532,837</u> | <u>\$ 434,041,669</u> |
| Plan fiduciary net position | | | |
| Contributions - employer | \$ - | \$ - | \$ 12,919,339 |
| Contributions - member | - | - | 5,298,931 |
| Net investment income | 1,429,688 | 2,208,145 | 23,302,591 |
| Benefit payments, including refunds of member contributions | (1,505,591) | (1,384,077) | (33,295,366) |
| Administrative expense | (25,978) | (25,979) | (83,622) |
| Other | - | - | - |
| Net change in plan fiduciary net position | (101,881) | 798,089 | 8,141,873 |
| Plan fiduciary net position - beginning | 14,356,083 | 18,928,547 | 191,418,160 |
| Plan fiduciary net position - ending (b) | <u>14,254,202</u> | <u>19,726,636</u> | <u>199,560,033</u> |
| Net pension liability - ending (a) - (b) | <u>\$ 11,191,742</u> | <u>\$ (1,193,799)</u> | <u>\$ 234,481,636</u> |

Eligibility Requirements and Retirement Benefits
FPRF plan:

Until January 1, 1983, the Firemen's Pension and Relief Fund (FPRF) provided the primary retirement benefits for two groups of employees. Firefighters hired before July 12, 1977, were covered under an "Old Plan". Firefighters hired on or after July 12, 1977, were covered by a "New Plan". Under the Old Plan, a firefighter was eligible to retire at any age with 20 years of service. Benefits are payable monthly for life equal to 50% of the fireman's monthly salary, plus 3 1/3% for each year of service between 20 and 25 years, plus 1 2/3% for each year of service between 25 and 30 years. Under the New Plan, a firefighter is eligible to retire at age 50 with 20 years of service or age 55 with 12 years of service. Benefits are 2 1/2% of three-year average pay times years of service up to 10, plus 3% of each year of service over 10. The benefit cannot exceed 85% of final salary. The City guarantees that it will pay the benefits under the Old and New Plans until the member is eligible for a benefit from the Statewide Firefighters Retirement System. It also guarantees to pay the excess benefit of these plans over the Statewide Firefighters Retirement System.

NOTES TO THE FINANCIAL STATEMENTS

IV. Other Information (continued)

Disability benefits are payable under the Old Plan on the basis of: (1) temporary total disability in the line of duty, (2) total disability in the line of duty, (3) occupational disability in the line of duty, or (4) total disability not in the line of duty. Disability benefits payable are (1) 66 2/3% of the monthly salary, payable for no more than one year; (2) 66 2/3% of the salary of active members holding the position corresponding to that held by the disabled member at the time he became disabled is payable for the duration of the disability or until the member reaches eligibility for retirement on service basis, except the benefit will end as of the time when the member would have completed 30 years of service; (3) 50% of salary of active members holding the position corresponding to that held by the disabled, not to exceed 66 2/3% of first class hoseman's salary, payable for duration if disability or until eligible for service retirement; and (4) 25% of salary of active members holding the position corresponding to that held by the disabled member at the time he became disabled, plus an additional 2% of such salary for each year of service over 5 years, but not to exceed 50% of a first class hoseman's salary payable for the duration of the disability. Under the New Plan, the disability benefit is (1) 60% of the fireman's monthly salary or (2) 75% of the accrued benefit. The City guarantees it will pay any excess of the benefits of this plan over the Statewide Firefighters Retirement System.

Under the Old Plan, death benefits equal to 50% of a beginning fireman's salary are payable to a surviving spouse. The City guarantees that it will pay this benefit for each fireman holding a guarantee of benefits contract. Under the New Plan, there is not an automatic benefit provided. Death benefits are based on the option chosen by the member at retirement.

There was not a vesting provision under the Old Plan. Members were eligible for benefits only after serving the time requirement for normal retirement. Under the New Plan, members vest after twelve years of service and may receive a benefit at age 50 with twenty years of service or at age 55 with a minimum of twelve years of service. Benefits are established and may be amended by State statutes, R.S.11:3713 and 3714.

The guaranteed benefits are paid to a closed group of firefighters. A significant part of the guaranteed benefits are the temporary benefits payable until age 50. The value of these temporary benefits can fluctuate widely, since it directly depends upon how many people retire before age 50.

PPRF plan:

Until July 12, 1977, all police officers hired became participants in the Policemen's Pension and Relief Fund (PPRF) as a condition of employment. After July 12, 1977, all new policemen were placed directly into the State's Municipal Police Employees' Retirement System (MPERS). Currently only policemen who retire after January 1, 1983, and who meet the eligibility requirements for a retirement benefit from the local plan but not the state plan, are being paid from this fund. Under this plan, a policeman hired before 1969 can retire at any age with 20 years of service; policemen hired after 1968 can retire at any age with 25 years of service. Benefits are payable monthly at 66 2/3% of monthly salary, plus an additional 0.833% for each year of service over 20 served after July 12, 1977. An additional 1.66% is paid for each year of service over 25 if the employee was hired after 1968. The benefit cannot exceed 75% of the policeman's monthly salary. The City guarantees that it will pay the benefit under this plan until the member is eligible for the Municipal Police Employee's Retirement System. It guarantees to pay the excess benefits, if any, of this plan over the Municipal Police Employee's Retirement System for the life of the member.

Disability benefits are payable on the basis of: (1) temporary total disability in the line of duty; (2) total and permanent disability in the line of duty; and (3) occupational disability that is total and permanent and received in the line of duty which renders the member unable to function in his police duties. Benefits payable are: (1) 66 2/3% of monthly salary of active member holding a position corresponding to that which had been held by a disabled member at the time he became disabled. Payments will be made for no more than one year or benefits will continue until member becomes eligible for service retirement; or (2) 50% of monthly salary of active member holding a position corresponding to that which had been held by a disabled member at the time he became disabled. Benefits will continue until member becomes eligible for service retirement. The City guarantees that it will pay any excess of the benefits of this plan over the MPERS.

A death benefit is payable to a surviving spouse equal to 50% of a beginning policeman's salary. The City guarantees that it will pay this benefit for each policeman holding a guarantee-of-benefits only after serving the time requirement for normal retirement. Benefits are established and may be amended by State statutes, R.S.11:3433, 3434, 3436 and 3437.

The guaranteed benefits are paid to a closed group of policemen. A significant part of the guaranteed benefits are the temporary benefits payable until age 50.

NOTES TO THE FINANCIAL STATEMENTS

IV. Other Information (continued)

ERS plan:

Non-City employees employed by the following organizations may become members in the Employees' Retirement System (ERS): Shreve Memorial Library, Caddo-Shreveport Sales and Use Tax Commission and other non-City employees recommended by the Board of Trustees and approved by the City Council. Appointed officials of the City and the Mayor have the option to join by filing an application within 90 days after taking office. However, by joining the retirement system, they may not participate in the deferred compensation program for appointed employees.

Prior to October 1, 1999, to be eligible for regular retirement benefits, members must have 30 years of service regardless of age or be age 65 with 10 years of service, and if hired before January 1, 1979 be 55 years of age with 20 years of service. If hired on or after January 1, 1979, members must be 55 years of age with 25 years of service or age 60 with 20 years of service. As of October 1, 1999, eligibility for regular retirement has been extended to any member who has 20 years of service at age 55. The difference, before and after a hire of January 1, 1979, has been eliminated. Members become vested in the system after 15 years of creditable service. Benefit provisions are established and may be amended by City ordinance #2 of 1954, #163 of 1990 and #112 of 1991.

Benefits available to members hired before January 1, 1996, consist of an annuity, which is the actuarial equivalent of the employee's accumulated contributions; plus an annual pension, which together with the annuity, provides a total retirement allowance equal to 3% of average compensation times years of creditable service. Beginning January 1, 1996, the retirement allowance was increased to 3 1/3% of average compensation times years of creditable service for 1996 and future years of service. Effective January 1, 2015, the retirement allowance was reduced to 2.75% of average compensation times years of creditable service for 2015 and future years. An early retirement provision has been implemented for any member who has at least 10 years, prior to January 1, 2015, of service and is within 10 years of a member's normal retirement age. The benefit is reduced by 3% per year for each year within five years of the normal retirement date, by 5% for the next earlier year, and by 8% for each additional earlier year. The plan allows members who have met eligibility requirements to defer receipt of benefits for a period of two years with one percent interest.

Contributions

FPRF plan:

Only the employer makes contributions on a pay-as-you-go basis. The employer contribution obligations are established and may be amended by State statutes. Contributions are made from the General Fund. The City's contribution rate of annual covered payroll is not applicable. There are three active employees.

Management of the FPRF is vested in the board which consists of nine members – five elected employees or retirees eligible for the plan, the Mayor, the Chief Administrative Officer, the Finance Director and the Fire Chief.

For the year ended December 31, 2021, the annual money-weighted rate of returns on pensions plan investments, net of pensions plan investment expense, was 10.56%. External cash flows are determined on a monthly basis and are assumed to occur at the beginning of each month. External cash inflows are netted with external cash outflows, resulting in a net external cash flow each month. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

PPRF plan:

Only the employer makes contributions. The employer contribution obligations are established and may be amended by State statutes. The funding approach is to amortize all benefits over 25 years. However, the contribution cannot be less than the expected benefit payments for the year. Contributions are made from the General Fund. The City's contribution rate of covered payroll is not applicable. There are no active employees.

Management of the PPRF is vested in the board which consists of nine members – five elected employees or retirees eligible for the plan, the Mayor, the Chief Administrative Officer, the Finance Director and the Police Chief.

For the year ended December 31, 2021, the annual money-weighted rate of returns on pension plan investments, net of pension's plan investment expense, was 12.15%. External cash flows are determined on a monthly basis and are assumed to occur at the beginning of each month. External cash inflows are netted with external cash outflows, resulting in a net external cash flow each month. The money weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

NOTES TO THE FINANCIAL STATEMENTS

IV. Other Information (continued)

ERS plan:

Prior to January 1, 2007, plan members were required by City ordinance to contribute 7% of compensation to the Plan. The City or other employers were required by the same ordinance to contribute 11.15% of compensation. Contribution amounts from plan members, the City and other employers may be amended by City ordinance. Effective January 1, 2007, the employees' contributions to the plan were increased to 9% from 7% and the employers' contributions were increased to 13.15% from 11.15%. Effective January 1, 2015, the employees' contribution to the plan was increased from 9% to 10% and the employer contribution increased from 13.15% to 16.5%. Effective January 1, 2018, the employees' contribution to the plan was increased to 12%. Effective January 1, 2021 the employer contribution increased to 30%. Contributions are made from the fund that the employee is paid from, or from the organizations noted above.

In February 2004, an ordinance was passed which changed the method of computation for cost-of-living increases. The new computation states that effective January 1 of each year, there will be a cost-of-living increase based on the Consumer Price Index (CPI) if certain conditions exist: 1) the CPI has increased a minimum of one percent 2) the funded percentage for the retirement system for the prior year is not under 90% 3) the retirement systems overall rate of return on investments for the prior year was equal to or exceeded the actuarial interest rate for funding. The maximum increase is limited to 5%.

Management of the ERS is vested in the board which consists of seven members – two elected employees who are members of the plan, one elected retiree and one retiree alternate, the Mayor, the Chief Administrative Officer, the Finance Director and one Council Member.

For the year ended December 31, 2021, the annual money-weighted rate of returns on pension plan investments, net of pensions plan investment expense, was 12.71%. The money weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

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

FPRF plan:

For the year ended December 31, 2021, the City recognized pension expense of \$622,627.

At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|--|---|--|
| Differences between expected and actual earnings | \$ 394,591 | \$ (887,606) |
| Total | <u>\$ 394,591</u> | <u>\$ (887,606)</u> |

There were no deferred outflows of resources related to pensions resulting from the City's contributions subsequent to the measurement date. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended December 31:

| | |
|-------|---------------------|
| 2022 | \$ 57,032 |
| 2023 | (337,557) |
| 2024 | (116,998) |
| 2025 | (95,492) |
| Total | <u>\$ (493,015)</u> |

NOTES TO THE FINANCIAL STATEMENTS
IV. Other Information (continued)
PPRF plan:

For the year ended December 31, 2021, the City recognized pension expense (benefit) of (\$1,225,100).

At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|--|---|--|
| Differences between expected and actual earnings | \$ 440,181 | \$ (2,160,410) |
| Total | <u>\$ 440,181</u> | <u>\$ (2,160,410)</u> |

There were no deferred outflows of resources related to pensions resulting from the City's contributions subsequent to the measurement date. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended December 31:

| | |
|-------|-----------------------|
| 2022 | \$ (340,116) |
| 2023 | (780,297) |
| 2024 | (413,484) |
| 2025 | <u>(186,332)</u> |
| Total | <u>\$ (1,720,229)</u> |

ERS plan:

For the year ended December 31, 2021, net pension liability of \$234,481,635 and pension expense of \$14,210,193 were allocated as follows:

| | <u>Proportionate Share %</u> | <u>Net Pension Liability</u> | <u>Pension Expense</u> |
|------------------------------|----------------------------------|----------------------------------|----------------------------|
| Primary Government | | | |
| Governmental activities | 63.58% | \$ 149,088,093 | \$ 14,744,648 |
| Business-type activities | 23.53% | 55,167,966 | (2,172,711) |
| Total primary government | 87.11% | 204,256,059 | 12,571,937 |
| Component Units | | | |
| Shreve Memorial Library | 11.33% | 26,572,637 | 1,610,370 |
| Total component units | 11.33% | 26,572,637 | 1,610,370 |
| Jointly Governed Entity | | | |
| Sales and Use Tax Commission | 1.56% | 3,652,939 | 27,886 |
| Total | <u>100.00%</u> | <u>\$ 234,481,635</u> | <u>\$ 14,210,193</u> |

At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions and were allocated as follows:

| | <u>Deferred Outflows of Resources</u> | | | <u>Total Deferred Outflows of Resources</u> |
|------------------------------|--|---------------------------------|----------------------------------|---|
| | <u>Change in Investment Earnings</u> | <u>Change in Experience</u> | <u>Change in Assumptions</u> | |
| Primary Government | | | | |
| Governmental activities | \$ - | \$ 1,784,750 | \$ 1,138,143 | \$ 2,922,893 |
| Business-type activities | - | 660,421 | 421,154 | 1,081,575 |
| Total primary government | - | 2,445,171 | 1,559,297 | 4,004,468 |
| Component Units | | | | |
| Shreve Memorial Library | - | 318,104 | 202,856 | 520,960 |
| Total component units | - | 318,104 | 202,856 | 520,960 |
| Jointly Governed Entity | | | | |
| Sales and Use Tax Commission | - | 43,729 | 27,886 | 71,615 |
| Total | <u>\$ -</u> | <u>\$ 2,807,004</u> | <u>\$ 1,790,039</u> | <u>\$ 4,597,043</u> |

NOTES TO THE FINANCIAL STATEMENTS

IV. Other Information (continued)

| | Deferred Inflows of Resources | | | Total Deferred Inflows of Resources |
|------------------------------|-------------------------------|-------------------------------|-----------------------|-------------------------------------|
| | Change in experience | Change in Investment Earnings | Change in Assumptions | |
| Primary Government | | | | |
| Governmental activities | \$ (8,314,196) | \$ (854,053) | \$ (107,592) | \$ (9,275,841) |
| Business-type activities | (316,030) | (3,076,552) | (39,813) | (3,432,395) |
| Total primary government | (8,630,226) | (3,930,605) | (147,405) | (12,708,236) |
| Component Units | | | | |
| Shreve Memorial Library | (152,222) | (1,481,876) | (19,176) | (1,653,274) |
| Total component units | (152,222) | (1,481,876) | (19,176) | (1,653,274) |
| Jointly Governed Entity | | | | |
| Sales and Use Tax Commission | (20,926) | (203,713) | (2,636) | (227,275) |
| Total | \$ (8,803,374) | \$ (5,616,194) | \$ (169,217) | \$ (14,588,785) |

There were no deferred outflows of resources related to pensions resulting from the City's contributions subsequent to the measurement date. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended December 31:

| | |
|-------|----------------|
| 2022 | \$ (170,632) |
| 2023 | (4,681,927) |
| 2024 | (2,158,157) |
| 2025 | (1,848,712) |
| 2026 | - |
| Total | \$ (8,859,428) |

These amounts were allocated as follows:

| Year ended December 31, | 2022 | 2023 | 2024 | 2025 | Total |
|------------------------------|--------------|----------------|----------------|----------------|----------------|
| Primary Government | | | | | |
| Governmental activities | \$ (122,357) | \$ (3,357,332) | \$ (1,547,579) | \$ (1,325,681) | \$ (6,352,949) |
| Business-type activities | (45,276) | (1,242,334) | (572,660) | (490,549) | (2,350,819) |
| Total primary government | (167,633) | (4,599,666) | (2,120,239) | (1,816,230) | (8,703,768) |
| Component Units | | | | | |
| Shreve Memorial Library | (21,809) | (598,392) | (275,831) | (236,282) | (1,132,314) |
| Total component units | (21,809) | (598,392) | (275,831) | (236,282) | (1,132,314) |
| Jointly Governed Entity | | | | | |
| Sales and Use Tax Commission | (2,998) | (82,261) | (37,919) | (32,482) | (155,660) |
| Total | \$ (192,440) | \$ (5,280,319) | \$ (2,433,989) | \$ (2,084,994) | \$ (9,991,742) |

NOTES TO THE FINANCIAL STATEMENTS
IV. Other Information (continued)
Actuarial Assumptions:

A summary of the FPRF, PPRF, and ERS actuarial methods and assumptions used in determining the total pension liability as of December 31, 2021, are as follows:

| | FPRF | PPRF | ERS |
|-------------------------------|---|---|---|
| Actuarial cost method | Entry age normal | Entry age normal | Entry age normal |
| Amortization Method | Level dollar, closed | Level dollar, closed | N/A |
| Remaining amortization period | 11 years | 1 year | N/A |
| Asset valuation period | N/A | N/A | N/A |
| Inflation | 2.50% | 2.50% | 2.50% |
| Salary increases | 5.00% | N/A | Based on classification |
| Investment rate of return | 7.00% | 7.00% | 7.00% |
| Cost of Living Adjustment | 3.00% | 3.00% | None |
| Retirement Age | Plan specific | n/a | Plan specific |
| Turnover | Plan specific | n/a | Plan specific |
| Mortality | Pri-2010 Public Safety and MP-2020 Improvement converging to long-term rate of 0.5% in 2036 | Pri-2010 Public Safety and MP-2020 Improvement converging to long-term rate of 0.5% in 2036 | Pub-2010 General and MP-2020 Improvement converging to long-term rate of 0.5% in 2036 |
| Disability | Plan specific | Plan specific | Plan specific |

During 2020 mortality assumptions were changed from Pub-2010 General and MP-2019 Improvement converging to long-term rate of 0.5% in 2035 to Pri-2010 Public Safety and MP-2020 Improvement converging to long-term rate of 0.5% in 2036.

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions as of December 31, 2021, are summarized in the following table:

| Asset Class | Index | Target Allocation | Long-Term Expected Arithmetic Real Rate of Return | Long-Term Expected Geometric Real Rate of Return |
|--|-------------------------------|-------------------|---|--|
| US Cash | BAML 3-Month T-Bills | 0.00% | 1.95% | 1.94% |
| Stable Value | Custom | 0.00% | 3.20% | 3.19% |
| US Core Fixed Income (Aggregat | Bloomberg Barclays Aggregate | 40.00% | 3.37% | 3.29% |
| US Treasury Bonds | Bloomberg US Treasury TR USD | 0.00% | 2.63% | 2.49% |
| US Government Bonds | Bloomberg US Government TR U | 0.00% | 2.63% | 2.51% |
| US Credit Bonds | Bloomberg US Credit TR USD | 0.00% | 3.83% | 3.68% |
| US Corporate Bonds | Bloomberg US Corp Bond TR US | 0.00% | 3.89% | 3.73% |
| US AA Corporate Bonds | Bloomberg US Corp Aa TR USD | 0.00% | 3.36% | 3.22% |
| US A Corporate Bonds | Bloomberg US Corp A TR USD | 0.00% | 3.72% | 3.55% |
| US BBB Corporate Bonds | Bloomberg US Corp Baa TR USD | 0.00% | 4.16% | 3.96% |
| US Government/Credit Bonds | Bloomberg US Govt/Credit TR U | 0.00% | 3.11% | 3.00% |
| US Long STRIPS (20+ Yrs) | Bloomberg US Strips 20+ Yr TR | 0.00% | 4.56% | 1.44% |
| US Municipal Bonds | Bloomberg Municipal TR USD | 0.00% | 2.45% | 2.37% |
| US High Yield Bonds | ICE BofA US High Yield TR USD | 0.00% | 5.77% | 5.30% |
| Emerging Markets Bonds | JPM EMBI Plus TR USD | 0.00% | 5.87% | 5.00% |
| US Large Cap Equity | S&P 500 TR USD | 60.00% | 6.92% | 5.51% |
| US Large & Mid Cap Equity | Russell 1000 TR USD | 0.00% | 7.02% | 5.53% |
| US Mid Cap Equity | Russell Mid Cap TR USD | 0.00% | 7.54% | 5.62% |
| US Small Cap Equity | Russell 2000 TR USD | 0.00% | 8.70% | 6.24% |
| Non-US Equity | MSCI ACWI Ex USA NR USD | 0.00% | 8.91% | 7.18% |
| Foreign Developed Equity | MSCI EAFE NR USD | 0.00% | 8.40% | 6.76% |
| Assumed Inflation - Mean | | | 2.34% | 2.34% |
| Assumed Inflation - Standard Deviation | | | 1.23% | 1.23% |
| Portfolio Real Mean Return | | | 3.30% | 2.30% |
| Portfolio Nominal Mean Return | | | 5.64% | 5.13% |
| Portfolio Standard Deviation | | | | 10.64% |
| Long-Term Expected Rate of Return (selected by City of Shreveport) | | | | 7.00% |

NOTES TO THE FINANCIAL STATEMENTS

IV. Other Information (continued)

Sensitivity of the net pension liability to changes in the discount rate:

The following presents the FPRS, PPRS, and ERS net pension liability calculated using the discount rate of 7%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

| Net pension liability | 1% Decrease 6.00% | Current Discount Rate 7.00% | 1% Increase 8.00% |
|------------------------------|------------------------------|--|------------------------------|
| FPRS | \$ 13,903,789 | \$ 11,191,742 | \$ 8,887,287 |
| PPRS | 437,347 | (1,193,799) | (2,607,307) |
| ERS | 279,744,075 | 234,481,636 | 196,233,411 |

Payables to the FPRF, PPRF, and ERS Pension Plans – At December 31, 2021, the City recorded no payables to the pension plans for employee and employer legally required contributions for FPRS and PPRS and ERS.

The financial statements for individual pension plans are as follows:

**COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS**

| | Firemen's Pension and Relief | Policemen's Pension and Relief | Employees' Retirement System | Total Employee Retirement Funds |
|---|---|---|---|--|
| ASSETS | | | | |
| Cash and cash equivalents | \$ 779,964 | \$ 332,093 | \$ 9,835,976 | \$ 10,948,033 |
| Receivables: | | | | |
| Interest and dividends receivable | 23,795 | 39,617 | 5,123 | 68,535 |
| Accounts receivable | - | - | - | - |
| Prepaid items | - | - | - | - |
| Investments, at fair value | 13,327,597 | 18,902,953 | 190,998,562 | 223,229,112 |
| Other assets: | | | | |
| Cash surrender value of life insurance policies | 585,567 | 451,973 | - | 1,037,540 |
| Total assets | <u>14,716,923</u> | <u>19,726,636</u> | <u>200,839,661</u> | <u>235,283,220</u> |
| LIABILITIES | | | | |
| Due to other funds | 392,358 | - | - | 392,358 |
| Accrued liabilities | 70,363 | - | 17,641 | 88,004 |
| Employees' deposits held in escrow | - | - | 1,016,095 | 1,016,095 |
| Total liabilities | <u>462,721</u> | <u>-</u> | <u>1,033,736</u> | <u>1,496,457</u> |
| NET POSITION | | | | |
| Net position restricted for pensions | <u>\$ 14,254,202</u> | <u>\$ 19,726,636</u> | <u>\$ 199,805,925</u> | <u>\$ 233,786,763</u> |

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

NOTES TO THE FINANCIAL STATEMENTS
IV. Other Information (continued)
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS**

| | Firemen's Pension and Relief | Policemen's Pension and Relief | Employees' Retirement System | Total Employee Retirement Funds |
|---|------------------------------------|--------------------------------------|------------------------------------|---------------------------------------|
| ADDITIONS | | | | |
| Contributions: | | | | |
| Employer | \$ - | \$ - | \$ 12,919,339 | \$ 12,919,339 |
| Plan members | - | - | 5,298,931 | 5,298,931 |
| Total contributions | - | - | 18,218,270 | 18,218,270 |
| Investment earnings: | | | | |
| Net appreciation in fair value of investments | 1,286,868 | 1,754,305 | 24,423,397 | 27,464,570 |
| Interest | 12,403 | 19,448 | (1,796) | 30,055 |
| Dividends | 209,077 | 298,427 | - | 507,504 |
| Total investment earnings (loss) | 1,508,348 | 2,072,180 | 24,421,601 | 28,002,129 |
| Less investment expense | 30,135 | 38,608 | 1,119,010 | 1,187,753 |
| Net investment earnings (loss) | 1,478,213 | 2,033,572 | 23,302,591 | 26,814,376 |
| Life insurance proceeds | 778,420 | 760,813 | - | 1,539,233 |
| Miscellaneous | 505 | 705 | - | 1,210 |
| Total additions (reductions) | 2,257,138 | 2,795,090 | 41,520,861 | 46,573,089 |
| DEDUCTIONS | | | | |
| Benefits | 1,505,592 | 1,384,077 | 31,286,538 | 34,176,207 |
| Refund of member contribution | - | - | 1,762,936 | 1,762,936 |
| Administrative expenses | 25,977 | 25,979 | 83,622 | 135,578 |
| Life insurance premiums | 823,807 | 583,090 | - | 1,406,897 |
| Total deductions | 2,355,376 | 1,993,146 | 33,133,096 | 37,481,618 |
| Change in net position | (98,238) | 801,944 | 8,387,765 | 9,091,471 |
| Net position restricted for pensions | | | | |
| Beginning of year | 14,352,440 | 18,924,692 | 191,418,160 | 224,695,292 |
| End of year | <u>\$ 14,254,202</u> | <u>\$ 19,726,636</u> | <u>\$ 199,805,925</u> | <u>\$ 233,786,763</u> |

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

NOTES TO THE FINANCIAL STATEMENTS

IV. Other Information (continued)

State Administered Cost-Sharing Multiple-Employer Defined Benefit Pension Plans**Municipal Police Employees' Retirement Systems (MPERS)**

Plan Description - The City contributes to Municipal Police Employees' Retirement Systems (MPERS), a cost sharing multiple-employer defined benefit pension plan established by Act 189 of 1973 to provide retirement, disability and survivor benefits to municipal police officers in Louisiana, administered by the MPERS Board of Trustees. MPERS covers any full-time public safety officer employed by a participating municipality of the State of Louisiana and engaged in law enforcement, empowered to make arrests, providing said officer does not have to pay social security. The paragraph above describes the transfer of public safety officers from Policemen's Pension and Relief Fund (PPRF) to MPERS, effective July 12, 1977. All new public safety officers hired by the City after July 12, 1977, are required to join MPERS as a condition of employment. MPERS benefits are established by state statutes and may be amended at the discretion of the State Legislature. MPERS issues a publicly available financial report that includes financial information and required supplementary information. That report may be obtained by writing to the Board of Trustees of the Municipal Police Employees' Retirement System, 7722 Office Park Blvd., Suite 200, Baton Rouge, Louisiana 70809-7601 or downloading from www.lampers.org.

The fiduciary net position is a significant component of the MPERS's collective net pension liability. The MPERS's plan fiduciary net position was determined using the accrual basis of accounting which was the same basis used by the pension plan. MPERS's assets, liabilities, revenues and expenses were recorded with the use of estimates and assumptions in conformity with accounting principles generally accepted in the United States of America. Such estimates primarily related to unsettled transactions and events as of the date of the financial statements and estimates over the determination of the fair market value of MPERS's investments. Accordingly, actual results may differ from estimated amounts.

Eligibility Requirements and Retirement Benefits – Members of MPERS prior to January 1, 2013, are eligible for regular retirement after he has been a member of the System and has 25 years of creditable service at any age or has 20 years of creditable service and is age 50 or has 12 years creditable service and is age 55. A member is eligible for early after he has been a member of the System for 20 years of creditable service at any age with an actuarially reduced benefit. Benefit provisions are authorized within Act 189 of 1973 and amended by LRS 11:2211-11:2233. Benefit rates are three and one-third percent of average monthly earnings during the highest 36 consecutive months of creditable service not to exceed 100% of final salary. Retirement benefits are payable monthly to the retiree, and upon the death of the retiree, under certain condition outlined in the statutes, an amount is payable to the surviving spouses and minor children.

Members of MPERS hired on or after January 1, 2013, are eligible for regular retirement, disability and survivor benefits are based on Hazardous Duty and Non Hazardous Duty sub plans. Under the Hazardous Duty sub plan, a member is eligible for regular retirement after he has been a member of the System and has 25 years of creditable service at any age or has 12 years of creditable service at age 55. Under the Non Hazardous Duty sub plan, a member is eligible for regular retirement after he has been a member of the System and has 30 years of creditable service at any age, 25 years of creditable service at age 55, or 10 years of creditable service 60. Under both sub plans, a member is eligible for early retirement after he has been a member of the System for 20 years of creditable service at any age, with an actuarially reduced benefit from age 55. Under the Hazardous and Non Hazardous Duty sub plans, the benefit rates are three percent and two and a half percent, respectively of average final compensation (average monthly earnings during the highest 60 consecutive months or joined months if service was interrupted) per number of years of creditable service not to exceed 100% of final salary. Retirement benefits are payable monthly to the retiree, and upon the death of the retiree, under certain condition outlined in the statutes, an amount is payable to the surviving spouses and minor children. If a deceased member had less than ten years of service, beneficiary will receive a refund of employee contributions only.

The Board of Trustees is authorized to provide annual cost of living adjustments computed on the amount of the current benefit, not to exceed 3% in any given year.

NOTES TO THE FINANCIAL STATEMENTS

IV. Other Information (continued)

Contributions - Contributions for all members and employers are established by state statute and may be amended by state statute when necessary. MPERS employee members hired prior to January 1, 2013, contributed 10.0% of earned compensation of the year ended December 31, 2021. For the same members, employer contributions were 33.75%. All employees hired on or after January 1, 2013, become members of either the Hazardous Duty Sub-plan, or the Nonhazardous Duty Sub-plan. Employee and employer contribution rates for the Hazardous Duty Sub-plan are the same as for those hired prior to January 1, 2013. For employees belonging to the Nonhazardous Duty Sub-plan, the contribution rate was 8.0%, and the employer rate was 33.75%. Earned compensation in the MPERS system excludes certain overtime, but includes state supplemental pay. The City's contribution to MPERS for the year ended December 31, 2021, was \$9,897,191. Non-employer contributions are recognized as revenue during the year ended December 31, 2021, and were excluded from pension expense. Non-employer contributions received by the System for the City during the plan year ended June 30, 2021, were \$2,147,821.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – Net pension liability at December 31, 2021, is comprised of the City's proportional share of the net pension liability relating to MPERS. The total pension liability, used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2021. The City's proportion of the net pension liability for MPERS was based on the City's required contributions in proportion to total required contributions for all participating employers, actuarially determined. As of the most recent measurement date, the City's proportion for MPERS and the change in proportion from the prior measurement date are as follows:

| | | |
|---|----|-------------------|
| Proportion (amount) of net pension liability | \$ | 51,232,337 |
| Proportion (%) of net pension liability | | 9.611085% |
| Increase/(decrease) from prior measurement date | | 0.357008% |
| <u>Proportionate Share</u> | | |
| Total Pension Liability | \$ | 321,974,076 |
| Plan Fiduciary Net Position | | 270,741,739 |
| Total Collective Net Pension Liability | \$ | <u>51,232,337</u> |

For the year ended December 31, 2021, the City recognized pension expense of \$1,922,079. At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|---|---------------------------------------|--------------------------------------|
| Change in Investment Earnings | | \$ (23,921,466) |
| Changes of Assumptions | \$ 5,673,709 | (1,461,443) |
| Change in Prop. And Difference in Contributions | 2,803 | (3,001,723) |
| Change in Experience | | (1,577,798) |
| Employer Contributions | 4,248,236 | - |
| Total | \$ <u>9,924,748</u> | \$ <u>(29,962,430)</u> |

City contributions subsequent to the measurement date of \$4,248,236 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the subsequent fiscal period. Other amounts reported as outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| <u>Year ended December 31:</u> | <u>Amount</u> |
|--------------------------------|------------------------|
| 2022 | \$ (5,332,303) |
| 2023 | (5,373,161) |
| 2024 | (5,338,962) |
| 2025 | (8,241,492) |
| 2026 | - |
| Total | \$ <u>(24,285,918)</u> |

NOTES TO THE FINANCIAL STATEMENTS

IV. Other Information (continued)

Actuarial Methods and Assumptions - The net pension liability was measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service, less the amount of the pension plan's fiduciary net position.

The actuarial assumptions used in the June 30, 2021 valuation were based on the assumptions used in the June 30, 2021 actuarial funding valuation, and were based on the results of an actuarial experience study for the period July 1, 2014 - June 30, 2020. In cases where benefit structures were changed after the study period, assumptions were based on estimates of future experience.

A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2021 are as follows:

| | |
|----------------------------------|---|
| Valuation Date | 6/30/2021 |
| Actuarial Cost Method | Entry Age Normal Cost |
| Expected Remaining Service Lives | 2021 - 4 years 2020 - 4 years 2019 - 4 years 2018 - 4 years |
| Investment Rate of Return | 6.75%, net of investment expense (was 6.95% in 2020) |
| Inflation Rate | 2.50% |
| Salary Increases | Vary from 12.30% in the first two years of service to 4.70% after 2 years |
| Cost of Living Adjustments | The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost-of-living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees. |
| Mortality | For annuitants and beneficiaries, the Pub-2010 Public Retirement Plan Mortality Table for Safety Below-Median Healthy Retirees multiplied by 115% for males and 125% for females, each with full generational projection using the MP 2019 scale was used For disabled lives, 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 MP 2019 scale was used. For employees, 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. |

The best estimates of the arithmetic nominal rates of return for each major asset class included in the System's target allocation as of June 30, 2021 are summarized in the following table:

| Asset Class | Target Allocation | Rates of Return Long Term Expected Portfolio Real Rate of Return |
|-------------------------|-------------------|---|
| Equity | 55.50% | 3.47% |
| Fixed Income | 30.50% | 0.59% |
| Alternatives | 14.00% | 1.01% |
| Other | 0.00% | 0.00% |
| System total | 100.00% | 5.08% |
| Inflation | | 2.22% |
| Expected Nominal Return | | 7.30% |

The discount rate used to measure the total pension liability was 6.75%, changed from 6.95% in 2020. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the System's actuary. Based on those assumptions, the System'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.

Sensitivity to Changes in Discount Rate - The following presents the net pension liability the City calculated using the discount rate, as well as what the City's net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate as of December 31, 2021.

NOTES TO THE FINANCIAL STATEMENTS

IV. Other Information (continued)

| | 1% Decrease 5.750% | Current Discount Rate 6.750% | 1% Increase 7.750% |
|-----------------------|-----------------------|------------------------------------|-----------------------|
| Net pension liability | \$ 89,289,869 | \$ 51,232,337 | \$ 19,467,143 |

Payables to the Pension Plan – At December 31, 2021, the City recorded a payable to the pension plan for employee and employer legally required contributions of \$948,383.

Firefighters’ Retirement System (FRS)

The measurement date for the net pension liability was June 30, 2021 and is included in the City’s financial statements for the year ended December 31, 2021. Detailed information about the plan’s stand-alone report can be obtained at <http://ffret.com>.

The fiduciary net position is a significant component of the FRS’s collective net pension liability. The FRS’s plan fiduciary net position was determined using the accrual basis of accounting which was the same basis used by the pension plan. FRS’s assets, liabilities, revenues and expenses were recorded with the use of estimates and assumptions in conformity with accounting principles generally accepted in the United States of America. Such estimates are primarily related to unsettled transactions and events as of the date of the financial statements and estimates over the determination of the fair market value of FRS’s investments. Accordingly, actual results may differ from estimated amounts.

Plan Description - The Firefighters’ Retirement System is the administrator of a cost-sharing multiple-employer plan. Membership in the System is a condition of employment for any full-time firefighters who earn at least \$375 per month and are employed by any municipality, parish, or fire protection district of the State of Louisiana in addition to employees of the Firefighters’ Retirement System. The System provides retirement benefits for their members. The projections of benefit payments in the calculation of the total pension liability includes all benefits to be provided to current active and inactive employees through the System in accordance with benefit terms and any additional legal agreements to provide benefits that are in force at the measurement date.

Benefit provisions are authorized within Act 434 of 1979 and amended by LRS 11:2251-11:2272. The following is a brief description of the plan and its benefits and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

Any person who becomes an employee as defined in RS 11:2252 on and after January 1, 1980, shall become a member as a condition of employment.

No person who has attained age fifty or over shall become a member of the System, unless the person becomes a member by reason of a merger or unless the System received an application for membership before the applicant attained the age of fifty. No person who has not attained the age of eighteen years shall become a member of the System.

Any person who has retired from service under any retirement system or pension fund maintained basically for public officers and employees of the state, its agencies or political subdivisions, and who is receiving retirement benefits therefrom may become a member of this System, provided the person meets all other requirements for membership. Service credit from the retirement system or pension plan from which the member is retired shall not be used for reciprocal recognition of service with this System, or for any other purpose in order to attain eligibility or increase the amount of service credit in this System.

Eligibility Requirements and Retirement Benefits - Members of the FRS are eligible to retire at the age of 50 with at least 20 years of service, at the age of 55 with at least 12 years of service, or at any age with at least 25 years of service. Members are entitled to a retirement benefit, payable monthly for life, equal to three and one-third percent (3.33%) of the member’s final compensation (employee’s average salary over the 36 consecutive or joined months that produce the highest average) multiplied by the member’s years of creditable service.

In 1999, the State Legislature authorized FRS to establish an Initial Benefit Option Plan program. This is available to FRS members who are eligible for regular retirement but have not participated in DROP. This program provides both a one-time single sum payment of up to 36 months of the regular monthly retirement benefit, plus a reduced retirement benefit for life.

NOTES TO THE FINANCIAL STATEMENTS

IV. Other Information (continued)

Deferred Retirement Options - A member of FRS may elect to participate in the deferred retirement option plan (DROP) for up to 36 months, after completing 20 years of creditable service and age 50 or 25 years at any age. Upon commencement of participation in the deferred retirement option plan, employer and employee contributions to the System cease. The monthly retirement benefit that would have been payable is paid into the deferred retirement option plan account. Upon termination of employment, a participant in the program shall receive, at his option, a lump-sum payment from the account or an annuity based on the deferred retirement option plan account balance in addition to his regular monthly benefit. If employment is not terminated at the end of the 36 months, the participant resumes regular contributions to the System. No payments may be made from the deferred retirement option plan account until the participant retires.

Survivor's Benefit - Survivor benefits for FRS are payable to survivors of a deceased member who dies and is not eligible for retirement as follows. If any member is killed in the line of duty and leaves a surviving eligible spouse, the spouse is entitled to an annual benefit equal to two-thirds of the deceased member's final compensation. If any member dies from a cause not in the line of duty, the surviving spouse is entitled to an annual benefit equal to 3% of the deceased member's average final compensation multiplied by his total years of creditable service; however, in no event is the annual benefit less than 40% nor more than 60% of the deceased member's average final compensation. Children of the deceased member who are under the age of eighteen years are entitled to the greater of \$200 per month or 10% of average final compensation (not to exceed 100% of average final compensation) until reaching the age of eighteen or until the age of twenty-two if enrolled full-time in an institution of higher learning, unless the surviving child is physically handicapped or mentally retarded in which case the benefit is payable regardless of age. If a member who is eligible to retire dies before retiring, the designated beneficiary will be paid under the 2nd option above, survivor benefit equal to member's benefit.

The present value of future FRS retirement benefits are based on benefits currently being paid by the System and include previously granted cost of living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees as they were deemed not to be substantively automatic.

Contributions - Employer contributions are actuarially determined each year. For the year ended June 30, 2021, employer and employee contributions for members were as follows:

| <u>Contributor</u> | <u>Above Poverty Line</u> | <u>Below Poverty Line</u> |
|--------------------|---------------------------|---------------------------|
| Employer | 32.25% | 34.25% |
| Employee | 10% | 8% |

The system also receives insurance premium tax monies as additional employer contributions. The tax is considered support from a non-contributing entity and appropriated by the legislature each year based on an actuarial study. Non-employer contributions are recognized as revenue during the year ended December 31, 2021, and were excluded from pension expense. Non-employer contributions received by the System for the City during the plan year ended June 30, 2021, were \$3,459,794.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - Net pension liability at December 31, 2021, is comprised of the City's proportional share of the net pension liability relating to FRS. The total pension liability, used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2021. The City's proportion of the net pension liability for FRS was based on the City's required contributions in proportion to total required contributions for all participating employers, actuarially determined. As of the most recent measurement date, the City's proportion for FRS and the change in proportion from the prior measurement date are as follows:

| | |
|---|---------------|
| Proportion (amount) of net pension liability | \$ 42,918,961 |
| Proportion (%) of net pension liability | 12.110822% |
| Increase/(decrease) from prior measurement date | 0.929253% |

The net pension liability was measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service, less the amount of the pension plan's fiduciary net position.

NOTES TO THE FINANCIAL STATEMENTS

IV. Other Information (continued)

The components of the net pension liability of the City as of December 31, 2021:

| | <u>Proportionate Share</u> |
|--|----------------------------|
| Total Pension Liability | \$ 324,713,430 |
| Plan Fiduciary Net Position | <u>281,794,469</u> |
| Total Collective Net Pension Liability | <u>\$ 42,918,961</u> |

For the year ended December 31, 2021, the City recognized pension expense of (\$7,810,940). At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Outflows of Resources</u> |
|--|---------------------------------------|---------------------------------------|
| Changes of Assumptions | \$ 9,300,228 | \$ - |
| Changes in Investment Earnings | - | (26,045,736) |
| Change in Prop. and Difference in Contr. | 796,070 | (7,876,410) |
| Change in Experience | 612,485 | (3,854,218) |
| Employer Contributions | <u>5,066,873</u> | - |
| Total | <u>\$ 15,775,656</u> | <u>\$ (37,776,364)</u> |

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

| <u>Year ended</u> <u>December 31:</u> | <u>Amount</u> |
|--|------------------------|
| 2021 | \$ (5,772,019) |
| 2022 | (5,565,049) |
| 2023 | (6,674,266) |
| 2024 | (8,657,959) |
| 2025 | (242,141) |
| After | <u>(156,147)</u> |
| Total | <u>\$ (27,067,581)</u> |

City contributions subsequent to the measurement date of \$5,066,873 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the subsequent fiscal period.

Actuarial Methods and Assumptions - The actuarial assumptions used in the June 30, 2021, valuation were based on the assumptions used in the June 30, 2021, actuarial funding valuation, and were based on the results of an actuarial experience study for the period July 1, 2014 - June 30, 2020. In cases where benefit structures were changed after the study period, assumptions were based on estimates of future experience.

A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2021, are as follows:

| | |
|----------------------------------|---|
| Valuation Date | 6/30/2021 |
| Actuarial Cost Method | Entry Age Normal Cost |
| Expected Remaining Service Lives | 7 years, closed period |
| Investment Rate of Return | 6.90% per annum, net of investment expenses, decreased from 7.00% in 2020 |
| Inflation Rate | 2.50% per annum |
| Salary Increases | 14.10% in the first two years of service and 5.20% with 3 or more years of service; includes inflation and merit increases (in 2019, salary increases ranged from 14.75% in the first two years of service to 4.50% with 25 or more years of service) |
| Cost of Living Adjustments | For the purpose of determining the present value of benefits, COLAs were deemed not to be substantively automatic and only those previously granted were included. |
| Mortality Rates | For active members, mortality was set equal to the Pub-2010 Public Retirement Plans Mortality Table for Safety Below-Median Employees |

NOTES TO THE FINANCIAL STATEMENTS

IV. Other Information (continued)

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. Best estimates of real rates of return for each major asset class included in FRS' target asset allocation as of June 30, 2021 are summarized in the following table:

| Asset Class | Target Allocation | Rates of Return Long Term Expected Portfolio Real Rate of Return |
|--------------|-------------------|---|
| Fixed Income | 26.00% | 4.12% |
| Equity | 56.00% | 27.34% |
| Alternatives | 18.00% | 14.84% |
| Other | 0.00% | 8.34% |
| System total | 100.00% | |

The discount rate used to measure the total pension liability was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the System's actuary. Based on those assumptions, the System'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.

Sensitivity to Changes in Discount Rate -The following presents the net pension liability of the participating employers calculated using the discount rate of 6.90%, as well as what the employers' net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate as of June 30, 2021.

| | 1% Decrease 5.90% | Current Discount Rate 6.90% | 1% Increase 7.90% |
|-----------------------|----------------------|-----------------------------------|----------------------|
| Net pension liability | \$ 82,336,865 | \$ 42,918,961 | \$ 10,044,852 |

Payables to the Pension Plan – At December 31, 2021, the City recorded a payable of \$1,157,897 to the pension plan for employee and employer legally required contributions.

Deferred Compensation (457(b)) Plans

A 457 plan is a type of non-qualified, tax advantaged deferred-compensation retirement plan that is available for governmental and certain non-governmental employers in the United States. In general, an employer provides the plan and the employee defers compensation into it on a pre-tax or after-tax basis.

The City offers four deferred compensation plans, Nationwide, VALIC, Mass Mutual, and AXA, which permanent employees have the option to participate in.

Other PostemploymentBenefits (OPEB)

Plan Description – In addition to providing pension benefits, the City provides medical, dental and life insurance coverage through a cost-sharing single-employer defined benefit plan that can include non-City employees as described under the Employees' Retirement System for any retiree who receives a monthly retirement check from one of the City's retirement plans and their legal dependents. The benefits, employee contributions, and employer contributions are governed by the Health Care Board and can be amended annually. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75. The plan does not issue a separate report. The activity of the plan is reported in the City's Employees Health Care Fund, an internal service fund.

Benefits Provided – Retirees are eligible to keep city insurance benefits (medical, life, dental, and vision) if they draw a pension. The City contributions are medical at 60% paid, dental at 52% paid, and life insurance at 50% paid. Life insurance is 1 times salary with cost at \$2.28 per thousand as of 2021 and a reduction of benefit at age 70.

NOTES TO THE FINANCIAL STATEMENTS

IV. Other Information (continued)

Funding Policy – The City contributes 59% and retirees 41% of the required contribution rate as determined annually by the Health Care Board of the self-insured pay-as-you go plan.

Number of participants coded as eligible for post-employment medical, dental and life insurance at December 31, 2021, consisted of:

| | |
|---------------------------------|--------------|
| Active participants | 2,065 |
| Participants receiving benefits | <u>1,516</u> |
| | 3,581 |

Total OPEB Liability -The total OPEB liability of \$664,345,471 was measured as of December 31, 2021, and was determined by an actuarial valuation as of that date.

The total OPEB Liability as of December 31, 2021, was allocated based on participant count as follows:

| | Primary Government | | | Shreve Memorial Library (Component Unit) | Total (Including Component Unit) |
|--|------------------------------------|-------------------------------------|-------------------------------------|---|---|
| | Governmental Activities | Business-type Activities | Total Primary Government | | |
| Total OPEB liability beginning of year | \$ 609,596,135 | \$ 54,486,178 | \$ 664,082,313 | \$ 17,934,322 | \$ 682,016,635 |
| Service cost | 21,955,426 | 1,871,318 | 23,826,744 | 719,738 | 24,546,482 |
| Interest | 12,061,467 | 1,028,030 | 13,089,497 | 395,396 | 13,484,893 |
| Differences between expected and actual experience | (759,680) | (64,749) | (824,429) | (24,904) | (849,333) |
| Changes in assumptions and other inputs | (35,552,209) | (5,558,925) | (41,111,134) | 883,853 | (40,227,281) |
| Estimated Benefit payments | <u>(13,082,055)</u> | <u>(1,115,017)</u> | <u>(14,197,072)</u> | <u>(428,853)</u> | <u>(14,625,925)</u> |
| Net change in total OPEB Liability | <u>(15,377,051)</u> | <u>(3,839,343)</u> | <u>(19,216,394)</u> | <u>1,545,230</u> | <u>(17,671,164)</u> |
| Total OPEB liability end of year | <u>\$ 594,219,084</u> | <u>\$ 50,646,835</u> | <u>\$ 644,865,919</u> | <u>\$ 19,479,552</u> | <u>\$ 664,345,471</u> |

Actuarial Methods and Assumptions - The total OPEB liability in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

| | |
|----------------------------------|--|
| Valuation Date | 12/31/19 |
| Actuarial Cost Method | Entry Age Normal Cost |
| Expected Remaining Service Lives | 2021 - 3.7 years 2020 - 3.2 years 2019 - 4 years 2018 - 4 years |
| Investment Rate of Return | 2.25%, net of investment expense |
| Inflation Rate | 2.30% |
| Salary Increases | Vary from 9.75% in the first two years of service to 4.25% after 30 years |
| Cost of Living Adjustments | The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost-of-living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees. |
| Mortality | RP-2000 Combined Healthy with Blue Collar Adjustment Sex Distinct Tables projected to 2029 by Scale AA (set back 1 year for females) for healthy annuitants and beneficiaries. RP-2000 Disabled Lives Table set back 5 years for males and set back 3 years for females for disabled annuitants. RP-2000 Employee Table set back 4 years for males and 3 years for females for active members. |

NOTES TO THE FINANCIAL STATEMENTS

IV. Other Information (continued)

Sensitivity of the total OPEB liability to changes in the discount rate — The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

| | <u>1% Decrease</u> <u>1.25%</u> | <u>Discount</u> <u>Rate 2.25%</u> | <u>1% Increase</u> <u>3.25%</u> |
|----------------------|------------------------------------|--------------------------------------|------------------------------------|
| Total OPEB Liability | \$ 802,810,378 | \$ 664,345,471 | \$ 558,545,003 |

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the City, as well as what the City's OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

| | <u>1% Decrease</u> <u>(5.25%</u> <u>decreasing</u> <u>to 3.00%)</u> | <u>Healthcare</u> <u>Cost Trend</u> <u>Rates (6.25%</u> <u>decreasing</u> <u>to 4.00%)</u> | <u>1% Increase</u> <u>(7.25%</u> <u>increasing to</u> <u>5.00%)</u> |
|----------------------|--|--|--|
| Total OPEB Liability | \$ 542,053,955 | \$ 664,345,471 | \$ 830,231,289 |

OPEB Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB — For the year ended December 31, 2021, the City recognized OPEB expense of \$39,148,508. At December 31, 2021, the City reported deferred inflows and deferred outflows of resources related to OPEB from the following sources:

| | <u>Deferred</u> <u>Outflows of</u> <u>Resources</u> | <u>Deferred Inflows</u> <u>of Resources</u> |
|--|---|--|
| Changes of assumptions or other inputs | \$ 85,823,967 | \$ 32,825,062 |
| Differences between expected and actual experience | - | 42,101,233 |
| Total | <u>\$ 85,823,967</u> | <u>\$ 74,926,295</u> |

These amounts were allocated as follows:

| | <u>Governmental</u> <u>Activities</u> | <u>Business-type</u> <u>Activities</u> | <u>Total Primary</u> <u>Government</u> | <u>Shreve</u> <u>Memorial</u> <u>Library</u> <u>(Component</u> <u>Unit)</u> | <u>Total (Including</u> <u>Component</u> <u>Unit)</u> |
|--|--|---|---|---|---|
| Deferred Outflows: | | | | | |
| Changes of assumptions | \$ 76,764,637 | \$ 6,542,849 | \$ 83,307,486 | \$ 2,516,480 | \$ 85,823,966 |
| Differences between expected and actual experience | - | - | - | - | - |
| Total | <u>\$ 76,764,637</u> | <u>\$ 6,542,849</u> | <u>\$ 83,307,486</u> | <u>\$ 2,516,480</u> | <u>\$ 85,823,966</u> |

| | <u>Governmental</u> <u>Activities</u> | <u>Business-type</u> <u>Activities</u> | <u>Total Primary</u> <u>Government</u> | <u>Shreve</u> <u>Memorial</u> <u>Library</u> <u>(Component</u> <u>Unit)</u> | <u>Total (Including</u> <u>Component</u> <u>Unit)</u> |
|--|--|---|---|---|---|
| Deferred Inflows: | | | | | |
| Changes of assumptions | \$ (37,657,149) | \$ (3,209,616) | \$ (40,866,765) | \$ (1,234,468) | \$ (42,101,233) |
| Differences between expected and actual experience | (29,360,144) | (2,502,441) | (31,862,585) | (962,477) | (32,825,062) |
| Total | <u>\$ (67,017,293)</u> | <u>\$ (5,712,057)</u> | <u>\$ (72,729,350)</u> | <u>\$ (2,196,945)</u> | <u>\$ (74,926,295)</u> |

NOTES TO THE FINANCIAL STATEMENTS

IV. Other Information (continued)

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

| <u>Year ended December 31:</u> | |
|--------------------------------|----------------------|
| 2022 | \$ 1,084,377 |
| 2023 | 8,292,355 |
| 2024 | 7,139,820 |
| 2025 | (5,938,416) |
| 2026 | - |
| Total | <u>\$ 10,578,136</u> |

B. Transit System

The Shreveport Area Transit System (Transit System) is managed and operated for the City by a management company pursuant to an agreement which expires September 30, 2026. Based on terms of the agreement, management fees included in operating expenses were \$333,249. The City is required to reimburse the management company for the excess of expenses over revenues derived from the operation of the Transit System. Pursuant to an agreement between the City of Shreveport and the City of Bossier City, Bossier City will pay the Transit System for the excess of expenses incurred over revenues derived from operations of transit services in Bossier City. The City reimbursed the Transit System \$3,541,988. Bossier City reimbursed the Transit System \$720,889.

C. Contingencies

Litigation

The City is a defendant in various lawsuits in addition to those accrued in the Retained Risk Fund. These lawsuits have not been accrued because the amount of the loss cannot be reasonably estimated at this time. It is the City's opinion that resolution of these matters will not have a material adverse effect on the financial condition of the City.

Grant Disallowances

The City participates in a number of federally assisted grant programs, principal of which are the Workforce Investment Act, Community Development Block Grant, and various construction grants. These programs are subject to program compliance audits under the Single Audit Act. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under terms of the grants. City management believes that the amount of disallowances, if any, which may arise from future audits will not be material.

D. Risk Management

The City is exposed to various risks of loss related to crimes and torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters. All self-insurance programs are accounted for within internal service funds. The City has included incurred but not reported claims in determining its claims liability in both self-insurance programs.

The Retained Risk Fund is used to account for self-insurance activities involving property damage, workers' compensation, and general and auto liability. The City is afforded a \$1,000,000 self-insurance retention for general liability and law enforcement liability, a \$1,000,000 self-insurance retention for workers' compensation for police and fire, \$1,500,000 self-insurance retention for presumptive claims for workers' compensation for fire and police, \$750,000 for other employees and a \$500,000 self-insurance retention for auto liability, except for exposures related to Fire Department vehicles which have a \$1,000 deductible for collision and comprehensive, \$250,000 self-insurance retention auto liability for Sportran, General liability aviation is insured with limits of \$200,000,000. The City's property coverage has a limit of \$500,000,000 and a deductible of \$25,000. There are no coinsurance provisions in the property coverage provisions. Lexington Insurance, an AIG company, previously ceased to renew our property insurance limits of \$805,284,126 due to Hard Insurance Markets as it relates to Property Insurance Coverage. Large property insurers are reducing their exposure in property insurance coverage due to climate change all over the world. The City has felt the impact of these changes, yet we believe we are adequately covered with a Replacement Cost Policy of \$500 million and no coinsurance provisions.

There were no reductions in insurance coverage from coverage in the prior year. No property damage claim has exceeded the City's insurance coverage during the past three years.

NOTES TO THE FINANCIAL STATEMENTS

IV. Other Information (continued)

Payments to the Retained Risk Fund are accounted for as revenues by the receiving fund and expenditures/expenses by the paying funds. Payments into the fund are available to pay claims and administrative costs of the program. Payments in excess of actual expenses are recorded as transfers.

Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of pay-outs and other economic and social factors, including the effects of specific, incremental claim adjustment expenses, salvage and subrogation. No other allocated or unallocated claim adjustment expenses are included. The claims liability of \$46,879,000 reported in the fund at December 31, 2021, is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Actual results could vary materially in the future. Changes in the fund's claims liability amount in 2020 and 2021 were:

| Retained Risk Fund | | | | |
|---------------------------|------------------------------------|---|-----------------------|----------------------------|
| <u>Year</u> | <u>Beginning of Year Liability</u> | <u>Current Year Claims and Changes in Estimates</u> | <u>Claim Payments</u> | <u>Balance at Year End</u> |
| 2020 | \$ 35,371,000 | \$ 9,747,870 | \$ 4,268,870 | \$ 40,850,000 |
| 2021 | \$ 40,850,000 | \$ 9,250,975 | \$ 3,221,975 | \$ 46,879,000 |

The City also maintains a self-insurance program to cover medical and dental care claims of City employees, retirees, and dependents. This program is accounted for in the Employees' Health Care Fund, an Internal Service Fund. Changes in the fund's claims liability amount in fiscal years 2020 and 2021 were:

| Employees' HealthCare Fund | | | | |
|-----------------------------------|------------------------------------|---|-----------------------|----------------------------|
| <u>Year</u> | <u>Beginning of Year Liability</u> | <u>Current Year Claims and Changes in Estimates</u> | <u>Claim Payments</u> | <u>Balance at Year End</u> |
| 2020 | \$ 3,309,335 | \$ 37,105,404 | \$ 33,106,943 | \$ 7,307,796 |
| 2021 | \$ 7,307,796 | \$ 39,301,257 | \$ 39,794,606 | \$ 6,814,447 |

E. Compensation Paid to Council Members

| <u>Council Member</u> | <u>District</u> | <u>Compensation</u> |
|-----------------------|-----------------|---------------------|
| Tabatha Taylor | A | 15,225 |
| LeVette Fuller | B | 15,225 |
| John Nickleson | C | 15,225 |
| Grayson Boucher | D | 15,225 |
| *James Flurry | E | 16,156 |
| James Green | F | 15,225 |
| Jerry Bowman | G | 15,225 |
| Total | | <u>\$ 107,506</u> |

*Resigned November 11, 2021

F. Subsequent Events

Subsequent to year-end, the Louisiana Legislative Auditor began and is currently performing a limited review of the financial records for the City of Shreveport. The investigation or project is not completed as of the date of our audit report, and the effect of the investigation or project on the financial statements is not known.

NOTES TO THE FINANCIAL STATEMENTS

IV. Other Information (continued)

In December 2021, the voters approved Proposition NO. 1 (Public Safety), in the amount not to exceed \$70,650,000, not exceeding twenty (20) years from the date thereof, with an interest at rate or rates not exceeding seven per centum (7.00%) per annum, if taxable, and not exceeding five per centum (5.00%) per annum, if tax-exempt. The proceeds will be used for the purposes of constructing, acquiring, and improving public facilities and equipment for (i) police department, and (ii) fire department, along with acquiring the necessary buildings, land and/or rights therein.

In July 2022, the city issued the 1st tranche of 2021 General Obligation Bond in the amount of \$41,750,000. The net proceeds of \$42,875,058 (including a premium of \$1,125,058, issuance costs of \$675,058, underwriters' discount \$250,500). The millage rate to be levied in the first year is 2.5 mills.

Management evaluated all events or transactions that occurred after December 31, 2021 through August 2, 2022, the date the current year's financial statements were available to be issued. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.



**Required
Supplementary
Information**

**CITY OF SHREVEPORT, LOUISIANA
 GENERAL FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2021**

| | <u>Budgeted Amounts</u> | | | Variance With Final Budget Positive (Negative) |
|---------------------------------------|-------------------------|--------------------|-----------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual Amounts</u> | |
| REVENUES | | | | |
| Taxes | \$ 162,292,500 | \$ 182,492,500 | \$ 189,026,561 | \$ 6,534,061 |
| Licenses and Permits | 9,377,900 | 9,602,900 | 9,826,980 | 224,080 |
| Intergovernmental | 1,424,000 | 25,544,169 | 3,591,879 | (21,952,290) |
| Charges for services | 23,150,900 | 23,248,920 | 21,606,175 | (1,642,745) |
| Fines and forfeitures | 1,836,400 | 1,836,400 | 1,095,072 | (741,328) |
| Investment earnings | - | - | (9,407) | (9,407) |
| Miscellaneous | 312,600 | 662,600 | 2,533,190 | 1,870,590 |
| Total revenues | <u>198,394,300</u> | <u>243,387,489</u> | <u>227,670,451</u> | <u>(15,717,038)</u> |
| EXPENDITURES | | | | |
| General government: | | | | |
| Office of the Mayor: | | | | |
| Salaries, wages and employee benefits | 955,100 | 955,259 | 924,084 | 31,175 |
| Materials and supplies | 12,500 | 15,285 | 18,423 | (3,138) |
| Contractual services | 41,700 | 41,700 | 62,006 | (20,306) |
| Other charges | 600 | 600 | 5,400 | (4,800) |
| Improvements and equipment | 13,000 | 13,000 | 2,189 | 10,811 |
| Total Office of the Mayor | <u>1,022,900</u> | <u>1,026,384</u> | <u>1,012,102</u> | <u>13,742</u> |
| City Attorney: | | | | |
| Salaries, wages and employee benefits | 1,071,500 | 1,071,500 | 988,097 | 83,403 |
| Materials and supplies | 20,000 | 20,080 | 9,549 | 10,531 |
| Contractual services | 119,000 | 119,000 | 103,590 | 15,410 |
| Other charges | 1,000 | 1,000 | 105 | 895 |
| Improvements and equipment | 3,100 | 3,100 | 2,339 | 761 |
| Total City Attorney | <u>1,214,600</u> | <u>1,214,680</u> | <u>1,103,680</u> | <u>111,000</u> |
| Property Standards: | | | | |
| Salaries, wages and employee benefits | 2,092,200 | 2,276,834 | 2,013,051 | 263,783 |
| Materials and supplies | 143,700 | 165,834 | 173,427 | (7,593) |
| Contractual services | 670,200 | 833,507 | 703,406 | 130,101 |
| Other charges | 312,100 | 880,014 | 1,138,091 | (258,077) |
| Improvements and equipment | 343,200 | 344,064 | 139,310 | 204,754 |
| Total Property Standards | <u>3,561,400</u> | <u>4,500,253</u> | <u>4,167,285</u> | <u>332,968</u> |
| Personnel: | | | | |
| Salaries, wages and employee benefits | 841,700 | 867,618 | 640,046 | 227,572 |
| Materials and supplies | 7,300 | 18,785 | 11,684 | 7,101 |
| Contractual services | 59,200 | 99,750 | 61,286 | 38,464 |
| Other charges | 2,000 | 4,000 | 489 | 3,511 |
| Improvements and equipment | 2,000 | 2,000 | 1,580 | 420 |
| Total Personnel | <u>912,200</u> | <u>992,153</u> | <u>715,085</u> | <u>277,068</u> |
| Information Technology: | | | | |
| Salaries, wages and employee benefits | 2,580,700 | 2,667,309 | 2,522,034 | 145,275 |
| Materials and supplies | 79,500 | 108,277 | 58,998 | 49,279 |
| Contractual services | 1,051,400 | 1,231,197 | 1,190,759 | 40,438 |
| Improvements and equipment | 170,400 | 198,036 | 154,793 | 43,243 |
| Total Information technology | <u>3,882,000</u> | <u>4,204,819</u> | <u>3,926,584</u> | <u>278,235</u> |
| City Council: | | | | |
| Salaries, wages and employee benefits | 1,380,700 | 1,397,000 | 1,282,929 | 114,071 |
| Materials and supplies | 14,300 | 15,521 | 7,086 | 8,435 |
| Contractual services | 2,025,900 | 368,632 | 154,231 | 214,401 |
| Improvements and equipment | 42,000 | 45,878 | 26,487 | 19,391 |
| Total City Council | <u>3,462,900</u> | <u>1,827,031</u> | <u>1,470,733</u> | <u>356,298</u> |
| Finance: | | | | |
| Salaries, wages and employee benefits | 2,904,700 | 2,907,600 | 2,531,100 | 376,500 |
| Materials and supplies | 65,100 | 74,640 | 80,791 | (6,151) |
| Contractual services | 683,000 | 748,914 | 447,490 | 301,424 |
| Improvements and equipment | 7,200 | 37,160 | 21,925 | 15,235 |
| Total Finance | <u>3,660,000</u> | <u>3,768,314</u> | <u>3,081,306</u> | <u>687,008</u> |

(continued)

CITY OF SHREVEPORT, LOUISIANA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2021

| | Budgeted Amounts | | | Variance With Final Budget Positive (Negative) |
|---|------------------|---------------|----------------|---|
| | Original | Final | Actual Amounts | |
| Other - unclassified | | | | |
| Salaries, wages and employee benefits | \$ 8,065,000 | \$ 8,065,000 | \$ 8,272,129 | \$ (207,129) |
| Contractual services | 805,200 | 955,200 | 1,544,752 | (589,552) |
| Interest and civic appropriations | 3,152,500 | 4,358,525 | 2,476,040 | 1,882,485 |
| Payments to component units | 7,717,000 | 7,021,342 | 6,787,897 | 233,445 |
| Claims | 6,913,200 | 6,913,200 | 9,132,150 | (2,218,950) |
| Total other - unclassified | 26,652,900 | 27,313,267 | 28,212,968 | (899,701) |
| Total general government | 44,368,900 | 44,846,901 | 43,689,743 | 1,156,618 |
| Public Safety | | | | |
| Police: | | | | |
| Salaries, wages and employee benefits | 55,180,100 | 55,313,399 | 50,946,048 | 4,367,351 |
| Materials and supplies | 1,931,800 | 2,370,088 | 1,552,203 | 817,885 |
| Contractual services | 1,958,400 | 3,040,124 | 2,575,349 | 464,775 |
| Other charges | 211,100 | 268,921 | 231,260 | 37,661 |
| Improvements and equipment | 5,086,500 | 8,673,156 | 5,046,764 | 3,626,392 |
| Total Police | 64,367,900 | 69,665,688 | 60,351,624 | 9,314,064 |
| Fire: | | | | |
| Salaries, wages and employee benefits | 52,960,000 | 54,330,337 | 50,066,424 | 4,263,913 |
| Materials and supplies | 1,769,600 | 1,905,312 | 1,713,587 | 191,725 |
| Contractual services | 1,580,400 | 1,650,561 | 3,579,084 | (1,928,523) |
| Improvements and equipment | 3,512,100 | 6,083,314 | 2,704,819 | 3,378,495 |
| Total Fire | 59,822,100 | 63,969,524 | 58,063,914 | 5,905,610 |
| Total public safety | 124,190,000 | 133,635,212 | 118,415,538 | 15,219,674 |
| Engineering: | | | | |
| Salaries, wages and employee benefits | 3,802,300 | 3,476,220 | 3,247,836 | 228,384 |
| Materials and supplies | 91,700 | 101,767 | 57,414 | 44,353 |
| Contractual services | 421,600 | 534,015 | 282,411 | 251,604 |
| Improvements and equipment | 385,300 | 305,853 | 178,384 | 127,469 |
| Total engineering | 4,700,900 | 4,963,798 | 3,766,045 | 651,810 |
| Public Works: | | | | |
| Salaries, wages and employee benefits | 7,667,200 | 7,692,112 | 6,689,565 | 1,002,547 |
| Materials and supplies | 2,809,600 | 4,456,073 | 3,047,268 | 1,408,805 |
| Contractual services | 5,566,800 | 7,703,507 | 7,159,428 | 544,079 |
| Improvements and equipment | 2,912,200 | 3,840,025 | 1,960,918 | 1,879,107 |
| Total public works | 18,955,800 | 23,691,717 | 18,857,179 | 4,834,538 |
| Total public works | 23,656,700 | 28,655,515 | 22,623,224 | 5,486,348 |
| Culture and recreation: | | | | |
| Salaries, wages and employee benefits | 11,804,500 | 9,027,526 | 9,253,514 | (225,988) |
| Materials and supplies | 705,400 | 927,592 | 671,945 | 255,647 |
| Contractual services | 4,619,600 | 6,539,356 | 6,449,314 | 90,042 |
| Other charges | 256,200 | 256,200 | 263,113 | (6,913) |
| Improvements and equipment | 6,824,200 | 5,371,779 | 1,114,633 | 4,257,146 |
| Total culture and recreation | 24,209,900 | 22,122,453 | 17,752,519 | 4,369,934 |
| Total expenditures | 216,425,500 | 229,260,081 | 202,481,025 | 26,232,574 |
| Excess (deficiency) of revenues over (under) expenditures | (18,031,200) | 14,127,408 | 25,189,426 | 11,062,018 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Proceeds from bonds issued | - | - | 12,452,000 | 12,452,000 |
| Transfers in | 4,493,000 | 4,993,000 | 9,915,100 | (4,922,100) |
| Transfers out | (21,335,400) | (29,428,300) | (14,682,625) | 14,745,675 |
| Total other financing sources (uses) | (16,842,400) | (24,435,300) | 7,684,475 | 22,275,575 |
| Net change in fund balance | (34,873,600) | (10,307,892) | 32,873,901 | 43,181,793 |
| Fund balances -beginning | 42,745,624 | 42,745,624 | 42,745,624 | - |
| Fund balances -ending | \$ 7,872,024 | \$ 32,437,732 | \$ 75,619,525 | \$ 43,181,793 |
| | | | | (concluded) |

See notes to budgetary comparison schedules

CITY OF SHREVEPORT, LOUISIANA
COMMUNITY DEVELOPMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2021

| | Budgeted Amounts | | | Variance With Final Budget Positive (Negative) |
|---|-----------------------|------------------------|-----------------------|---|
| | Original | Final | Actual Amounts | |
| REVENUES | | | | |
| Intergovernmental | \$ 11,040,800 | \$ 3,862,100 | \$ 11,377,831 | \$ 7,515,731 |
| Investment earnings | - | - | 1,666 | 1,666 |
| Miscellaneous | 11,689,900 | 200,000 | 997,579 | 797,579 |
| Total revenues | <u>22,730,700</u> | <u>4,062,100</u> | <u>12,377,076</u> | <u>8,314,976</u> |
| EXPENDITURES | | | | |
| Administration: | | | | |
| Salaries, wages and employee benefits | 786,500 | 909,500 | 730,173 | 179,327 |
| Materials and supplies | 23,300 | 35,461 | 15,233 | 20,228 |
| Contractual services | 328,300 | 531,710 | 268,902 | 262,808 |
| Other charges | - | 39,791 | 552,164 | (512,373) |
| Improvements and equipment | 8,400 | 17,700 | 13,620 | 4,080 |
| Total administration | <u>1,146,500</u> | <u>1,534,162</u> | <u>1,580,092</u> | <u>(45,930)</u> |
| Community services: | | | | |
| Salaries, wages and employee benefits | 2,500 | 2,500 | 25,478 | (22,978) |
| Contractual services | 108,700 | 38,700 | 145,892 | (107,192) |
| Other charges | 2,932,800 | 664,800 | 1,056,687 | (391,887) |
| Total community development projects | <u>3,044,000</u> | <u>706,000</u> | <u>1,228,057</u> | <u>(522,057)</u> |
| Workforce development: | | | | |
| Salaries, wages and employee benefits | 1,431,500 | 1,026,700 | 1,206,226 | (179,526) |
| Materials and supplies | 46,700 | 46,995 | 17,207 | 29,788 |
| Contractual services | 1,597,600 | 1,860,431 | 1,288,933 | 571,498 |
| Improvements and equipment | 50,600 | 130,340 | 44,676 | 85,664 |
| Total workforce development | <u>3,126,400</u> | <u>3,064,466</u> | <u>2,557,042</u> | <u>507,424</u> |
| Housing and business development administration: | | | | |
| Salaries, wages and employee benefits | 556,100 | 356,100 | 481,290 | (125,190) |
| Materials and supplies | 21,700 | 11,834 | 10,115 | 1,719 |
| Contractual services | 677,400 | 672,766 | 205,579 | 467,187 |
| Other charges | 4,302,200 | 1,167,878 | 972,955 | 194,923 |
| Improvements and equipment | - | - | 8,678 | (8,678) |
| Total housing and business development administration | <u>5,557,400</u> | <u>2,208,578</u> | <u>1,678,617</u> | <u>529,961</u> |
| Special programs | | | | |
| Salaries, wages and employee benefits | 221,800 | 221,800 | 168,840 | 52,960 |
| Materials and supplies | 8,000 | 8,010 | 2,047 | 5,963 |
| Contractual services | 11,278,700 | 10,133,703 | 6,462,941 | 3,670,762 |
| Improvements and equipment | 1,500 | 1,500 | 2,123 | (623) |
| Total special programs | <u>11,510,000</u> | <u>10,365,013</u> | <u>6,635,951</u> | <u>3,729,062</u> |
| Total expenditures | <u>24,384,300</u> | <u>17,878,219</u> | <u>13,679,760</u> | <u>4,198,460</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(1,653,600)</u> | <u>(13,816,119)</u> | <u>(1,302,684)</u> | <u>12,513,435</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 1,046,800 | 373,800 | 373,800 | - |
| Total other financing sources | <u>1,046,800</u> | <u>373,800</u> | <u>373,800</u> | <u>-</u> |
| Net change in fund balances | (606,800) | (13,442,319) | (928,884) | 12,513,435 |
| Fund balances - beginning | (1,229,926) | (1,229,926) | (1,229,926) | - |
| Fund balances - ending | <u>\$ (1,836,726)</u> | <u>\$ (14,672,245)</u> | <u>\$ (2,158,810)</u> | <u>\$ 12,513,435</u> |

See notes to budgetary comparison schedules

CITY OF SHREVEPORT, LOUISIANA
REQUIRED SUPPLEMENTARY INFORMATION
NOTES TO BUDGETARY COMPARISON SCHEDULES

DECEMBER 31, 2021

- Prior to October 1, the Mayor files with the Clerk of Council a proposed operating budget for the fiscal year commencing the following January. The operating budget includes proposed expenditures and related financing sources. The City Council conducts public hearings and proposes adoption of the various budget ordinances. Prior to December 15, the City Council adopts the final budgets controlling the financial operations of the City for the ensuing fiscal year.
- Legal budgetary control for operating budgets is exercised at the department/object or division/object class. The ordinances provide lump sum appropriation at the object level. The City Charter allows the Mayor to authorize the transfer of budgeted amounts from one activity to another within the same lump sum appropriation, within the same department with the exception of the Community Development Department where funds must be spent within the same division. Budgetary transfers across department lines or between classes of lump sum appropriations must be approved by the City Council. During the year, the City Council approves several amendments to the budget. The City Charter provides that expenditures may not legally exceed appropriations. Formal budgetary integration and encumbrance accounting are employed as management control devices during the year for the General, Debt Service, Special Revenue Funds (except for the Enrichment Fund), Capital Projects and Proprietary Funds. The capital project funds adopt project length budgets. The budgets for governmental funds are adopted on a basis of accounting substantially consistent with generally accepted accounting principles except for state supplemental pay for fire and police, which is included but not budgeted in the General Fund.
- All appropriations which are not expended or encumbered lapse at year end. Encumbrances outstanding at year end will be re-appropriated and honored during the subsequent year.
- Budgetary comparisons presented in this report are on the budgetary basis.
- As discussed in the Notes to the Financial Statements (Note II A), certain adjustments are necessary to compare actual data on a GAAP versus budget basis. Adjustments reconciling the excess (deficit) of revenue over (under) expenditures at year end on the GAAP basis to the budgetary basis for the General Fund are as follows:

| | |
|-------------------------------|----------------------|
| ○ Revenue (budget basis) | \$ 227,670,452 |
| State supplemental pay | <u>5,574,127</u> |
| Revenue (actual basis) | <u>\$233,244,579</u> |
| | |
| ○ Expenditures (budget basis) | \$ 202,481,025 |
| State supplemental pay | <u>5,574,127</u> |
| Expenditures (actual basis) | <u>\$208,055,152</u> |

**CITY OF SHREVEPORT, LOUISIANA
SCHEDULE OF CHANGES IN
TOTAL OPEB LIABILITY AND RELATED RATIOS AND NOTES
LAST 10 FISCAL YEARS (1)
(UNAUDITED)**

| | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
| Total OPEB Liability | | | | |
| Service cost | \$ 24,546,482 | \$ 18,155,436 | \$ 17,335,967 | \$ 21,035,162 |
| Interest | 13,484,893 | 17,819,971 | 19,988,062 | 18,090,930 |
| Changes of benefit terms | - | - | - | - |
| Changes in assumptions and other inputs | (40,227,280) | 124,509,417 | 36,476,078 | (45,209,445) |
| Differences between expected and actual experience | (849,333) | (27,938,232) | (43,845,845) | - |
| Estimated Benefit payments | <u>(14,625,925)</u> | <u>(8,850,679)</u> | <u>(11,075,131)</u> | <u>(12,954,964)</u> |
| Net change in total OPEB Liability | <u>(17,671,163)</u> | <u>123,695,913</u> | <u>18,879,131</u> | <u>(19,038,317)</u> |
| Total OPEB liability - beginning | <u>682,016,634</u> | <u>539,441,590</u> | <u>539,441,590</u> | <u>558,479,907</u> |
| Total OPEB liability - ending | <u>\$ 664,345,471</u> | <u>\$ 663,137,503</u> | <u>\$ 558,320,721</u> | <u>\$ 539,441,590</u> |
| | | | | |
| Covered-employee payroll | \$ 97,439,003 | \$ 119,587,134 | \$ 113,748,577 | \$ 103,002,778 |
| | | | | |
| Total OPEB liability as a percentage of covered-employee payroll | 681.81% | 554.52% | 490.84% | 523.72% |

Notes to Schedule:

⁽¹⁾ This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

⁽²⁾ Benefit changes: There were no changes in benefit terms for the year ended 12/31/2021.

⁽³⁾ Changes of Assumptions. No changes.

⁽⁴⁾ For financial statement presentation, OPEB amounts are allocated between the general fund, enterprise funds, component units, and a jointly governed entity. The amounts above are presented for the entire plan.

CITY OF SHREVEPORT, LOUISIANA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY
LAST 10 FISCAL YEARS (1)
(UNAUDITED)

| | 2014 | | | 2015 | | |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | FPRF | PPRF | ERS ⁽²⁾ | FPRF | PPRF | ERS ⁽²⁾ |
| Total pension liability | | | | | | |
| Service cost | \$ 4,653 | \$ - | \$ 5,494,260 | \$ 4,979 | \$ - | \$ 6,264,500 |
| Interest | 1,602,967 | 1,426,956 | 26,529,382 | 1,859,480 | 1,398,072 | 27,067,858 |
| Effect of economic/demographic gains or losses | - | - | (8,183,785) | - | - | - |
| Changes of benefit terms | - | - | - | - | - | - |
| Differences between expected and actual experience | (3,791,005) | (1,271,703) | (1,782,300) | 3,213,720 | (648,505) | (3,180,367) |
| Changes of assumptions | - | - | 28,311,060 | - | - | 3,439,187 |
| Benefit payments, including refunds of member contributions | (1,366,507) | (1,172,492) | (24,723,019) | (1,354,158) | (1,210,296) | (26,288,175) |
| Net change in total pension liability | (3,549,892) | (1,017,239) | 25,645,598 | 3,724,021 | (460,729) | 7,303,003 |
| Total pension liability - beginning | <u>27,558,272</u> | <u>22,233,117</u> | <u>367,440,360</u> | <u>24,008,380</u> | <u>21,215,878</u> | <u>393,085,958</u> |
| Total pension liability - ending (a) | <u>\$ 24,008,380</u> | <u>\$ 21,215,878</u> | <u>\$393,085,958</u> | <u>\$ 27,732,401</u> | <u>\$ 20,755,149</u> | <u>\$400,388,961</u> |
| Plan fiduciary net position | | | | | | |
| Contributions - employer | \$ 1,048,879 | \$ 1,036,775 | \$ 5,944,981 | \$ 971,454 | \$ 959,232 | \$ 7,364,386 |
| Contributions - member | - | - | 5,156,403 | - | - | 5,305,200 |
| Net investment income | 631,130 | 759,582 | 11,665,092 | (425,457) | 129,297 | 372,079 |
| Benefit payments, including refunds of member contributions | (1,366,507) | (1,172,492) | (24,723,019) | (1,354,158) | (1,210,296) | (26,288,175) |
| Administrative expense | (25,160) | (25,158) | (80,944) | (20,509) | (20,551) | (74,238) |
| Other | (18,006) | - | - | - | - | - |
| Net change in plan fiduciary net position | 270,336 | 598,707 | (2,037,487) | (828,670) | (142,318) | (13,320,748) |
| Plan fiduciary net position - beginning | <u>16,676,219</u> | <u>16,974,531</u> | <u>198,891,210</u> | <u>16,946,555</u> | <u>17,573,238</u> | <u>196,853,723</u> |
| Plan fiduciary net position - ending (b) | <u>16,946,555</u> | <u>17,573,238</u> | <u>196,853,723</u> | <u>16,117,885</u> | <u>17,430,920</u> | <u>183,532,975</u> |
| Net pension liability - ending (a) - (b) | <u>\$ 7,061,825</u> | <u>\$ 3,642,640</u> | <u>\$196,232,235</u> | <u>\$ 11,614,516</u> | <u>\$ 3,324,229</u> | <u>\$216,855,986</u> |
| Plan fiduciary net position as a percentage of the total pension liability | 70.59% | 82.83% | 50.08% | 58.12% | 83.98% | 45.84% |
| Covered payroll | \$ 1,016,908 | N/A | \$ 49,120,412 | \$ 955,637 | N/A | \$ 43,859,241 |
| Net pension liability as a percentage of covered payroll | 694.44% | N/A | 399.49% | 1215.37% | N/A | 494.44% |

⁽¹⁾ This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

⁽²⁾ For financial statement presentation, Employee Retirement System amounts are allocated between the general fund, enterprise funds, component units, and a jointly governed entity. The amounts above are presented for the entire plan.

(continued)

CITY OF SHREVEPORT, LOUISIANA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY (CONTINUED)
LAST 10 FISCAL YEARS (1)
(UNAUDITED)

| | 2016 | | | 2017 | | |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | FPRF | PPRF | ERS ⁽²⁾ | FPRF | PPRF | ERS ⁽²⁾ |
| Total pension liability | | | | | | |
| Service cost | \$ 2,788 | \$ - | \$ 6,706,830 | \$ 2,466 | \$ - | \$ 6,388,377 |
| Interest | 1,849,607 | 1,366,827 | 27,394,227 | 1,818,972 | 1,351,708 | 27,864,078 |
| Effect of economic/demographic gains or losses | - | - | - | - | - | - |
| Changes of benefit terms | - | - | - | - | - | - |
| Differences between expected and actual experience | (628,336) | (630,522) | (1,597,021) | (870,520) | (251,420) | 1,888,718 |
| Changes of assumptions | - | - | - | - | - | - |
| Benefit payments, including refunds of member contributions | (1,392,339) | (1,217,638) | (27,332,589) | (1,446,353) | (1,449,066) | (28,176,388) |
| Net change in total pension liability | (168,280) | (481,333) | 5,171,447 | (495,435) | (348,778) | 7,964,785 |
| Total pension liability - beginning | 27,732,401 | 20,755,149 | 400,388,961 | 27,564,121 | 20,273,816 | 405,560,408 |
| Total pension liability - ending (a) | \$ 27,564,121 | \$ 20,273,816 | \$405,560,408 | \$ 27,068,686 | \$ 19,925,038 | \$413,525,193 |
| Plan fiduciary net position | | | | | | |
| Contributions - employer | \$ 1,045,758 | \$ 1,034,990 | \$ 9,006,403 | \$ - | \$ - | \$ 9,449,966 |
| Contributions - member | - | - | 4,951,230 | - | - | 4,987,403 |
| Net investment income | 808,462 | 995,992 | 16,413,839 | 1,548,013 | 1,851,689 | 24,769,925 |
| Benefit payments, including refunds of member contributions | (1,392,339) | (1,217,638) | (27,332,589) | (1,446,353) | (1,449,066) | (28,176,388) |
| Administrative expense | (19,846) | (19,847) | (61,796) | (26,385) | (26,417) | (1,154,171) |
| Other | - | - | - | - | - | - |
| Net change in plan fiduciary net position | 442,035 | 793,497 | 2,977,087 | 75,275 | 376,206 | 9,876,735 |
| Plan fiduciary net position - beginning | 16,117,885 | 17,430,920 | 183,532,975 | 16,559,920 | 18,224,417 | 186,510,062 |
| Plan fiduciary net position - ending (b) | 16,559,920 | 18,224,417 | 186,510,062 | 16,635,195 | 18,600,623 | 196,386,797 |
| Net pension liability - ending (a) - (b) | \$ 11,004,201 | \$ 2,049,399 | \$219,050,346 | \$ 10,433,491 | \$ 1,324,415 | \$217,138,396 |
| Plan fiduciary net position as a percentage of the total pension liability | 60.08% | 89.89% | 45.99% | 61.46% | 93.35% | 47.49% |
| Covered payroll | \$ 862,288 | N/A | \$ 43,752,144 | \$ 905,402 | N/A | \$ 45,107,805 |
| Net pension liability as a percentage of covered payroll | 1276.16% | N/A | 500.66% | 1152.36% | N/A | 481.38% |

⁽¹⁾ This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

⁽²⁾ For financial statement presentation, Employee Retirement System amounts are allocated between the general fund, enterprise funds, component units, and a jointly governed entity. The amounts above are presented for the entire plan.

(continued)

CITY OF SHREVEPORT, LOUISIANA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY (CONTINUED)
LAST 10 FISCAL YEARS (1)
(UNAUDITED)

| | 2018 | | | 2019 | | |
|--|----------------------|----------------------|-----------------------|----------------------|----------------------|-----------------------|
| | FPRF | PPRF | ERS ⁽²⁾ | FPRF | PPRF | ERS ⁽²⁾ |
| Total pension liability | | | | | | |
| Service cost | \$ 1,724 | \$ - | \$ 7,301,607 | \$ 1,721 | \$ - | \$ 4,427,614 |
| Interest | 1,826,801 | 1,337,021 | 28,333,337 | 1,850,228 | 1,340,525 | 28,354,280 |
| Effect of economic/demographic gains or losses | (239,007) | (186,984) | (2,693,219) | (714,993) | 257,427 | 3,437,847 |
| Changes of benefit terms | - | - | - | - | - | - |
| Differences between expected and actual experience | - | - | - | - | - | - |
| Changes of assumptions | - | - | - | 1,130,392 | 844,759 | 11,409,337 |
| Benefit payments, including refunds of member contributions | (1,494,050) | (1,297,462) | (30,199,330) | (1,493,362) | (1,276,105) | (31,806,050) |
| Net change in total pension liability | 95,468 | (147,425) | 2,742,395 | 773,986 | 1,166,606 | 15,823,028 |
| Total pension liability - beginning | 27,068,699 | 19,925,038 | 413,525,193 | 27,164,167 | 19,777,613 | 416,267,588 |
| Total pension liability - ending (a) | \$ 27,164,167 | \$ 19,777,613 | \$ 416,267,588 | \$ 27,938,153 | \$ 20,944,219 | \$ 432,090,616 |
| Plan fiduciary net position | | | | | | |
| Contributions - employer | \$ - | \$ - | \$ 10,510,340 | \$ - | \$ - | \$ 11,604,690 |
| Contributions - member | - | - | 6,027,012 | - | - | 5,580,652 |
| Net investment income | (860,679) | (944,273) | (7,080,949) | 2,048,648 | 2,932,865 | 30,029,436 |
| Benefit payments, including refunds of member contributions | (1,494,050) | (1,297,462) | (30,199,330) | (1,493,362) | (1,276,105) | (31,806,050) |
| Administrative expense | (22,576) | (22,554) | (1,568,752) | (24,080) | (24,281) | (74,315) |
| Other | - | - | - | - | - | - |
| Net change in plan fiduciary net position | (2,377,305) | (2,264,289) | (22,311,679) | 531,206 | 1,632,479 | 15,334,413 |
| Plan fiduciary net position - beginning | 16,635,195 | 18,600,623 | 196,386,797 | 14,257,890 | 16,336,334 | 174,075,118 |
| Plan fiduciary net position - ending (b) | 14,257,890 | 16,336,334 | 174,075,118 | 14,789,096 | 17,968,813 | 189,409,531 |
| Net pension liability - ending (a) - (b) | \$ 12,906,277 | \$ 3,441,279 | \$ 242,192,470 | \$ 13,149,057 | \$ 2,975,406 | \$ 242,681,085 |
| Plan fiduciary net position as a percentage of the total pension liability | 52.49% | 82.60% | 41.82% | 52.94% | 85.79% | 43.84% |
| Covered payroll | \$ 950,673 | N/A | \$ 43,829,652 | \$ 998,206 | N/A | \$ 42,569,567 |
| Net pension liability as a percentage of covered payroll | 1357.59% | N/A | 552.58% | 1317.27% | N/A | 570.08% |

⁽¹⁾ This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

⁽²⁾ For financial statement presentation, Employee Retirement System amounts are allocated between the general fund, enterprise funds, component units, and a jointly governed entity. The amounts above are presented for the entire plan.

(concluded)

CITY OF SHREVEPORT, LOUISIANA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY (CONTINUED)
LAST 10 FISCAL YEARS (1)
(UNAUDITED)

| | 2020 | | | 2021 | | |
|--|----------------------|----------------------|-----------------------|----------------------|-----------------------|-----------------------|
| | FPRF | PPRF | ERS ⁽²⁾ | FPRF | PPRF | ERS ⁽²⁾ |
| Total pension liability | | | | | | |
| Service cost | \$ 243 | \$ - | \$ 4,228,273 | \$ 238 | \$ - | \$ 3,895,144 |
| Interest | 1,903,897 | 1,419,081 | 29,459,137 | 1,724,239 | 1,312,200 | 29,249,833 |
| Effect of economic/demographic gains or losses | (2,908,774) | (1,536,099) | (3,527,349) | (253,026) | (893,744) | 3,463,671 |
| Changes of benefit terms | - | - | - | - | - | - |
| Differences between expected and actual experience | - | - | - | - | - | - |
| Changes of assumptions | (56,523) | (34,794) | (444,368) | 108,290 | 72,412 | 402,665 |
| Benefit payments, including refunds of member contributions | (1,505,202) | (1,366,361) | (31,480,587) | (1,505,591) | (1,384,077) | (33,295,366) |
| Net change in total pension liability | (2,566,359) | (1,518,173) | (1,764,894) | 74,150 | (893,209) | 3,715,947 |
| Total pension liability - beginning | 27,938,153 | 20,944,219 | 432,090,616 | 25,371,794 | 19,426,046 | 430,325,722 |
| Total pension liability - ending (a) | \$ 25,371,794 | \$ 19,426,046 | \$ 430,325,722 | \$ 25,445,944 | \$ 18,532,837 | \$ 434,041,669 |
| Plan fiduciary net position | | | | | | |
| Contributions - employer | \$ - | \$ - | \$ 12,684,489 | \$ - | \$ - | \$ 12,919,339 |
| Contributions - member | - | - | 5,639,116 | - | - | 5,298,931 |
| Net investment income | 1,090,347 | 2,345,877 | 15,232,386 | 1,429,688 | 2,208,145 | 23,302,591 |
| Benefit payments, including refunds of member contributions | (1,505,202) | (1,366,361) | (31,480,587) | (1,505,591) | (1,384,077) | (33,295,366) |
| Administrative expense | (18,158) | (19,782) | (66,775) | (25,978) | (25,979) | (83,622) |
| Other | - | - | - | - | - | - |
| Net change in plan fiduciary net position | (433,013) | 959,734 | 2,008,629 | (101,881) | 798,089 | 8,141,873 |
| Plan fiduciary net position - beginning | 14,789,096 | 17,968,813 | 189,409,531 | 14,356,083 | 18,928,547 | 191,418,160 |
| Plan fiduciary net position - ending (b) | 14,356,083 | 18,928,547 | 191,418,160 | 14,254,202 | 19,726,636 | 199,560,033 |
| Net pension liability - ending (a) - (b) | \$ 11,015,711 | \$ 497,499 | \$ 238,907,562 | \$ 11,191,742 | \$ (1,193,799) | \$ 234,481,636 |
| Plan fiduciary net position as a percentage of the total pension liability | 56.58% | 97.44% | 44.48% | 56.02% | 106.44% | 45.98% |
| Covered payroll | N/A | N/A | \$ 41,078,229 | N/A | N/A | \$ 41,763,577 |
| Net pension liability as a percentage of covered payroll | N/A | N/A | 581.59% | N/A | N/A | 561.45% |

⁽¹⁾ This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

⁽²⁾ For financial statement presentation, Employee Retirement System amounts are allocated between the general fund, enterprise funds, component units, and a jointly governed entity. The amounts above are presented for the entire plan.

(concluded)

CITY OF SHREVEPORT, LOUISIANA
SCHEDULE OF PENSION CONTRIBUTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)

| Fireman Pension and Relief Fund | | | | | | | | | | |
|--|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
| Actuarially determined contribution | \$ 3,726,529 | \$ 4,477,402 | \$ 4,171,194 | \$ 2,696,250 | \$ 1,255,047 | \$ 1,232,690 | \$ 1,224,761 | \$ 1,571,022 | \$ 1,683,870 | \$ 1,489,290 |
| Contributions in relation to the actuarially determined contribution | 1,465,203 | 964,526 | 1,048,879 | 971,454 | 1,045,758 | - | - | - | - | - |
| Contribution deficiency (excess) | 2,261,326 | 3,512,876 | 3,122,315 | 1,724,796 | 209,289 | 1,232,690 | 1,224,761 | 1,571,022 | 1,683,870 | 1,489,290 |
| Covered payroll | 1,140,314 | 858,951 | 1,016,908 | 955,637 | 862,288 | 905,402 | 950,673 | 998,206 | n/a | n/a |
| Contributions as a percentage of covered payroll | 128.49% | 112.29% | 103.14% | 101.66% | 121.28% | n/a | n/a | n/a | n/a | n/a |
| Policeman Pension and Relief Fund | | | | | | | | | | |
| | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
| Actuarially determined contribution | \$ 2,215,304 | \$ 2,437,506 | \$ 1,371,743 | \$ 1,854,426 | \$ 1,861,297 | \$ 2,214,685 | \$ 1,446,228 | \$ 3,706,993 | \$ 3,210,434 | \$ 554,152 |
| Contributions in relation to the actuarially determined contribution | 1,445,914 | 954,585 | 1,036,775 | 959,232 | 1,034,990 | - | - | - | - | - |
| Contribution deficiency (excess) | 769,390 | 1,482,921 | 334,968 | 895,194 | 826,307 | 2,214,685 | 1,446,228 | 3,706,993 | 3,210,434 | 554,152 |
| Covered payroll | n/a |
| Contributions as a percentage of covered payroll | n/a |
| Employee Retirement System | | | | | | | | | | |
| | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
| Actuarially determined contribution | \$ 16,380,807 | \$ 16,764,758 | \$ 16,351,357 | \$ 18,083,506 | \$ 19,842,219 | \$ 19,267,744 | \$ 20,537,815 | \$ 20,085,651 | \$ 20,379,656 | \$ 20,495,053 |
| Contributions in relation to the actuarially determined contribution | 5,970,988 | 5,951,946 | 5,944,981 | 7,364,386 | 9,006,403 | 9,449,966 | 10,510,340 | 11,604,690 | 12,684,489 | 12,919,339 |
| Contribution deficiency (excess) | 10,409,819 | 10,812,812 | 10,406,376 | 10,719,120 | 10,835,816 | 9,817,778 | 10,027,475 | 8,480,961 | 7,695,167 | 7,575,714 |
| Covered payroll | 45,247,171 | 44,749,039 | 49,120,412 | 43,859,241 | 43,752,144 | 45,107,805 | 43,829,652 | 42,569,567 | 41,078,229 | 41,763,577 |
| Contributions as a percentage of covered payroll | 13.20% | 13.30% | 12.10% | 16.79% | 20.59% | 20.95% | 23.98% | 27.26% | 30.88% | 30.93% |

⁽¹⁾ For financial statement presentation, Employee Retirement System amounts are allocated between the general fund, enterprise funds, component units, and a jointly governed entity. The amounts above are presented for the entire plan.

CITY OF SHREVEPORT, LOUISIANA
NOTES TO REQUIRED SUPPLEMENTARY PENSION INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2021

Methods and assumptions used in calculations of actuarially determined contributions. The actuarially determined contribution rates in the schedule of pension contributions were calculated as of December 31, 2020. The following actuarial methods and assumptions were used to determine contribution rates reported in that schedule:

| | <u>FPRF</u> | <u>PPRF</u> | <u>ERS</u> |
|-------------------------------|---|---|--|
| Actuarial cost method | Entry age normal | Entry age normal | Entry age normal |
| Amortization Method | Level dollar, closed | Level dollar, closed | Level dollar, closed |
| Remaining amortization period | 10 years | 1 year | 30 years |
| Asset valuation period | N/A | N/A | N/A |
| Inflation | 2.50% | 2.50% | 2.50% |
| Salary increases | 5.00% | N/A | Based on classification |
| Investment rate of return | 7.00% | 7.00% | 7.00% |
| Cost of Living Adjustment | 3.00% | 3.00% | None |
| Retirement Age | Plan specific | N/A | Plan specific |
| Turnover | Plan specific | N/A | Plan specific |
| Mortality | Pri-2010 Public Safety and MP-2021 Improvement converging to long-term rate of 0.5% in 2037 | Pri-2010 Public Safety and MP-2021 Improvement converging to long-term rate of 0.5% in 2037 | Pub-2010 (Public Retirement Plans Mortality Tables) General with MP-2021 Improvement converging to a long-term improvement rate of 0.5% in 2037. |
| Disability | Plan specific | Plan specific | Plan specific |

CITY OF SHREVEPORT, LOUISIANA
SCHEDULE OF EMPLOYER'S PROPORTIONATE SHARE OF NET PENSION LIABILITY - STATE
LAST TEN FISCAL YEARS (1)
(UNAUDITED)

| <u>Plan</u> | <u>Year</u> | <u>Employer Proportion of the Net Pension Liability (Asset)</u> | <u>Employer Proportionate Share of the Net Pension Liability (Asset)</u> | <u>Employer's Covered Payroll</u> | <u>Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll</u> | <u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u> |
|-------------|-------------|---|--|---|---|---|
| MPERS | 2015 | 10.907553% | \$ 85,449,276 | \$ 18,767,394 | 455.31% | 66.04% |
| FRS | 2015 | 14.253575% | \$ 76,929,090 | \$ 14,519,924 | 529.82% | 68.16% |
| MPERS | 2016 | 10.462889% | \$ 98,066,748 | \$ 27,476,089 | 356.92% | 66.04% |
| FRS | 2016 | 13.660802% | \$ 89,353,995 | \$ 30,849,574 | 289.64% | 68.16% |
| MPERS | 2017 | 10.029179% | \$ 87,558,975 | \$ 30,198,041 | 289.95% | 70.08% |
| FRS | 2017 | 13.298266% | \$ 76,223,654 | \$ 28,837,229 | 264.32% | 73.55% |
| MPERS | 2018 | 10.298837% | \$ 87,066,997 | \$ 30,061,456 | 289.63% | 71.89% |
| FRS | 2018 | 13.597316% | \$ 78,212,822 | \$ 31,850,262 | 245.56% | 74.76% |
| MPERS | 2019 | 9.967413% | \$ 90,520,803 | \$ 30,817,747 | 293.73% | 71.01% |
| FRS | 2019 | 13.395986% | \$ 83,884,460 | \$ 32,274,473 | 259.91% | 73.96% |
| MPERS | 2020 | 9.968093% | \$ 92,128,410 | \$ 30,466,793 | 302.39% | 70.95% |
| FRS | 2020 | 13.040075% | \$ 90,387,925 | \$ 32,392,685 | 279.04% | 72.60% |
| MPERS | 2021 | 9.611085% | \$ 51,232,337 | \$ 28,694,857 | 178.54% | 84.09% |
| FRS | 2021 | 12.110822% | \$ 42,918,961 | \$ 30,352,828 | 141.40% | 86.78% |

⁽¹⁾ This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

The amounts presented have a measurement date of June 30.

CITY OF SHREVEPORT, LOUISIANA
SCHEDULE OF EMPLOYER CONTRIBUTIONS TO THE PLANS - STATE
LAST TEN FISCAL YEARS (1)
(UNAUDITED)

| Plan | Year | Contractually Required Contribution | Contributions in Relation to Contractual Required Contribution | Contribution Deficiency (Excess) | Employer's Covered Payroll | Contributions as a % of Covered Payroll |
|-------|------|---|--|--|----------------------------------|--|
| MPERS | 2015 | \$ 9,190,723 | \$ 9,190,723 | \$ - | \$ 18,469,499 | 49.76% |
| FRS | 2015 | \$ 8,860,375 | \$ 8,860,375 | \$ - | \$ 14,132,726 | 62.69% |
| MPERS | 2016 | \$ 8,646,089 | \$ 9,102,573 | \$ (456,484) | \$ 28,897,057 | 31.50% |
| FRS | 2016 | \$ 8,393,570 | \$ 8,137,384 | \$ 256,186 | \$ 29,861,960 | 27.25% |
| MPERS | 2017 | \$ 9,506,039 | \$ 9,299,213 | \$ 206,826 | \$ 29,521,311 | 31.50% |
| FRS | 2017 | \$ 7,843,256 | \$ 7,879,819 | \$ (36,563) | \$ 28,916,765 | 27.25% |
| MPERS | 2018 | \$ 9,355,010 | \$ 9,345,919 | \$ 9,091 | \$ 30,806,395 | 30.34% |
| FRS | 2018 | \$ 8,578,848 | \$ 8,599,469 | \$ (20,621) | \$ 30,804,077 | 27.92% |
| MPERS | 2019 | \$ 10,038,516 | \$ 9,975,266 | \$ 63,250 | \$ 30,819,929 | 32.37% |
| FRS | 2019 | \$ 8,579,743 | \$ 8,568,720 | \$ 11,023 | \$ 32,492,232 | 26.37% |
| MPERS | 2020 | \$ 10,006,324 | \$ 10,009,244 | \$ (2,920) | \$ 29,116,994 | 34.38% |
| FRS | 2020 | \$ 9,008,950 | \$ 9,005,622 | \$ 3,328 | \$ 31,435,989 | 28.65% |
| MPERS | 2021 | \$ 9,897,191 | \$ 9,841,336 | \$ 55,855 | \$ 28,929,861 | 34.02% |
| FRS | 2021 | \$ 9,819,862 | \$ 9,953,137 | \$ (133,275) | \$ 30,168,046 | 32.99% |

⁽¹⁾ This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

The amounts presented have a measurement date of June 30.



**Other
Supplementary
Information**

CITY OF SHREVEPORT, LOUISIANA
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2021

| | Budgeted Amounts | | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|------------------|---------------|----------------|---|
| | Original | Final | | |
| REVENUES | | | | |
| Property taxes | \$ 15,467,600 | \$ 15,467,600 | \$ 13,981,533 | \$ (1,486,067) |
| Investment earnings | 32,000 | 32,000 | (16,006) | (48,006) |
| Intergovernmental | 1,700,000 | 1,700,000 | 1,388,238 | (311,762) |
| Miscellaneous revenue | - | - | 27,188 | 27,188 |
| Total revenues | 17,199,600 | 17,199,600 | 15,380,953 | (1,818,647) |
| EXPENDITURES | | | | |
| Principal | 10,651,900 | 10,651,900 | 10,336,571 | 315,329 |
| Interest and other charges | 6,963,500 | 6,963,500 | 6,990,294 | (26,794) |
| Bond issue costs | 16,500 | 16,500 | 167,840 | (151,340) |
| Total expenditures | 17,631,900 | 17,631,900 | 17,494,705 | 137,195 |
| Excess (deficiency) of revenues over (under) expenditures | (432,300) | (432,300) | (2,113,752) | (1,681,452) |
| OTHER FINANCING SOURCES | | | | |
| Transfers in | 1,426,900 | 1,426,900 | 704,284 | (722,616) |
| Discount on bonds issues | - | - | (95,737) | (95,737) |
| Total other financing sources | 1,426,900 | 1,426,900 | 608,547 | (818,353) |
| Net change in fund balances | 994,600 | 994,600 | (1,505,205) | (2,499,805) |
| Fund balances - beginning | 49,530,761 | 49,530,761 | 49,530,761 | (1,661,105) |
| Fund balances - ending | \$ 50,525,361 | \$ 50,525,361 | \$ 48,025,556 | \$ (4,160,910) |

See notes to budgetary comparison schedules

CITY OF SHREVEPORT, LOUISIANA
STREETS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2021

| | Budgeted Amounts | | | Variance With Final Budget Positive (Negative) |
|---------------------------------------|---------------------|---------------------|---------------------|---|
| | Original | Final | Actual Amounts | |
| REVENUES | | | | |
| Investment earnings | \$ - | \$ - | \$ (1,191) | \$ (1,191) |
| Franchise Fees | 6,800,000 | 6,800,000 | 8,109,060 | 1,309,060 |
| Total revenues | <u>6,800,000</u> | <u>6,800,000</u> | <u>8,107,869</u> | <u>1,307,869</u> |
| EXPENDITURES | | | | |
| Improvements and equipment | - | - | - | - |
| Total expenditures | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Excess of revenue over expenditures | 6,800,000 | 6,800,000 | 8,107,869 | 1,307,869 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers out | (3,250,000) | (9,902,575) | (9,902,575) | - |
| Total other financing sources (uses) | <u>(3,250,000)</u> | <u>(9,902,575)</u> | <u>(9,902,575)</u> | <u>-</u> |
| Net change in fund balances | <u>3,550,000</u> | <u>(3,102,575)</u> | <u>(1,794,706)</u> | <u>1,307,869</u> |
| Fund balance -beginning | <u>4,611,987</u> | <u>4,611,987</u> | <u>4,611,987</u> | <u>150,091</u> |
| Fund balances - ending | <u>\$ 8,161,987</u> | <u>\$ 1,509,412</u> | <u>\$ 2,817,281</u> | <u>\$ 1,457,960</u> |

See notes to budgetary comparison schedules

CITY OF SHREVEPORT, LOUISIANA
RIVERFRONT DEVELOPMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2021

| | <u>Budgeted Amounts</u> | | | Variance With Final Budget Positive (Negative) |
|---|-------------------------|--------------------|-----------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual Amounts</u> | |
| REVENUES | | | | |
| Gaming | \$ 6,005,300 | \$ 6,580,300 | \$ 7,780,770 | \$ 1,200,470 |
| Investment Earnings | - | - | 250 | 250 |
| Miscellaneous | 1,062,200 | 1,142,000 | 1,153,980 | 11,980 |
| Total revenues | <u>7,067,500</u> | <u>7,722,300</u> | <u>8,935,000</u> | <u>1,212,700</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Economic development: | | | | |
| Salaries, wages and employee benefits | 313,300 | 513,300 | 330,095 | 183,205 |
| Materials and supplies | 10,000 | 10,000 | 6,406 | 3,594 |
| Contractual services | 129,500 | 179,500 | 77,326 | 102,174 |
| Improvements and equipment | 5,000 | 5,000 | 1,970 | 3,030 |
| Other charges | 840,000 | 765,000 | 708,491 | 56,509 |
| Total expenditures | <u>1,297,800</u> | <u>1,472,800</u> | <u>1,124,288</u> | <u>348,512</u> |
| Excess (deficiency) of revenues over under expenditures | <u>5,769,700</u> | <u>6,249,500</u> | <u>7,810,712</u> | <u>1,561,212</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | - | 75,000 | 75,000 |
| Transfers out | (6,553,600) | (6,756,400) | (6,630,100) | 126,300 |
| Total other financing uses | <u>(6,553,600)</u> | <u>(6,756,400)</u> | <u>(6,555,100)</u> | <u>201,300</u> |
| Net change in fund balance | (783,900) | (506,900) | 1,255,612 | 1,762,512 |
| Fund balance -beginning | <u>750,029</u> | <u>750,029</u> | <u>750,029</u> | <u>298,100</u> |
| Fund balance-ending | <u>\$ (33,871)</u> | <u>\$ 243,129</u> | <u>\$ 2,005,641</u> | <u>\$ 2,060,612</u> |

See notes to budgetary comparison schedules

CITY OF SHREVEPORT, LOUISIANA
POLICE GRANTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2021

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | <u>Variance With Final Budget Positive (Negative)</u> |
|---|-------------------------|-------------------|-----------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| External Service Charges | \$ 14,700 | \$ 14,700 | \$ - | \$ (14,700) |
| Intergovernmental | 5,772,625 | 4,309,125 | 1,041,142 | (3,267,983) |
| Investment earnings | 1,800 | 1,800 | - | (1,800) |
| Miscellaneous | 339,900 | 339,900 | 1,014,567 | 674,667 |
| Total revenues | <u>6,129,025</u> | <u>4,665,525</u> | <u>2,055,709</u> | <u>(2,595,116)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Salaries, wages and employee benefits | 4,558,025 | 3,664,025 | 1,479,943 | 2,184,082 |
| Materials and supplies | 298,400 | 293,900 | 87,875 | 206,025 |
| Contractual services | 740,450 | 200,200 | 186,671 | 13,529 |
| Other charges | 185,000 | 185,000 | 114,365 | 70,635 |
| Improvements and equipment | 347,150 | 302,400 | 188,078 | 114,322 |
| Total expenditures | <u>6,129,025</u> | <u>4,645,525</u> | <u>2,056,932</u> | <u>2,588,593</u> |
| Excess (deficiency) of revenues over under expenditures | <u>-</u> | <u>20,000</u> | <u>(1,223)</u> | <u>(21,223)</u> |
| OTHER FINANCING SOURCES | | | | |
| Transfers in | 5,200 | 5,200 | - | 5,200 |
| Total other financing sources | <u>5,200</u> | <u>5,200</u> | <u>-</u> | <u>5,200</u> |
| Net change in fund balance | 5,200 | 25,200 | (1,223) | (26,423) |
| Fund balance -beginning | <u>624,712</u> | <u>624,712</u> | <u>624,712</u> | <u>127,349</u> |
| Fund balance - ending | <u>\$ 629,912</u> | <u>\$ 649,912</u> | <u>\$ 623,489</u> | <u>\$ 100,926</u> |

See notes to budgetary comparison schedules

**CITY OF SHREVEPORT, LOUISIANA
ENVIRONMENTAL GRANTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2021**

| | Budgeted Amounts | | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|------------------|------------|----------------|---|
| | Original | Final | | |
| REVENUES | | | | |
| Intergovernmental | \$ - | \$ - | \$ - | \$ - |
| Investment earnings | - | - | (378) | (378) |
| Miscellaneous | - | - | - | - |
| Total revenues | - | - | (378) | (378) |
| EXPENDITURES | | | | |
| Current: | | | | |
| Salaries, wages and employee benefits | 4,000 | 4,000 | - | 4,000 |
| Materials and supplies | 299 | 299 | - | 299 |
| Contractual services | 43,312 | 43,312 | 228,253 | (184,941) |
| Other charges | 856,355 | 856,355 | - | 856,355 |
| Total expenditures | 903,966 | 903,966 | 228,253 | 675,713 |
| Excess (deficiency) of revenues over under expenditures | (903,966) | (903,966) | (228,631) | 675,335 |
| Fund balance -beginning | 1,372,188 | 1,372,188 | 1,372,188 | - |
| Fund balance-ending | \$ 468,222 | \$ 468,222 | \$ 1,143,557 | \$ 675,335 |

See notes to budgetary comparison schedules

**CITY OF SHREVEPORT, LOUISIANA
SCHEDULE OF COMPENSATION, BENEFITS AND OTHER PAYMENTS
TO AGENCY HEAD OR CHIEF EXECUTIVE OFFICER
FOR THE YEAR ENDED DECEMBER 31, 2021**

Mayor Adrian Perkins

| | | |
|--------------------------|----|----------------|
| Salary | \$ | 101,877 |
| Benefits-insurance | | 379 |
| Deferred compensation | | 7,786 |
| Cell phone | | 876 |
| Travel | | 9,025 |
| Registration Fees | | - |
| Conference Travel | | 2,334 |
| Benefits - Car Allowance | | 5,400 |
| Total | \$ | <u>127,677</u> |

**CITY OF SHREVEPORT, LOUISIANA
JUSTICE SYSTEM FUNDING SCHEDULE - RECEIVING ENTITY
AS REQUIRED BY ACT 87 OF THE 2020 REGULAR LEGISLATIVE SESSION
FOR THE YEAR ENDED DECEMBER 31, 2021**

| Cash Basis Presentation | First Six Month Period Ended June 30, 2021 | Second Six Month Period Ended December 31, 2021 |
|---|---|--|
| Receipts From: | | |
| City of Shreveport City Court - Civil Fees | \$ 297,348 | \$ 303,264 |
| City of Shreveport City Court - Ciriminal Court Costs/ Fees | - | 4,073 |
| City of Shreveport City Court - Ciriminal Fines - Other | <u>282,022</u> | <u>306,104</u> |
| Subtotal Receipts | <u>\$ 579,370</u> | <u>\$ 613,441</u> |
| Ending Balance of Amounts Assessed but Not Received from City of Shreveport City Marshal | <u>\$ 264,953</u> | <u>\$ 59,000</u> |



**Combining and
Individual Fund
Statements and
Schedules**

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds are used for specific revenues that are legally restricted to expenditures for particular purposes.

Streets Fund – This fund is used for construction and repair of streets, including sidewalk and drainage structures.

Enrichment Fund - This fund is used to account for donations held for the purpose of enrichment and improvement of City facilities and services.

Riverfront Development Fund - This fund accounts for the collection and disbursement of funds from the riverfront gaming activities.

Police Grants Fund - This fund accounts for the collection and disbursement of various state and federal grants to the City of Shreveport Police Department.

Downtown Entertainment Economic Development Fund - This fund is used to account for incremental sales tax revenues collected from the development area to promote development of the area and associated projects.

Redevelopment Fund - This fund is used to acquire and land bank vacant adjudicated property for future redevelopment projects and to acquire other property for current redevelopment projects in redevelopment areas.

Environmental Grants Fund - This fund accounts for grants received for Brownfields assessment, cleanup loan fund, job training, and economic development.

Diversion Fund - This fund was established for the purpose of allowing individuals to undergo alternative sentencing to avoid the penalties associated with a criminal conviction.

Capital Projects Funds

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds.

Miscellaneous General Obligation Bond Funds - These funds are used to account for bonds issued for the purpose of constructing public buildings and/or improving streets, public safety, drainage systems, waste disposal, parks, an industrial park, and a Sportran maintenance facility.

Miscellaneous Capital Projects Fund - This fund is used to account for various projects funded by miscellaneous sources other than general obligation bonds.

2003A General Obligation Bond Fund - This fund is used to account for bonds issued for the purpose of constructing, acquiring, and improving works of neighborhood public improvement, recreation facilities, and police and fire facilities.

2011 General Obligation Bonds – This fund is used to account for bonds issued for the purpose of improving the water and sewer system, various public facilities and streets and drainage systems.

**CITY OF SHREVEPORT, LOUISIANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2021**

| | Special Revenue Funds | | | | | | | | Total |
|--|-----------------------|---------------------|---------------------------|---------------------|--|-------------------|-------------------------|----------------------|---------------------|
| | Streets | Enrichment | Riverfront Development | Police Grants | Downtown Entertainment Economic Development | Redevelopment | Environmental Grants | Diversion Program | |
| ASSETS | | | | | | | | | |
| Cash and cash equivalents | \$ 824,142 | \$ 1,165,320 | \$ 1,485,527 | \$ - | \$ - | \$ 4,052 | \$ 1,143,557 | \$ 317,198 | \$ 4,939,796 |
| Investments | - | - | - | - | - | - | - | - | - |
| Accounts receivable, net | 1,993,139 | - | 670,525 | - | - | - | - | - | 2,663,664 |
| Due from other governments | - | - | - | 1,199,817 | - | - | - | - | 1,199,817 |
| Due from other funds | - | - | - | - | - | - | - | - | - |
| Notes receivable, net | - | - | - | - | - | - | - | - | - |
| Assets held for resale | - | - | - | - | - | 196,066 | - | - | 196,066 |
| Total assets | \$ 2,817,281 | \$ 1,165,320 | \$ 2,156,052 | \$ 1,199,817 | \$ - | \$ 200,118 | \$ 1,143,557 | \$ 317,198 | \$ 8,999,343 |
| LIABILITIES AND FUND BALANCES (DEFICIT) | | | | | | | | | |
| Liabilities: | | | | | | | | | |
| Accounts payable | \$ - | \$ 5,146 | \$ 101,069 | \$ 64,160 | \$ - | \$ - | \$ - | \$ - | \$ 170,375 |
| Accrued liabilities | - | - | - | - | - | - | - | - | - |
| Due to other funds | - | - | 49,342 | 473,998 | 39,725 | - | - | - | 563,065 |
| Unearned revenue | - | - | - | 38,170 | - | - | - | - | 38,170 |
| Due to other governments | - | - | - | - | - | - | - | - | - |
| Items held in escrow | - | - | - | - | - | - | - | - | - |
| Notes payable | - | - | - | - | - | - | - | - | - |
| Total liabilities | - | 5,146 | 150,411 | 576,328 | 39,725 | - | - | - | 771,610 |
| Fund balance: | | | | | | | | | |
| Restricted | 2,817,281 | 1,160,174 | 2,005,641 | 623,489 | - | 200,118 | 1,143,557 | 317,198 | 8,267,458 |
| Unassigned | - | - | - | - | (39,725) | - | - | - | (39,725) |
| Total fund balance: | 2,817,281 | 1,160,174 | 2,005,641 | 623,489 | (39,725) | 200,118 | 1,143,557 | 317,198 | 8,227,733 |
| Total liabilities and fund balance: | \$ 2,817,281 | \$ 1,165,320 | \$ 2,156,052 | \$ 1,199,817 | \$ - | \$ 200,118 | \$ 1,143,557 | \$ 317,198 | \$ 8,999,343 |

(continued)

**CITY OF SHREVEPORT, LOUISIANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2021**

| | Capital Project Funds | | | | | Total | Total Nonmajor Governmental Funds |
|--|--|---|--|---|----------------------|----------------------|---|
| | Miscellaneous General Obligation Bond Funds | Miscellaneous Capital Projects Fund | 2003A General Obligation Bond Fund | 2011 General Obligation Bond Fund | | | |
| ASSETS | | | | | | | |
| Cash and cash equivalents | \$ 6,163,516 | \$ 15,238,053 | \$ 1,185,948 | \$ 3,277,700 | \$ 25,865,217 | \$ 30,805,013 | |
| Investments | - | - | - | - | - | - | |
| Accounts receivable, net | - | - | - | - | - | 2,663,664 | |
| Due from other governments | - | - | - | 187,715 | 187,715 | 1,387,532 | |
| Due from other funds | 103,090 | 425,506 | - | 278,761 | 807,357 | 807,357 | |
| Notes receivable, net | - | - | - | - | - | - | |
| Assets held for resale | - | - | - | - | - | 196,066 | |
| | <u>6,266,606</u> | <u>15,663,559</u> | <u>1,185,948</u> | <u>3,744,176</u> | <u>26,860,289</u> | <u>35,859,632</u> | |
| Total assets | <u>\$ 6,266,606</u> | <u>\$ 15,663,559</u> | <u>\$ 1,185,948</u> | <u>\$ 3,744,176</u> | <u>\$ 26,860,289</u> | <u>\$ 35,859,632</u> | |
| LIABILITIES AND FUND BALANCES (DEFICIT) | | | | | | | |
| Liabilities: | | | | | | | |
| Accounts payable | \$ 125,114 | \$ 285,821 | \$ - | \$ 376,661 | \$ 787,596 | \$ 957,971 | |
| Accrued liabilities | - | - | - | - | - | - | |
| Due to other funds | 103,090 | - | - | - | 103,090 | 666,155 | |
| Unearned revenue | - | - | - | - | - | 38,170 | |
| Due to other governments | - | - | - | - | - | - | |
| Items held in escrow | - | - | - | - | - | - | |
| Notes payable | - | - | - | - | - | - | |
| Total liabilities | <u>228,204</u> | <u>285,821</u> | <u>-</u> | <u>376,661</u> | <u>890,686</u> | <u>1,662,296</u> | |
| Fund balance: | | | | | | | |
| Restricted | 6,038,402 | 15,377,738 | 1,185,948 | 3,367,515 | 25,969,603 | 34,237,061 | |
| Unassigned | - | - | - | - | - | (39,725) | |
| Total fund balance: | <u>6,038,402</u> | <u>15,377,738</u> | <u>1,185,948</u> | <u>3,367,515</u> | <u>25,969,603</u> | <u>34,197,336</u> | |
| | <u>\$ 6,266,606</u> | <u>\$ 15,663,559</u> | <u>\$ 1,185,948</u> | <u>\$ 3,744,176</u> | <u>\$ 26,860,289</u> | <u>\$ 35,859,632</u> | |
| Total liabilities and fund balance: | <u>\$ 6,266,606</u> | <u>\$ 15,663,559</u> | <u>\$ 1,185,948</u> | <u>\$ 3,744,176</u> | <u>\$ 26,860,289</u> | <u>\$ 35,859,632</u> | |

(concluded)

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

CITY OF SHREVEPORT, LOUISIANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

| | Special Revenue Funds | | | | | | | | Total |
|--|-----------------------|---------------------|---------------------------|-------------------|--|-------------------|-------------------------|----------------------|---------------------|
| | Streets | Enrichment | Riverfront Development | Police Grants | Downtown Entertainment Economic Development | Redevelopment | Environmental Grants | Diversion Program | |
| REVENUES | | | | | | | | | |
| Intergovernmental | \$ - | \$ - | \$ - | \$ 1,041,142 | \$ - | \$ - | \$ - | \$ - | \$ 1,041,142 |
| Gaming | - | - | 7,780,770 | - | - | - | - | - | 7,780,770 |
| Franchise | 8,109,060 | - | - | - | - | - | - | - | 8,109,060 |
| Investment earnings | (1,191) | 127 | 250 | - | 9 | - | (378) | - | (1,183) |
| Miscellaneous | - | 262,077 | 1,153,980 | 1,014,567 | - | - | - | 63,024 | 2,493,648 |
| Total revenues | <u>8,107,869</u> | <u>262,204</u> | <u>8,935,000</u> | <u>2,055,709</u> | <u>9</u> | <u>-</u> | <u>(378)</u> | <u>63,024</u> | <u>19,423,437</u> |
| EXPENDITURES | | | | | | | | | |
| Current: | | | | | | | | | |
| General government | - | - | - | - | - | - | 228,253 | - | 228,253 |
| Public safety | - | 468,045 | - | 1,972,991 | - | - | - | - | 2,441,036 |
| Culture and recreation | - | 69,627 | - | - | - | - | - | - | 69,627 |
| Health and welfare | - | - | - | - | - | - | - | - | - |
| Community development | - | - | - | - | - | - | - | - | - |
| Economic opportunity | - | - | - | - | - | - | - | - | - |
| Economic development | - | - | 1,124,288 | - | 80,339 | 2 | - | - | 1,204,629 |
| Capital outlay | - | - | - | 83,941 | - | - | - | 37,302 | 121,243 |
| Total expenditures | <u>-</u> | <u>537,672</u> | <u>1,124,288</u> | <u>2,056,932</u> | <u>80,339</u> | <u>2</u> | <u>228,253</u> | <u>37,302</u> | <u>4,064,788</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>8,107,869</u> | <u>(275,468)</u> | <u>7,810,712</u> | <u>(1,223)</u> | <u>(80,330)</u> | <u>(2)</u> | <u>(228,631)</u> | <u>25,722</u> | <u>15,358,649</u> |
| OTHER FINANCING SOURCES (USES) | | | | | | | | | |
| Transfers in | - | - | 75,000 | - | - | - | - | - | 75,000 |
| Transfers out | (9,902,575) | - | (6,630,100) | - | - | - | - | - | (16,532,675) |
| Total other financing sources and uses | <u>(9,902,575)</u> | <u>-</u> | <u>(6,555,100)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(16,457,675)</u> |
| Net change in fund balances | (1,794,706) | (275,468) | 1,255,612 | (1,223) | (80,330) | (2) | (228,631) | 25,722 | (1,099,026) |
| Fund balances-beginning | 4,611,987 | 1,435,642 | 750,029 | 624,712 | 40,605 | 200,120 | 1,372,188 | 291,476 | 9,326,759 |
| Fund balances-ending | <u>\$ 2,817,281</u> | <u>\$ 1,160,174</u> | <u>\$ 2,005,641</u> | <u>\$ 623,489</u> | <u>\$ (39,725)</u> | <u>\$ 200,118</u> | <u>\$ 1,143,557</u> | <u>\$ 317,198</u> | <u>\$ 8,227,733</u> |

(continued)

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

CITY OF SHREVEPORT, LOUISIANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

| | Capital Project Funds | | | | | Total Nonmajor Governmental Funds |
|---|--|---|--|---|---------------|---|
| | Miscellaneous General Obligation Bond Funds | Miscellaneous Capital Projects Fund | 2003A General Obligation Bond Fund | 2011 General Obligation Bond Fund | Total | |
| REVENUES | | | | | | |
| Intergovernmental | \$ 20,657 | \$ 200,000 | \$ - | \$ 925,909 | \$ 1,146,566 | \$ 2,187,708 |
| Gaming | - | - | - | - | - | 7,780,770 |
| Franchise | - | - | - | - | - | 8,109,060 |
| Investment earnings | (2,570) | - | (1,125) | 50 | (3,645) | (4,828) |
| Miscellaneous | - | 982,206 | - | 148,299 | 1,130,505 | 3,624,153 |
| Total revenues | 18,087 | 1,182,206 | (1,125) | 1,074,258 | 2,273,426 | 21,696,863 |
| EXPENDITURES | | | | | | |
| Current: | | | | | | |
| General government | - | - | - | - | - | 228,253 |
| Public safety | - | - | - | - | - | 2,441,036 |
| Culture and recreation | - | - | - | - | - | 69,627 |
| Health and welfare | - | - | - | - | - | - |
| Community development | - | - | - | - | - | - |
| Economic opportunity | - | - | - | - | - | - |
| Economic development | - | - | - | - | - | 1,204,629 |
| Capital outlay | 171,030 | 6,080,562 | - | 1,631,784 | 7,883,376 | 8,004,619 |
| Total expenditures | 171,030 | 6,080,562 | - | 1,631,784 | 7,883,376 | 11,948,164 |
| Excess (deficiency) of revenues over (under) expenditures | (152,943) | (4,898,356) | (1,125) | (557,526) | (5,609,950) | 9,748,699 |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Transfers in | - | 13,694,561 | - | 1,084,632 | 14,779,193 | 14,854,193 |
| Transfers out | - | - | (1,840,212) | (608,404) | (2,448,616) | (18,981,291) |
| Total other financing sources and uses | - | 13,694,561 | (1,840,212) | 476,228 | 12,330,577 | (4,127,098) |
| Net change in fund balances | (152,943) | 8,796,205 | (1,841,337) | (81,298) | 6,720,627 | 5,621,601 |
| Fund balances-beginning | 6,191,345 | 6,581,533 | 3,027,285 | 3,448,813 | 19,248,976 | 28,575,735 |
| Fund balances-ending | \$ 6,038,402 | \$ 15,377,738 | \$ 1,185,948 | \$ 3,367,515 | \$ 25,969,603 | \$ 34,197,336 |

(concluded)

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

Nonmajor Enterprise Funds

Enterprise funds are used to account for the acquisition, operation, and maintenance of facilities and services which are entirely or predominantly self-supported by user charges. The operations of enterprise funds are accounted for in such a manner as to show a profit or loss similar to comparable private enterprises.

Shreveport Area Transit System - This fund accounts for the activities necessary to provide bus service for the residents of the City. The System also provides service between Shreveport and the adjacent city of Bossier City under an agreement with Bossier City that also provides for payments from Bossier to Shreveport to underwrite costs associated with the expanded service to Bossier City residents.

Golf - This fund is used to account for the operations of the City's two golf courses. The fund's operations are financed by greens fees, golf equipment rentals, merchandise sales, memberships, and concession sales to the public.

Downtown Parking Fund - This fund is used to account for parking revenues to promote improved parking facilities in the downtown area.

Solid Waste Fund - This Fund was established effective May 1, 2019 by Ordinance. The Ordinance set a mandatory \$7 monthly service fee for solid waste collection for all residential and commercial customers. The fee appears on the Water and Sewerage billing statements. The Fund is used to account for the revenue and costs associated with the collection and disposal of the solid waste collected in Shreveport and the costs associated with the Landfill.

CITY OF SHREVEPORT, LOUISIANA
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
DECEMBER 31, 2021

| | Shreveport Area Transit System | Golf | Downtown Parking | Solid Waste | Total Nonmajor Enterprise Funds |
|---------------------------------------|--------------------------------------|-----------------------|---------------------|-----------------------|---------------------------------------|
| ASSETS | | | | | |
| Current Assets: | | | | | |
| Cash and cash equivalents | \$ 4,170,505 | \$ 916,767 | \$ 652,521 | \$ 98,792 | \$ 5,838,585 |
| Investments | - | - | - | 3,200,001 | 3,200,001 |
| Receivables, net | 424,192 | 33,317 | 183,136 | 1,766,300 | 2,406,945 |
| Due from other funds | 15,279 | - | - | - | 15,279 |
| Due from other governments | 410,692 | - | - | - | 410,692 |
| Inventories | 1,031,949 | 16,328 | - | - | 1,048,277 |
| Prepaid items | 229,212 | - | - | - | 229,212 |
| Total current assets | <u>6,281,829</u> | <u>966,412</u> | <u>835,657</u> | <u>5,065,093</u> | <u>13,148,991</u> |
| Noncurrent Assets: | | | | | |
| Capital Assets: | | | | | |
| Land | 368,877 | - | - | 6,652,516 | 7,021,393 |
| Buildings | 14,093,782 | 263,373 | - | 59,219 | 14,416,374 |
| Improvements other than buildings | 65,227 | 1,189,965 | - | 768,705 | 2,023,897 |
| Equipment | 22,538,917 | 559,978 | - | 8,943,001 | 32,041,896 |
| Construction in progress | 751,200 | - | - | - | 751,200 |
| Less accumulated depreciation | <u>(18,141,396)</u> | <u>(1,571,261)</u> | <u>-</u> | <u>(8,715,359)</u> | <u>(28,428,016)</u> |
| Total noncurrent assets | <u>19,676,607</u> | <u>442,055</u> | <u>-</u> | <u>7,708,082</u> | <u>27,826,744</u> |
| Total assets | <u>25,958,436</u> | <u>1,408,467</u> | <u>835,657</u> | <u>12,773,175</u> | <u>40,975,735</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | | | | |
| Deferred OPEB | - | 191,732 | - | - | 191,732 |
| Deferred pensions | - | 26,829 | - | - | 26,829 |
| Total deferred outflows of resources | <u>-</u> | <u>218,561</u> | <u>-</u> | <u>-</u> | <u>218,561</u> |
| LIABILITIES | | | | | |
| Current Liabilities: | | | | | |
| Accounts payable | 241,953 | 18,850 | 30,167 | 1,348,502 | 1,639,472 |
| Accrued liabilities | 145,704 | 42,433 | - | 79,629 | 267,766 |
| Due to other funds | 112,008 | - | - | 6,756,646 | 6,868,654 |
| Unearned revenue | - | 202,205 | - | - | 202,205 |
| Compensated absences | 221,529 | 19,942 | - | 163,295 | 404,766 |
| Leases payable | - | - | - | 595,009 | 595,009 |
| Total current liabilities | <u>721,194</u> | <u>283,430</u> | <u>30,167</u> | <u>8,943,081</u> | <u>9,977,872</u> |
| Noncurrent Liabilities: | | | | | |
| Landfill closure | - | - | - | 8,075,499 | 8,075,499 |
| Compensated absences | - | - | - | - | - |
| Leases payable | - | - | - | 2,604,991 | 2,604,991 |
| Total OPEB liability | - | 1,484,157 | - | - | 1,484,157 |
| Net Pension Liability | - | 1,368,458 | - | - | 1,368,458 |
| Total noncurrent liabilities | <u>-</u> | <u>2,852,615</u> | <u>-</u> | <u>10,680,490</u> | <u>13,533,105</u> |
| Total liabilities | <u>721,194</u> | <u>3,136,045</u> | <u>30,167</u> | <u>19,623,571</u> | <u>23,510,977</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | |
| Deferred OPEB | - | 167,385 | - | - | 167,385 |
| Deferred pensions | - | 85,142 | - | - | 85,142 |
| Total deferred inflows of resources | <u>-</u> | <u>252,527</u> | <u>-</u> | <u>-</u> | <u>252,527</u> |
| NET POSITION (DEFICIT) | | | | | |
| Net investment in capital assets | 19,676,607 | 442,055 | - | 7,708,082 | 27,826,744 |
| Unrestricted (deficit) | 5,560,635 | (2,203,599) | 805,490 | (14,558,478) | (10,395,952) |
| Total Net Position (deficit) | <u>\$ 25,237,242</u> | <u>\$ (1,761,544)</u> | <u>\$ 805,490</u> | <u>\$ (6,850,396)</u> | <u>\$ 17,430,792</u> |

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

CITY OF SHREVEPORT, LOUISIANA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

| | Shreveport Area Transit System | Golf | Downtown Parking | Solid Waste | Total Nonmajor Enterprise Funds |
|--|--------------------------------------|-----------------------|---------------------|-----------------------|---------------------------------------|
| OPERATING REVENUES | | | | | |
| Charges for services | \$ 979,842 | \$ 2,297,713 | \$ 385,455 | \$ 11,895,837 | \$ 15,558,847 |
| Miscellaneous | 909,523 | 51,045 | - | 1,210 | 961,778 |
| Total operating revenues | <u>1,889,365</u> | <u>2,348,758</u> | <u>385,455</u> | <u>11,897,047</u> | <u>16,520,625</u> |
| OPERATING EXPENSES | | | | | |
| Personal services | 9,394,703 | (538,897) | - | 4,869,129 | 13,724,935 |
| Contractual services and other expenses | 1,566,760 | 906,938 | 363,352 | 9,954,472 | 12,791,522 |
| Utilities | 327,924 | 92,754 | - | - | 420,678 |
| Repairs and maintenance | (15,279) | - | - | - | (15,279) |
| Materials and supplies | 2,184,358 | 235,365 | - | 736,211 | 3,155,934 |
| Depreciation | 2,744,919 | 50,883 | - | 599,445 | 3,395,247 |
| Total operating expenses | <u>16,203,385</u> | <u>747,043</u> | <u>363,352</u> | <u>16,159,257</u> | <u>33,473,037</u> |
| Operating income (loss) | <u>(14,314,020)</u> | <u>1,601,715</u> | <u>22,103</u> | <u>(4,262,210)</u> | <u>(16,952,412)</u> |
| NONOPERATING REVENUES (EXPENSES) | | | | | |
| Investment earnings | - | - | 61 | 5,522 | 5,583 |
| Interest expense | - | (172) | - | - | (172) |
| Intergovernmental | 1,391,048 | - | - | - | 1,391,048 |
| Loss on disposal of capital assets | - | - | - | (23,356) | (23,356) |
| Net nonoperating revenues (expenses) | <u>1,391,048</u> | <u>(172)</u> | <u>61</u> | <u>(17,834)</u> | <u>1,373,103</u> |
| Income (loss) before contributions and transfers | <u>(12,922,972)</u> | <u>1,601,543</u> | <u>22,164</u> | <u>(4,280,044)</u> | <u>(15,579,309)</u> |
| Capital contributions | 6,496,550 | - | - | - | 6,496,550 |
| Transfers in | 5,108,741 | 87,200 | - | 1,496,400 | 6,692,341 |
| Transfers out | - | - | - | - | - |
| Change in net position | <u>(1,317,681)</u> | <u>1,688,743</u> | <u>22,164</u> | <u>(2,783,644)</u> | <u>(2,390,418)</u> |
| Total net position (deficit)-beginning | <u>26,554,923</u> | <u>(3,450,287)</u> | <u>783,326</u> | <u>(4,066,752)</u> | <u>19,821,210</u> |
| Total net position (deficit)-ending | <u>\$ 25,237,242</u> | <u>\$ (1,761,544)</u> | <u>\$ 805,490</u> | <u>\$ (6,850,396)</u> | <u>\$ 17,430,792</u> |

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

**CITY OF SHREVEPORT, LOUISIANA
 COMBINING STATEMENT OF CASH FLOWS
 NONMAJOR ENTERPRISE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2021**

| | Shreveport Area Transit System | Golf | Downtown Parking | Solid Waste | Total Nonmajor Enterprise Funds |
|---|--------------------------------------|-------------------|---------------------|---------------------|--|
| Cash flows from operating activities: | | | | | |
| Receipts from operations | \$ 879,259 | \$ 2,298,473 | \$ 296,946 | \$ 11,577,222 | \$ 15,051,900 |
| Payments to suppliers | (4,189,767) | (1,203,752) | (363,352) | (7,597,494) | (13,354,365) |
| Payments to employees | (9,375,808) | (730,398) | - | (4,893,584) | (14,999,790) |
| Other receipts | 909,523 | 51,045 | - | 1,210 | 961,778 |
| Net cash provided by (used in) operating activities | <u>(11,776,793)</u> | <u>415,368</u> | <u>(66,406)</u> | <u>(912,646)</u> | <u>(12,340,477)</u> |
| Cash flows from noncapital financing activities: | | | | | |
| Intergovernmental | 1,391,048 | - | - | - | 1,391,048 |
| Transfers in | 5,108,741 | 87,200 | - | 1,496,400 | 6,692,341 |
| Net cash provided by (used in) noncapital financing activities | <u>6,499,789</u> | <u>87,200</u> | <u>-</u> | <u>1,496,400</u> | <u>8,083,389</u> |
| Cash flows from capital and related financing activities: | | | | | |
| Acquisition and construction of capital assets | (130,837) | - | - | (490,484) | (621,321) |
| Proceeds from disposal of capital assets | 451,118 | - | - | - | 451,118 |
| Proceeds from bond issuance | - | - | - | 3,200,000 | 3,200,000 |
| Capital grants | 6,496,550 | - | - | - | 6,496,550 |
| Net cash provided by (used in) capital and related financing activities | <u>6,816,831</u> | <u>-</u> | <u>-</u> | <u>2,709,516</u> | <u>9,526,347</u> |
| Cash flows from investing activities: | | | | | |
| Interest on investments | - | (172) | 61 | 5,522 | 5,411 |
| Net cash provided by (used in) investing activities | <u>-</u> | <u>(172)</u> | <u>61</u> | <u>5,522</u> | <u>5,411</u> |
| Net increase (decrease) in cash and cash equivalents | 1,539,827 | 502,396 | (66,345) | 3,298,792 | 5,274,670 |
| Cash and cash equivalents - beginning of year | 2,630,678 | 414,371 | 718,866 | - | 3,763,916 |
| Cash and cash equivalents - end of year | <u>\$ 4,170,505</u> | <u>\$ 916,767</u> | <u>\$ 652,521</u> | <u>\$ 3,298,792</u> | <u>\$ 9,038,586</u> |

| | Shreveport Area Transit System | Golf | Downtown Parking | Solid Waste | Total Nonmajor Enterprise Funds |
|--|--------------------------------------|--------------------|---------------------|---------------------|--|
| Reconciliation of operating income (loss) to net cash provided by (used in) operating activities: | | | | | |
| Operating income (loss) | \$ (14,314,020) | \$ 1,601,715 | \$ 22,103 | \$ (4,262,210) | \$ (16,952,412) |
| Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities: | | | | | |
| Depreciation | 2,744,919 | 50,883 | - | 599,445 | 3,395,247 |
| (Increase) Decrease in assets: | | | | | |
| Receivables | (100,583) | 761 | (88,509) | (318,615) | (506,946) |
| Inventories | (137,042) | 935 | - | - | (136,107) |
| Deferred outflows for pensions | - | 87,711 | - | - | 87,711 |
| Deferred outflows for OPEB | - | 227,337 | - | - | 227,337 |
| Prepaid items | (88,418) | - | - | - | (88,418) |
| Increase(Decrease) in liabilities: | | | | | |
| Accounts payable | 111,615 | 14,665 | - | 629,147 | 755,427 |
| Accrued liabilities | 50,229 | 15,705 | - | 23,564 | 89,498 |
| Deferred inflows for pensions | - | (63,434) | - | - | (63,434) |
| Deferred inflows for OPEB | - | (65,538) | - | - | (65,538) |
| Due to other funds | (62,388) | - | - | 2,285,670 | 2,223,282 |
| Landfill closure | - | - | - | 154,808 | 154,808 |
| Unearned revenue | - | (1) | - | - | (1) |
| Compensated absences | 18,895 | (14,653) | - | (24,455) | (20,213) |
| Total OPEB liability | - | (907,086) | - | - | (907,086) |
| Net Pension liability | - | (533,632) | - | - | (533,632) |
| Total adjustments | <u>2,537,227</u> | <u>(1,186,347)</u> | <u>(88,509)</u> | <u>3,349,564</u> | <u>4,611,935</u> |
| Net cash provided by (used in) operating activities | <u>\$ (11,776,793)</u> | <u>\$ 415,368</u> | <u>\$ (66,406)</u> | <u>\$ (912,646)</u> | <u>\$ (12,340,477)</u> |

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

Internal Service Funds

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

Employees Health Care Fund - This fund is used to account for self-insurance activities involving medical and dental care claims by the City's employees, retirees, and dependents.

Retained Risk Fund - This fund is used to account for self-insurance activities involving property damage, worker's compensation and general liability claims.

**CITY OF SHREVEPORT, LOUISIANA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
DECEMBER 31, 2021**

| | <u>Employees Health Care</u> | <u>Retained Risk</u> | <u>Total Internal Service Funds</u> |
|-------------------------------|----------------------------------|------------------------|---|
| ASSETS | | | |
| Current assets: | | | |
| Cash and cash equivalents | \$ 6,305,773 | \$ 1,640,481 | \$ 7,946,254 |
| Investments | 993,332 | - | 993,332 |
| Due from other funds | - | - | - |
| Receivables, net | 10,994,516 | - | 10,994,516 |
| Interest Receivable | 23,933 | - | 23,933 |
| Prepaid items | - | 946,065 | 946,065 |
| Total current assets | <u>18,317,554</u> | <u>2,586,546</u> | <u>20,904,100</u> |
| LIABILITIES | | | |
| Current liabilities: | | | |
| Accounts payable | 934 | 291,038 | 291,972 |
| Due to other funds | 25,063,071 | 15,279 | 25,078,350 |
| Accrued liabilities | - | - | - |
| Compensated absences | - | 20,817 | 20,817 |
| Claims and judgments | 6,815,496 | 46,879,000 | 53,694,496 |
| Total current liabilities | <u>31,879,501</u> | <u>47,206,134</u> | <u>79,085,635</u> |
| Noncurrent liabilities: | | | |
| Claims and judgments | - | - | - |
| Compensated absences | - | - | - |
| Total noncurrent liabilities | <u>-</u> | <u>-</u> | <u>-</u> |
| Total liabilities | <u>31,879,501</u> | <u>47,206,134</u> | <u>79,085,635</u> |
| NET POSITION (DEFICIT) | | | |
| Unrestricted (deficit) | <u>(13,561,947)</u> | <u>(44,619,588)</u> | <u>(58,181,535)</u> |
| Total net position (deficit) | <u>\$ (13,561,947)</u> | <u>\$ (44,619,588)</u> | <u>\$ (58,181,535)</u> |

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

CITY OF SHREVEPORT, LOUISIANA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

| | Employees Health Care | Retained Risk | Total Internal Service Funds |
|---|--------------------------|------------------------|---------------------------------|
| OPERATING REVENUES | | | |
| Charges for services | \$ 42,195,068 | \$ 10,788,872 | \$ 52,983,940 |
| Miscellaneous | 101,030 | 3,356,310 | 3,457,340 |
| Total operating revenues | <u>42,296,098</u> | <u>14,145,182</u> | <u>56,441,280</u> |
| OPERATING EXPENSES | | | |
| Personal services | 126,872 | 345,563 | 472,435 |
| Contractual services and other expenses | 2,399,349 | 4,370,244 | 6,769,593 |
| Materials and supplies | 11,928 | 2,985 | 14,913 |
| Claims | 39,302,307 | 15,317,797 | 54,620,104 |
| Total operating expenses | <u>41,840,456</u> | <u>20,036,589</u> | <u>61,877,045</u> |
| Operating income (loss) | <u>455,642</u> | <u>(5,891,407)</u> | <u>(5,435,765)</u> |
| NONOPERATING REVENUES | | | |
| Investment earnings (loss) | 12,538 | 2,428 | 14,966 |
| Net nonoperating revenues (loss) | <u>12,538</u> | <u>2,428</u> | <u>14,966</u> |
| Change in net position | 468,180 | (5,888,979) | (5,420,799) |
| Total net position (deficit)-beginning | <u>(14,030,127)</u> | <u>(38,730,609)</u> | <u>(52,760,736)</u> |
| Total net position (deficit)-ending | <u>\$ (13,561,947)</u> | <u>\$ (44,619,588)</u> | <u>\$ (58,181,535)</u> |

See accompanying independent auditors' report.

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

**CITY OF SHREVEPORT, LOUISIANA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021**

| | <u>Employees Health Care</u> | <u>Retained Risk</u> | <u>Total Internal Service Funds</u> |
|--|----------------------------------|----------------------|---|
| Cash flows from operating activities: | | | |
| Receipts from operations | \$ 34,038,317 | \$ 14,225,817 | \$ 48,264,134 |
| Payments to suppliers | 619,953 | (3,737,579) | (3,117,626) |
| Payments to employees | (126,872) | (348,821) | (475,693) |
| Claims | <u>(39,692,777)</u> | <u>(9,288,796)</u> | <u>(48,981,573)</u> |
| Net cash provided by (used in) operating activities | <u>(5,161,379)</u> | <u>850,621</u> | <u>(4,310,758)</u> |
| Cash flows from noncapital financing activities: | | | |
| Transfers in/(out) | - | - | - |
| Net cash provided by noncapital financing activities | <u>-</u> | <u>-</u> | <u>-</u> |
| Cash flows from investing activities: | | | |
| Purchase of investments | (993,332) | - | (993,332) |
| Proceeds from sale and maturity of investments | 997,568 | - | 997,568 |
| Interest on investments | 12,564 | 2,428 | 14,992 |
| Net cash provided by (used in) investing activities | <u>16,800</u> | <u>2,428</u> | <u>19,228</u> |
| Net increase (decrease) in cash and cash equivalents | <u>(5,144,579)</u> | <u>853,049</u> | <u>(4,291,530)</u> |
| Cash and cash equivalents - beginning of year | 11,450,352 | 787,432 | 12,237,784 |
| Cash and cash equivalents - end of year | <u>\$ 6,305,773</u> | <u>\$ 1,640,481</u> | <u>\$ 7,946,254</u> |
| Reconciliation of operating income (loss) to net cash provided by (used in) operating activities: | | | |
| Operating income (loss) | \$ 455,642 | \$ (5,891,407) | \$ (5,435,765) |
| Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities: | | | |
| (Increase)Decrease in assets: | | | |
| Receivables | (8,155,543) | 80,635 | (8,074,908) |
| Due from other funds | | | |
| Prepaid items | - | 426,589 | 426,589 |
| Increase(Decrease) in liabilities: | | | |
| Accounts payable | (408) | 193,781 | 193,373 |
| Accrued liabilities | - | - | - |
| Due to other funds | 3,031,230 | 15,279 | 3,046,509 |
| Claims and judgments | (492,300) | 6,029,001 | 5,536,701 |
| Compensated absences | | (3,257) | (3,257) |
| Other increases (decreases) | - | - | - |
| Total adjustments | <u>(5,617,021)</u> | <u>6,742,028</u> | <u>1,125,007</u> |
| Net cash provided by (used in) operating activities | <u>\$ (5,161,379)</u> | <u>\$ 850,621</u> | <u>\$ (4,310,758)</u> |

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

CITY OF SHREVEPORT, LOUISIANA
COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
DECEMBER 31, 2021

| | Shreveport Home Mortgage Authority | City Court | City Marshal | Downtown Development Authority | Metropolitan Planning Commission | Shreve Memorial Library | Total |
|--|---|---------------------|---------------------|--------------------------------------|--|-------------------------------|----------------------|
| ASSETS | | | | | | | |
| Cash and cash equivalents | \$ 1,447,898 | \$ 3,171,989 | \$ 769,288 | \$ 2,011,154 | \$ 157,400 | \$ 10,943,347 | \$ 18,501,076 |
| Investments | 1,129,164 | - | - | - | - | - | 1,129,164 |
| Receivables, net | 3,554 | 446 | - | 753,617 | - | 15,160,032 | 15,917,649 |
| Due from primary governments | - | - | - | - | - | 234,217 | 234,217 |
| Prepaid items | - | 56,740 | - | 12,756 | - | - | 69,496 |
| Notes receivable | - | - | - | - | - | - | - |
| Other assets | - | - | - | - | - | 122,516 | 122,516 |
| Capital assets: | | | | | | | |
| Land and construction in progress | - | - | - | 130,237 | 704,513 | 6,349,544 | 7,184,294 |
| Other capital assets, net of depreciation | - | 1,229,377 | 1,253,153 | 839,821 | 97,519 | 25,220,303 | 28,640,173 |
| Total assets | <u>2,580,616</u> | <u>4,458,552</u> | <u>2,022,441</u> | <u>3,747,585</u> | <u>959,432</u> | <u>58,029,959</u> | <u>71,798,585</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | | | | | | |
| Deferred inflows related to pensions | - | - | - | - | - | 520,960 | 520,960 |
| Deferred inflows related OPEB | - | - | - | - | - | 2,516,480 | 2,516,480 |
| Total deferred outflows of resources | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>3,037,440</u> | <u>3,037,440</u> |
| LIABILITIES | | | | | | | |
| Accounts payable | - | 114,229 | 19,229 | 28,622 | 7,112 | 77,787 | 246,979 |
| Accrued liabilities | 6,909 | - | - | 21,319 | - | 205,744 | 233,972 |
| Due to other governments | - | - | - | 183,136 | 82,425 | - | 265,561 |
| Unearned income | - | - | - | - | - | - | - |
| Noncurrent liabilities: | | | | | | | |
| Due within one year | 68,036 | - | - | 175,574 | 68,897 | 394,543 | 707,050 |
| Due in more than one year | 808,693 | - | - | 372,043 | - | - | 1,180,736 |
| Net pension liability | - | - | - | - | - | 26,572,637 | 26,572,637 |
| Total other postemployment benefit liability | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>19,479,552</u> | <u>19,479,552</u> |
| Total liabilities | <u>883,638</u> | <u>114,229</u> | <u>19,229</u> | <u>780,694</u> | <u>158,434</u> | <u>46,730,263</u> | <u>48,686,487</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | | | |
| Deferred inflows related to property taxes | - | - | - | 744,987 | - | - | 744,987 |
| Deferred inflows related to pensions | - | - | - | - | - | 1,653,275 | 1,653,275 |
| Deferred inflows related OPEB | - | - | - | - | - | 2,196,945 | 2,196,945 |
| Total deferred inflows of resources | <u>-</u> | <u>-</u> | <u>-</u> | <u>744,987</u> | <u>-</u> | <u>3,850,220</u> | <u>4,595,207</u> |
| NET POSITION | | | | | | | |
| Net investments in capital assets | - | 1,182,307 | 1,253,153 | 769,742 | 802,032 | 31,569,847 | 35,577,081 |
| Restricted for: | | | | | | | |
| Debt service | 128,702 | - | - | - | - | - | 128,702 |
| Other purposes | - | 338,408 | - | - | - | - | 338,408 |
| Unrestricted | <u>1,568,276</u> | <u>2,823,608</u> | <u>750,059</u> | <u>1,452,162</u> | <u>(1,034)</u> | <u>(21,082,931)</u> | <u>(14,489,860)</u> |
| Total net position (deficit) | <u>\$ 1,696,978</u> | <u>\$ 4,344,323</u> | <u>\$ 2,003,212</u> | <u>\$ 2,221,904</u> | <u>\$ 800,998</u> | <u>\$ 10,486,916</u> | <u>\$ 21,554,331</u> |

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

**CITY OF SHREVEPORT, LOUISIANA
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE YEAR ENDED DECEMBER 31, 2021**

| | Program Revenues | | | Net (Expenses) Revenues and Changes in Net Position | | | | | | |
|--|----------------------|----------------------|--------------------------|---|---------------------|---------------------|--------------------------------|----------------------------------|-------------------------|----------------------|
| | Expenses | Charges for Services | Grants and Contributions | Shreveport Home Mortgage Authority | City Court | City Marshal | Downtown Development Authority | Metropolitan Planning Commission | Shreve Memorial Library | Total |
| Shreveport Home Mortgage Authority | | | | | | | | | | |
| Mortgage Operations | \$ 68,261 | \$ - | \$ - | \$ (68,261) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ (68,261) |
| City Court | | | | | | | | | | |
| Judicial | 566,440 | 388,619 | - | - | (177,821) | - | - | - | - | (177,821) |
| City Marshal | | | | | | | | | | |
| Judicial | 3,202,759 | 750,215 | 2,379,868 | - | - | (72,676) | - | - | - | (72,676) |
| Downtown Development Authority | | | | | | | | | | |
| Downtown development | 594,895 | - | - | - | - | - | (594,895) | - | - | (594,895) |
| Streetscape program | 291,393 | 286,130 | - | - | - | - | (5,263) | - | - | (5,263) |
| Parking program | 353,054 | 362,000 | - | - | - | - | 8,946 | - | - | 8,946 |
| Interest on long-term debt | 23,625 | - | - | - | - | - | (23,625) | - | - | (23,625) |
| Total Downtown Development Authority | <u>1,262,967</u> | <u>648,130</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(614,837)</u> | <u>-</u> | <u>-</u> | <u>(614,837)</u> |
| Metropolitan Planning Commission | | | | | | | | | | |
| Planning and zoning | 1,545,506 | - | 280,000 | - | - | - | - | (1,265,506) | - | (1,265,506) |
| Shreve Memorial Library | | | | | | | | | | |
| Culture and recreation | <u>19,273,782</u> | <u>258,523</u> | <u>619,065</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(18,396,194)</u> | <u>(18,396,194)</u> |
| | <u>\$ 25,919,715</u> | <u>\$ 2,045,487</u> | <u>\$ 3,278,933</u> | <u>(68,261)</u> | <u>(177,821)</u> | <u>(72,676)</u> | <u>(614,837)</u> | <u>(1,265,506)</u> | <u>(18,396,194)</u> | <u>(20,595,295)</u> |
| General Revenues: | | | | | | | | | | |
| Property taxes levied for general purposes | | | | - | - | - | 676,321 | - | 16,725,166 | 17,401,487 |
| Investment earnings (loss) | | | | 50,749 | 3,897 | 2,689 | 1,387 | - | 1,568 | 60,290 |
| Payment from City of Shreveport | | | | - | - | - | - | 843,639 | - | 843,639 |
| Miscellaneous | | | | 138 | 6,458 | - | 46,581 | 409,292 | 598,650 | 1,061,119 |
| Total general revenues (expenses) | | | | <u>50,887</u> | <u>10,355</u> | <u>2,689</u> | <u>724,289</u> | <u>1,252,931</u> | <u>17,325,384</u> | <u>19,366,535</u> |
| Change in Net Position | | | | (17,374) | (167,466) | (69,987) | 109,452 | (12,575) | (1,070,810) | (1,228,760) |
| Net position - beginning | | | | 1,714,352 | 4,511,789 | 2,073,199 | 2,134,503 | 813,573 | 11,557,726 | 22,805,142 |
| Prior Period Restatement | | | | | | | | | | |
| - Return of tax credit | | | | - | - | - | (22,051) | - | - | (22,051) |
| Net position - restated | | | | <u>1,714,352</u> | <u>4,511,789</u> | <u>2,073,199</u> | <u>2,112,452</u> | <u>813,573</u> | <u>11,557,726</u> | <u>22,783,091</u> |
| Net position (deficit) - ending | | | | <u>\$ 1,696,978</u> | <u>\$ 4,344,323</u> | <u>\$ 2,003,212</u> | <u>\$ 2,221,904</u> | <u>\$ 800,998</u> | <u>\$ 10,486,916</u> | <u>\$ 21,554,331</u> |

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

Discretely Presented Component Unit

Metropolitan Planning Commission - This special revenue fund accounts for receipts and disbursements which occur in conjunction with coordinating City planning, preparing and enforcing zoning laws, and keeping City annexation policies current.

**CITY OF SHREVEPORT, LOUISIANA
METROPOLITAN PLANNING COMMISSION
BALANCE SHEET
DECEMBER 31, 2021**

| | |
|--|-----------------------|
| ASSETS | |
| Cash and cash equivalents | \$ 157,400 |
| Due from primary government | - |
| Capital Assets | <u>-</u> |
| Total assets | <u>157,400</u> |
| LIABILITIES AND FUND BALANCE | |
| Liabilities: | |
| Accounts payable | 76,010 |
| Due to other governments | <u>82,425</u> |
| Total liabilities | <u>158,435</u> |
| Fund balance | <u>(1,035)</u> |
| Amounts reported for the Metropolitan Planning Commission in the Statement of Net Position for component units are different because: | |
| Capital assets reported in governmental activities are not financial assets and, therefore, are not reported in governmental funds. | <u>802,032</u> |
| Net position | <u>\$ 800,997</u> |

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

**CITY OF SHREVEPORT, LOUISIANA
METROPOLITAN PLANNING COMMISSION
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED DECEMBER 31, 2021**

| | |
|---|-------------------|
| REVENUES | |
| Intergovernmental | \$ 280,000 |
| Miscellaneous | <u>409,292</u> |
| Total revenues | <u>689,292</u> |
| EXPENDITURES | |
| General government | <u>1,533,966</u> |
| Total expenditures | <u>1,533,966</u> |
| Deficiency of revenues under expenditures | (844,674) |
| OTHER FINANCING SOURCES | |
| Transfers In | <u>843,639</u> |
| Net change in fund balance | (1,035) |
| Fund balance - beginning | - |
| Fund balance - ending | <u>\$ (1,035)</u> |

Amounts reported for the Metropolitan Planning Commission in the Statement of Activities for component units are different because:

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

| | |
|------------------------|--------------------|
| Depreciation expense | <u>(11,540)</u> |
| Change in net position | <u>\$ (11,540)</u> |

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

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Statistical
SECTION

CITY OF SHREVEPORT, LOUISIANA
NET POSITION BY COMPONENT
LAST TEN YEARS
(ACCRUAL BASIS OF ACCOUNTING)

| | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|---|-----------------------|-----------------------|-------------------------|------------------------|------------------------|------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| Governmental activities | | | | | | | | | | |
| Net investment in capital assets | \$ 527,404,356 | \$ 498,281,721 | \$ 447,755,978 | \$ 594,396,807 | \$ 604,854,487 | \$ 619,093,951 | \$ 606,332,272 | \$ 440,976,682 | \$ 435,095,111 | \$ 433,131,458 |
| Restricted | 134,588,349 | 227,239,617 | 207,407,523 | 168,897,674 | 133,100,842 | 3,960,404 | 122,792,732 | 105,287,407 | 109,307,827 | 123,195,336 |
| Unrestricted(Deficit) | <u>(346,760,306)</u> | <u>(450,501,025)</u> | <u>(584,381,854)</u> | <u>(784,343,447)</u> | <u>(811,432,005)</u> | <u>(87,168,778)</u> | <u>(1,054,491,779)</u> | <u>(918,599,662)</u> | <u>(938,501,828)</u> | <u>(931,950,845)</u> |
| Total governmental activities net position | <u>\$ 315,232,399</u> | <u>\$ 275,020,313</u> | <u>\$ 70,781,647</u> | <u>\$ (21,048,966)</u> | <u>\$ (73,476,676)</u> | <u>\$ 535,885,577</u> | <u>\$ (325,366,775)</u> | <u>\$ (372,335,573)</u> | <u>\$ (394,098,890)</u> | <u>\$ (375,624,051)</u> |
| Business-type activities | | | | | | | | | | |
| Net investment in capital assets | \$ 510,326,673 | \$ 523,710,809 | \$ 518,261,289 | \$ 570,187,946 | \$ 614,521,810 | \$ 1,225,426,223 | \$ 619,093,951 | \$ 668,338,171 | \$ 635,641,795 | \$ 622,710,657 |
| Restricted | 3,959,892 | 3,960,404 | - | 3,960,404 | 3,960,404 | 126,753,136 | 3,960,404 | 3,960,404 | 3,960,404 | - |
| Unrestricted(Deficit) | <u>(24,028,572)</u> | <u>(15,504,876)</u> | <u>435,800,986</u> | <u>(74,137,780)</u> | <u>(58,424,472)</u> | <u>(1,141,660,557)</u> | <u>(87,168,778)</u> | <u>(107,707,572)</u> | <u>(91,064,709)</u> | <u>(70,286,263)</u> |
| Total business-type activities net position | <u>\$ 490,257,993</u> | <u>\$ 512,166,337</u> | <u>\$ 954,062,275</u> | <u>\$ 500,010,570</u> | <u>\$ 560,057,742</u> | <u>\$ 210,518,802</u> | <u>\$ 535,885,577</u> | <u>\$ 564,591,003</u> | <u>\$ 548,537,490</u> | <u>\$ 552,424,394</u> |
| Primary government | | | | | | | | | | |
| Net investment in capital assets | \$ 1,037,731,029 | \$ 1,021,992,530 | \$ 966,017,267 | \$ 1,164,584,753 | \$ 1,219,376,297 | \$ 1,844,520,174 | \$ 1,225,426,223 | \$ 1,109,314,853 | \$ 1,070,736,906 | \$ 1,055,842,115 |
| Restricted | 138,548,241 | 231,200,021 | 207,407,523 | 172,858,078 | 137,061,246 | 130,713,540 | 126,753,136 | 109,247,811 | 113,268,231 | 123,195,336 |
| Unrestricted(Deficit) | <u>(370,788,878)</u> | <u>(466,005,901)</u> | <u>(148,580,868)</u> | <u>(858,481,227)</u> | <u>(869,856,477)</u> | <u>(1,228,829,335)</u> | <u>(1,141,660,557)</u> | <u>(1,026,307,234)</u> | <u>(1,029,566,537)</u> | <u>(1,002,237,108)</u> |
| Total primary government net position | <u>\$ 805,490,392</u> | <u>\$ 787,186,650</u> | <u>\$ 1,024,843,922</u> | <u>\$ 478,961,604</u> | <u>\$ 486,581,066</u> | <u>\$ 746,404,379</u> | <u>\$ 210,518,802</u> | <u>\$ 192,255,430</u> | <u>\$ 154,438,600</u> | <u>\$ 176,800,343</u> |

Unaudited - see accompanying independent auditors' report.

**CITY OF SHREVEPORT, LOUISIANA
CHANGES IN NET POSITION
LAST TEN YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

| | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Expenses | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| General government | \$ 52,871,070 | \$ 59,180,755 | \$ 55,486,934 | \$ 29,837,534 | \$ 55,317,669 | \$ 61,780,900 | \$ 55,935,361 | \$ 68,735,117 | \$ 69,900,381 | \$ 54,147,350 |
| Public safety | 132,296,947 | 129,986,772 | 130,048,046 | 128,387,069 | 140,960,844 | 116,156,813 | 121,011,556 | 123,095,970 | 123,953,185 | 125,173,071 |
| Public works | 54,861,069 | 55,054,294 | 54,417,093 | 53,377,050 | 55,847,544 | 66,261,441 | 50,513,932 | 53,785,152 | 39,986,537 | 33,623,919 |
| Culture and recreation | 22,298,863 | 23,634,459 | 23,249,858 | 23,951,836 | 25,188,570 | 36,076,061 | 29,182,679 | 35,576,948 | 23,703,551 | 23,100,094 |
| Health and welfare | 25,854 | 14,760 | 13,602 | 108,878 | - | 2,791 | 76,426 | 200,835 | 262,314 | 301,523 |
| Community development | 4,517,472 | 4,663,450 | 5,495,408 | 3,880,501 | 6,678,055 | 2,893,364 | 4,179,698 | 3,816,847 | 11,089,881 | 11,201,722 |
| Economic development | 4,462,780 | 4,576,357 | 3,657,075 | 3,505,893 | 910,774 | 3,235,826 | 2,051,968 | 2,612,022 | 1,711,659 | 1,322,448 |
| Economic opportunity | 2,609,908 | 2,558,968 | 2,558,816 | 2,143,306 | 5,241 | 2,265,807 | 2,260,793 | 2,562,861 | 1,503,988 | 2,159,289 |
| Interest on long-term debt | 11,331,384 | 9,509,948 | 9,321,094 | 11,030,882 | 9,655,942 | 9,029,444 | 6,296,780 | 5,882,250 | 5,694,731 | 5,137,295 |
| Total governmental activities expenses | <u>285,275,347</u> | <u>289,179,763</u> | <u>284,247,926</u> | <u>256,222,948</u> | <u>294,564,639</u> | <u>297,702,447</u> | <u>271,509,193</u> | <u>296,268,002</u> | <u>277,806,227</u> | <u>256,166,711</u> |
| Business-type activities | | | | | | | | | | |
| Municipal and Regional Airports | 15,414,301 | 15,490,057 | 15,615,759 | 14,596,911 | 14,118,982 | 13,708,757 | 16,578,088 | 14,089,228 | 18,141,089 | 16,386,539 |
| Water and Sewerage | 58,346,912 | 59,722,975 | 63,354,907 | 63,817,718 | 76,285,816 | 65,808,452 | 83,159,229 | 85,211,557 | 102,320,838 | 94,602,650 |
| Convention Center | 6,969,925 | 6,811,134 | 7,102,290 | 7,863,035 | 7,336,641 | 7,148,971 | 6,654,656 | 6,732,643 | 4,711,426 | 5,305,561 |
| Convention Center Hotel | 12,867,218 | 12,510,097 | 12,149,036 | 10,716,085 | 11,119,464 | 12,278,765 | 13,715,123 | 13,245,238 | 9,948,281 | 12,264,638 |
| Shreveport Area Transit System | 15,804,741 | 16,439,796 | 16,644,288 | 15,628,664 | 15,293,243 | 16,756,528 | 15,601,479 | 16,274,701 | 15,543,289 | 16,203,385 |
| Golf | 1,310,004 | 1,029,810 | 1,316,897 | 4,292,902 | 4,448,415 | (3,768,584) | 2,542,458 | 1,011,812 | 1,501,085 | 747,215 |
| Downtown Parking | 423,433 | 419,280 | 419,280 | 349,566 | 363,000 | 367,630 | 393,959 | 365,199 | 399,760 | 363,352 |
| Solid Waste | - | - | - | - | - | - | - | 10,865,735 | 21,279,922 | 16,159,257 |
| Total business-type activities expenses | <u>111,136,534</u> | <u>112,423,149</u> | <u>116,602,457</u> | <u>117,264,881</u> | <u>128,965,561</u> | <u>112,300,519</u> | <u>138,644,992</u> | <u>147,796,113</u> | <u>173,845,690</u> | <u>162,032,597</u> |
| Total primary government expenses | <u>\$ 396,411,881</u> | <u>\$ 401,602,912</u> | <u>\$ 400,850,383</u> | <u>\$ 373,487,829</u> | <u>\$ 423,530,200</u> | <u>\$ 410,002,966</u> | <u>\$ 410,154,185</u> | <u>\$ 444,064,115</u> | <u>\$ 451,651,917</u> | <u>\$ 418,199,308</u> |

(continued)

**CITY OF SHREVEPORT, LOUISIANA
CHANGES IN NET POSITION
LAST TEN YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

| | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|---|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| Program Revenues | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Charges for services: | | | | | | | | | | |
| Public safety | \$ 12,868,050 | \$ 11,196,830 | \$ 10,767,228 | \$ 12,941,736 | \$ 20,908,980 | \$ 20,908,980 | \$ 20,353,976 | \$ 18,478,887 | \$ 19,483,530 | \$ 9,111,179 |
| Public works | 15,817,405 | 14,925,161 | 22,351,362 | 21,395,782 | 20,133,031 | 20,133,031 | 20,409,359 | 15,557,092 | 12,655,276 | 16,047,305 |
| Other activities | 305,041 | 281,880 | 1,604,519 | 1,673,500 | 2,101,051 | 2,101,051 | 2,040,376 | 1,763,679 | 1,530,819 | 1,525,871 |
| Operating grants and contributions | 17,205,002 | 15,912,520 | 17,478,683 | 20,505,899 | 21,527,543 | 21,527,543 | 16,631,067 | 13,073,257 | 27,313,293 | 17,037,407 |
| Capital grants and contributions | 2,392,234 | 1,993,674 | 49,982 | - | 137,421 | 137,421 | 247,810 | 14,769 | - | - |
| Total governmental activities program revenues | <u>48,587,732</u> | <u>44,310,065</u> | <u>52,251,774</u> | <u>56,516,917</u> | <u>64,808,026</u> | <u>64,808,026</u> | <u>59,682,588</u> | <u>48,887,684</u> | <u>60,982,918</u> | <u>43,721,762</u> |
| Business-type activities | | | | | | | | | | |
| Charges for services: | | | | | | | | | | |
| Municipal and Regional Airports | 10,658,288 | 10,961,308 | 10,102,240 | 10,505,926 | 10,942,803 | 10,942,803 | 11,031,770 | 12,082,983 | 9,632,836 | 11,254,560 |
| Water and Sewerage | 61,742,737 | 75,259,282 | 75,961,390 | 82,453,869 | 85,830,305 | 85,830,305 | 89,206,455 | 92,337,389 | 92,402,032 | 98,984,400 |
| Convention Center | 2,013,793 | 2,552,784 | 2,873,802 | 3,005,319 | 3,072,879 | 3,072,879 | 2,793,537 | 2,982,147 | 926,314 | 1,649,784 |
| Convention Center Hotel | 11,109,856 | 11,283,028 | 11,666,633 | 10,853,180 | 11,671,322 | 11,671,322 | 12,496,939 | 11,922,636 | 7,275,316 | 11,413,112 |
| Shreveport Area Transit System | 2,842,739 | 3,076,104 | 2,344,315 | 2,243,846 | 2,061,377 | 2,061,377 | 1,804,318 | 1,825,476 | 999,962 | 979,842 |
| Golf | 785,516 | 1,084,133 | 1,106,515 | 1,282,163 | 1,509,499 | 1,509,499 | 1,516,791 | 1,799,691 | 1,772,990 | 2,297,713 |
| Downtown Parking | 581,154 | 562,091 | 460,687 | 499,394 | 448,267 | 448,267 | 416,044 | 389,545 | 305,629 | 385,455 |
| Solid Waste | - | - | - | - | - | - | - | 7,407,359 | 12,705,015 | 11,895,837 |
| Operating grants and contributions | 6,174,220 | 6,362,042 | 5,742,865 | 6,606,819 | 4,649,172 | 4,649,172 | 5,705,623 | 3,511,362 | 2,312,086 | 1,391,048 |
| Capital grants and contributions | 6,644,821 | 8,811,969 | 5,769,680 | 5,068,766 | 21,590,610 | 21,590,610 | 6,430,985 | 20,022,839 | 19,106,643 | 14,556,619 |
| Total business-type activities program revenues | <u>102,553,124</u> | <u>119,952,741</u> | <u>116,028,127</u> | <u>122,519,282</u> | <u>141,776,234</u> | <u>141,776,234</u> | <u>131,402,462</u> | <u>154,281,427</u> | <u>147,438,823</u> | <u>154,808,370</u> |
| Total primary government program revenues | <u>\$ 151,140,856</u> | <u>\$ 164,262,806</u> | <u>\$ 168,279,901</u> | <u>\$ 179,036,199</u> | <u>\$ 206,584,260</u> | <u>\$ 206,584,260</u> | <u>\$ 191,085,050</u> | <u>\$ 203,169,111</u> | <u>\$ 208,421,741</u> | <u>\$ 198,530,132</u> |
| Net(Expense) Revenue | | | | | | | | | | |
| Governmental activities | \$ (223,665,399) | \$ (235,847,165) | \$ (240,592,031) | \$ (239,937,861) | \$ (203,971,174) | \$ (238,047,723) | \$ (228,265,470) | \$ (211,826,605) | \$ (247,380,318) | \$ (212,444,949) |
| Business-type activities | 7,186,937 | (10,098,993) | (9,870,025) | 3,350,284 | (1,236,754) | (6,446,279) | 29,475,715 | (7,242,530) | 6,485,314 | (7,224,227) |
| Total primary government net expense | <u>\$ (216,478,462)</u> | <u>\$ (245,946,158)</u> | <u>\$ (250,462,056)</u> | <u>\$ (236,587,577)</u> | <u>\$ (205,207,928)</u> | <u>\$ (244,494,002)</u> | <u>\$ (198,789,755)</u> | <u>\$ (219,069,135)</u> | <u>\$ (240,895,004)</u> | <u>\$ (219,669,176)</u> |

(2) The Convention Center became a separate fund in 2011.

(continued)

**CITY OF SHREVEPORT, LOUISIANA
CHANGES IN NET POSITION
LAST TEN YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

| | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|---|------------------------|------------------------|------------------------|-----------------------|------------------------|-----------------------|-----------------------|------------------------|------------------------|-----------------------|
| General Revenues and Other Changes in Net Position | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Taxes: | | | | | | | | | | |
| Property taxes | \$ 58,031,369 | \$ 59,428,155 | \$ 59,842,135 | \$ 56,414,985 | \$ 55,580,376 | \$ 55,627,351 | \$ 52,786,509 | \$ 52,258,332 | \$ 42,499,726 | \$ 41,392,385 |
| Sales taxes | 113,068,390 | 114,192,366 | 119,809,168 | 117,900,678 | 115,450,214 | 118,856,149 | 123,869,548 | 124,371,857 | 128,120,834 | 149,913,898 |
| Franchise taxes | 7,512,211 | 7,750,603 | 7,661,160 | 7,911,173 | 7,981,794 | 8,258,569 | 8,926,566 | 15,834,969 | 15,194,998 | 18,783,200 |
| Occupational licenses | 7,175,204 | 7,306,835 | 7,289,383 | 7,433,349 | 7,355,815 | 7,066,000 | 7,229,454 | 7,234,162 | 6,672,436 | 6,999,837 |
| Gaming | 11,925,489 | 11,003,579 | 10,241,584 | 10,035,079 | 9,615,662 | 8,916,942 | 8,792,004 | 8,312,389 | 5,200,939 | 7,780,770 |
| Unrestricted grants and contributions | 3,398,492 | 1,886,334 | 2,762,622 | 1,233,863 | 1,185,383 | 1,152,947 | 1,121,363 | 1,215,530 | 1,086,902 | 1,216,423 |
| Investment earnings | 861,704 | 534,354 | 420,727 | 598,673 | 269,008 | 343,143 | 766,640 | 967,192 | 165,134 | (8,912) |
| Miscellaneous | 12,558,552 | 12,232,148 | 11,571,074 | 10,351,367 | 3,068,395 | 3,836,263 | 678,548 | 3,094,119 | 3,035,856 | 12,518,729 |
| Transfers | <u>(13,566,000)</u> | <u>(20,703,921)</u> | <u>(19,872,078)</u> | <u>(19,144,109)</u> | <u>(37,229,142)</u> | <u>(27,019,950)</u> | <u>(6,633,946)</u> | <u>(12,877,030)</u> | <u>(6,958,051)</u> | <u>(7,676,542)</u> |
| Total governmental activities | <u>200,965,411</u> | <u>193,630,453</u> | <u>199,725,775</u> | <u>192,735,058</u> | <u>163,277,505</u> | <u>177,037,414</u> | <u>197,536,686</u> | <u>200,411,520</u> | <u>195,018,774</u> | <u>230,919,788</u> |
| Business-type activities: | | | | | | | | | | |
| Investment earnings (loss) | 45,934 | 5,846,715 | (1,314,018) | 1,081,568 | 1,359,656 | 1,364,644 | 4,040,377 | 5,753,434 | 1,387,866 | (210,637) |
| Miscellaneous | - | - | - | (14,401,995) | 2,229,312 | 2,186,864 | 3,494,519 | 3,589,648 | 3,120,960 | 3,645,226 |
| Transfers | <u>13,566,000</u> | <u>20,703,921</u> | <u>19,872,078</u> | <u>19,144,109</u> | <u>37,229,142</u> | <u>27,019,949</u> | <u>6,633,942</u> | <u>12,877,030</u> | <u>5,844,528</u> | <u>7,676,542</u> |
| Total business-type activities | <u>13,611,934</u> | <u>26,550,636</u> | <u>18,558,060</u> | <u>5,823,682</u> | <u>40,818,110</u> | <u>30,571,457</u> | <u>14,168,838</u> | <u>22,220,112</u> | <u>10,353,354</u> | <u>11,111,131</u> |
| Total primary government | <u>\$ 214,577,345</u> | <u>\$ 220,181,089</u> | <u>\$ 218,283,835</u> | <u>\$ 198,558,740</u> | <u>\$ 204,095,615</u> | <u>\$ 207,608,871</u> | <u>\$ 211,705,524</u> | <u>\$ 222,631,632</u> | <u>\$ 205,372,128</u> | <u>\$ 242,030,919</u> |
| Change in Net Position | | | | | | | | | | |
| Governmental activities | \$ (34,881,754) | \$ (46,961,578) | \$ (40,212,086) | \$ (11,236,116) | \$ (74,770,218) | \$ (55,857,007) | \$ (14,289,919) | \$ (46,968,798) | \$ (21,804,535) | \$ 18,474,839 |
| Business-type activities | 3,512,941 | 16,680,611 | 21,908,344 | 4,586,928 | 34,371,831 | 60,047,172 | 6,926,308 | 28,705,426 | (16,053,513) | 3,886,904 |
| Total primary government | <u>\$ (31,368,813)</u> | <u>\$ (30,280,967)</u> | <u>\$ (18,303,742)</u> | <u>\$ (6,649,188)</u> | <u>\$ (40,398,387)</u> | <u>\$ 4,190,165</u> | <u>\$ (7,363,611)</u> | <u>\$ (18,263,372)</u> | <u>\$ (37,858,048)</u> | <u>\$ 22,361,743</u> |

Unaudited - see accompanying independent auditors' report.

(concluded)

**CITY OF SHREVEPORT, LOUISIANA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

| | <u>2012</u> | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> |
|------------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|----------------------|-----------------------|
| General Fund | | | | | | | | | | |
| Nonspendable | \$ 1,582,251 | \$ 1,457,442 | \$ 1,622,361 | \$ 1,601,762 | \$ 1,617,488 | \$ 1,628,957 | \$ 1,850,822 | \$ 1,597,234 | \$ 1,633,113 | \$ 1,782,436 |
| Restricted | - | 43,187 | 122,404 | 206,168 | 283,492 | 354,446 | 411,230 | 473,091 | - | - |
| Assigned | 8,235,732 | 7,353,477 | 10,210,582 | 9,907,967 | 10,441,503 | 11,596,542 | 10,561,557 | 1,254,576 | 7,037,613 | 18,368,928 |
| Unassigned | 6,429,096 | 4,137,247 | 4,036,252 | 1,257,328 | 1,614,702 | 155,452 | (1,206,981) | 7,361,458 | 34,074,898 | 55,468,160 |
| Total General Fund | <u>\$ 16,247,079</u> | <u>\$ 12,991,353</u> | <u>\$ 15,991,599</u> | <u>\$ 12,973,225</u> | <u>\$ 13,957,185</u> | <u>\$ 13,735,397</u> | <u>\$ 11,616,628</u> | <u>\$ 10,686,359</u> | <u>\$ 42,745,624</u> | <u>\$ 75,619,524</u> |
| All Other Governmental Funds | | | | | | | | | | |
| Restricted | \$ 154,952,867 | \$ 135,712,949 | \$ 229,202,191 | \$ 204,022,094 | \$ 154,628,693 | \$ 118,104,543 | \$ 108,886,464 | \$ 100,650,769 | \$ 98,191,853 | \$ 102,522,680 |
| Unassigned | (1,729,116) | (918,267) | (1,578,868) | - | - | - | - | - | (1,229,926) | (2,198,535) |
| Total all other governmental funds | <u>\$ 153,223,751</u> | <u>\$ 134,794,682</u> | <u>\$ 227,623,323</u> | <u>\$ 204,022,094</u> | <u>\$ 154,628,693</u> | <u>\$ 118,104,543</u> | <u>\$ 108,886,464</u> | <u>\$ 100,650,769</u> | <u>\$ 96,961,927</u> | <u>\$ 100,324,145</u> |

Unaudited - see accompanying independent auditors' report.

CITY OF SHREVEPORT, LOUISIANA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

| | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|---|-----------------|-----------------|----------------|-----------------|-----------------|-----------------|-----------------|----------------|----------------|----------------|
| Revenues | | | | | | | | | | |
| Taxes | \$ 179,323,323 | \$ 180,915,510 | \$ 187,814,734 | \$ 183,390,846 | \$ 178,722,267 | \$ 182,329,963 | \$ 185,662,509 | \$ 192,230,491 | \$ 186,525,414 | \$ 211,117,154 |
| Licenses and permits | 9,159,315 | 9,333,071 | 9,554,623 | 9,578,009 | 9,128,991 | 9,060,734 | 9,113,603 | 9,304,101 | 8,675,010 | 9,826,980 |
| Intergovernmental | 23,012,567 | 19,327,161 | 18,754,217 | 17,477,915 | 20,502,974 | 21,589,131 | 16,907,626 | 17,535,114 | 35,371,851 | 24,119,783 |
| Charges for services | 25,786,275 | 27,764,494 | 24,519,238 | 23,381,449 | 25,134,234 | 31,948,695 | 31,080,783 | 24,810,041 | 23,763,786 | 21,606,175 |
| Fines and forfeitures | 3,377,228 | 3,002,987 | 3,210,062 | 2,510,504 | 2,528,965 | 2,547,015 | 2,264,333 | 2,154,694 | 1,157,037 | 1,095,072 |
| Gaming | 11,925,489 | 11,003,579 | 10,241,584 | 10,035,079 | 9,615,662 | 8,916,942 | 8,792,004 | 8,312,390 | 5,200,939 | 7,780,770 |
| Investment earnings | 664,659 | 444,336 | 351,591 | 539,595 | 237,948 | 317,624 | 682,951 | 755,649 | 154,778 | (23,869) |
| Miscellaneous | 12,558,552 | 12,232,148 | 11,571,074 | 12,752,087 | 11,054,440 | 12,228,411 | 11,191,309 | 5,259,494 | 2,683,508 | 7,212,112 |
| Total revenues | 264,023,286 | 264,023,286 | 266,017,123 | 259,665,484 | 256,925,481 | 268,938,515 | 265,695,118 | 260,361,974 | 263,532,323 | 282,734,177 |
| Expenditures | | | | | | | | | | |
| General government | 33,754,118 | 36,770,691 | 36,118,397 | 39,708,557 | 38,650,918 | 37,653,695 | 41,363,349 | 41,261,348 | 43,895,616 | 43,917,997 |
| Public safety | 114,152,950 | 110,841,564 | 108,919,662 | 110,000,160 | 115,618,481 | 111,740,773 | 121,007,727 | 119,847,503 | 118,057,166 | 126,430,701 |
| Public works | 40,188,370 | 38,571,558 | 39,577,765 | 37,354,544 | 40,695,630 | 39,290,998 | 35,139,059 | 27,492,071 | 20,631,233 | 22,623,224 |
| Culture and recreation | 16,419,548 | 16,433,993 | 16,135,262 | 17,621,679 | 17,570,028 | 19,268,147 | 18,831,843 | 17,731,369 | 15,232,344 | 17,843,531 |
| Health and welfare | 11,841 | - | - | 108,878 | - | 2,791 | 76,426 | 200,835 | 262,314 | 295,263 |
| Community development | 3,957,114 | 4,043,129 | 4,844,285 | 3,402,083 | 6,459,958 | 2,678,717 | 3,964,926 | 3,584,582 | 4,611,624 | 11,086,002 |
| Economic development | 4,385,707 | 4,502,555 | 3,589,063 | 3,505,893 | 903,974 | 3,229,013 | 2,045,702 | 2,605,764 | 1,700,540 | 117,821 |
| Economic opportunity | 2,364,677 | 2,367,082 | 2,402,389 | 2,143,306 | - | 2,262,389 | 2,257,637 | 2,562,861 | 1,502,795 | 3,363,918 |
| Capital outlay | 7,609,546 | 17,563,135 | 16,550,444 | 16,638,321 | 19,178,491 | 28,937,461 | 17,390,845 | 12,582,894 | 4,600,258 | 8,004,619 |
| Debt service | | | | | | | | | | |
| Principal | 51,542,365 | 23,738,712 | 20,068,059 | 24,671,368 | 24,206,740 | 22,195,408 | 21,357,629 | 19,925,868 | 11,060,719 | 10,336,571 |
| Interest | 12,004,912 | 10,059,930 | 9,142,698 | 11,595,965 | 11,539,939 | 11,367,611 | 8,003,821 | 8,059,813 | 7,413,663 | 6,990,294 |
| Bond issuance cost | - | - | 860,175 | 471,440 | 468,073 | 715,873 | 16,058 | - | - | 167,840 |
| Total expenditures | 286,391,148 | 264,892,349 | 258,208,199 | 267,222,194 | 275,292,232 | 279,342,876 | 271,455,022 | 255,854,908 | 228,968,272 | 251,177,781 |
| Excess(deficiency) of revenues over (under) expenditures | (22,367,862) | (869,063) | 7,808,924 | (7,556,710) | (18,366,751) | (10,404,361) | (5,759,904) | 4,507,066 | 34,564,051 | 31,556,396 |
| Other Financing Sources(Uses) | | | | | | | | | | |
| Bonds issued | - | - | 93,500,000 | 24,205,000 | 22,477,312 | 50,000,000 | - | - | - | 5,675,000 |
| (Discount) on debt issued | - | - | - | - | - | - | - | - | - | (95,737) |
| Premium on debt issued | - | - | 14,392,041 | 2,521,090 | 2,476,543 | 7,085,177 | - | - | - | - |
| Certificate of indebtedness issued | - | - | - | - | 8,194,901 | - | - | - | - | - |
| Capital leases | 8,865,007 | - | - | - | - | - | - | - | - | 6,777,000 |
| Payments to refunded bond escrow agent | - | - | - | (26,644,875) | (26,369,104) | (56,369,303) | - | - | - | - |
| Swap termination payment | - | - | - | - | - | - | - | - | - | - |
| Transfers in | 28,141,986 | 28,891,695 | 18,511,141 | 17,897,431 | 35,262,981 | 30,562,705 | 30,404,065 | 25,322,199 | 16,331,173 | 25,987,377 |
| Transfers out | (41,707,986) | (49,707,427) | (38,383,219) | (37,041,539) | (72,085,323) | (57,582,655) | (37,038,011) | (38,199,229) | (22,524,802) | (33,663,918) |
| Total other financing sources(uses) | (4,700,993) | (20,815,732) | 88,019,963 | (19,062,893) | (30,042,690) | (26,304,076) | (6,633,946) | (12,877,030) | (6,193,629) | 4,679,722 |
| Net change in fund balances | \$ (25,284,733) | \$ (21,684,795) | \$ 95,828,887 | \$ (26,619,603) | \$ (48,409,441) | \$ (36,708,437) | \$ (12,393,850) | \$ (8,369,964) | \$ 28,370,422 | \$ 36,236,118 |
| Debt service as a percentage of noncapital expenditures | 22.8% | 13.7% | 12.4% | 14.7% | 14.1% | 13.7% | 11.6% | 11.5% | 8.2% | 7.2% |

**CITY OF SHREVEPORT, LOUISIANA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
(DOLLARS IN THOUSANDS)**

| <u>Year Ended December 31</u> | <u>Residential Property</u> | <u>Commercial Property</u> | <u>Total Taxable Assessed Value ⁽¹⁾</u> | <u>Total Direct Tax Rate</u> | <u>Estimated Actual Taxable Value</u> | <u>Assessed Value as a Percentage of Actual Value</u> |
|-----------------------------------|---------------------------------|--------------------------------|--|----------------------------------|---|---|
| 2012 | 665,138 | 803,002 | 1,468,140 | 39.70 | 13,106,704 | 11.20% |
| 2013 | 717,774 | 772,590 | 1,490,364 | 39.70 | 13,273,988 | 11.23% |
| 2014 | 724,530 | 718,584 | 1,443,114 | 39.70 | 13,375,262 | 10.79% |
| 2015 | 737,351 | 790,153 | 1,527,504 | 36.65 | 13,591,787 | 11.24% |
| 2016 | 746,197 | 777,863 | 1,524,061 | 36.29 | 13,602,121 | 11.20% |
| 2017 | 752,551 | 784,056 | 1,536,607 | 35.81 | 13,721,633 | 11.20% |
| 2018 | 757,545 | 793,505 | 1,551,050 | 33.65 | 13,833,927 | 11.21% |
| 2019 | 769,382 | 798,896 | 1,568,278 | 32.95 | 13,989,996 | 11.21% |
| 2020 | 736,504 | 829,661 | 1,566,165 | 26.59 | 13,996,863 | 11.19% |
| 2021 | 763,155 | 855,525 | 1,580,846 | 26.59 | 14,366,609 | 11.00% |

Note: Assessed values are established by the Caddo Parish Tax Assessor on January 1 of each year at approximately 10-25% of assumed market value. A revaluation of all property is required to be completed no less than every four years. The last revaluation was completed for the tax roll of January 1, 2020. The next revaluation will be completed as of January 1, 2024 for the 2024 tax roll. Tax rates are per \$1,000 of assessed value.

(1) The total assessed value of property within the City that has been adjudicated to Caddo Parish is not included in these assessed values.

Unaudited - see accompanying independent auditors' report.

CITY OF SHREVEPORT, LOUISIANA
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(RATE PER \$1,000 OF ASSESSED VALUE)
LAST TEN YEARS

| Year Ended December 31, | City Direct Rates | | | | | | | | | Overlapping Rates | | |
|-------------------------------|---------------------|------------------------|--|--|----------------------------------|-------------------------------|--------------------------|---|----------------------|-------------------|--------|--------|
| | Debt Service (1) | General Alimony (2) | Police Three- Platoon System (2) | Police and Fire Uniforms and Equipment Equipment (3) | Salary & Wage Schedule (3) | Street Improvements (3) | Employee Benefits (3) | Parks and Recreational Facilities (3) | Total Direct Debt | School Board | Parish | Total |
| 2012 | 22.05 | 10.30 | 1.47 | 1.12 | 1.12 | 1.12 | 1.69 | 0.83 | 39.70 | 78.20 | 35.14 | 153.04 |
| 2013 | 22.05 | 10.30 | 1.47 | 1.12 | 1.12 | 1.12 | 1.69 | 0.83 | 39.70 | 78.20 | 35.14 | 153.04 |
| 2014 | 22.05 | 10.30 | 1.47 | 1.12 | 1.12 | 1.12 | 1.69 | 0.83 | 38.58 | 78.20 | 35.14 | 151.92 |
| 2015 | 19.00 | 10.30 | 1.47 | 1.12 | 1.12 | 1.12 | 1.69 | 0.83 | 35.53 | 74.66 | 34.94 | 145.13 |
| 2016 | 19.00 | 10.09 | 1.44 | 1.10 | 1.10 | 1.10 | 1.65 | 0.81 | 36.29 | 73.30 | 31.79 | 141.38 |
| 2017 | 18.16 | 10.30 | 1.47 | 1.12 | 1.12 | 1.12 | 1.69 | 0.83 | 35.81 | 73.82 | 31.80 | 141.43 |
| 2018 | 16.36 | 10.09 | 1.44 | 1.1 | 1.10 | 1.10 | 1.65 | 0.81 | 33.65 | 73.82 | 32.05 | 139.52 |
| 2019 | 15.30 | 10.30 | 1.47 | 1.12 | 1.12 | 1.12 | 1.69 | 0.83 | 32.95 | 73.82 | 54.95 | 161.72 |
| 2020 | 8.82 | 10.36 | 1.48 | 1.13 | 1.13 | 1.13 | 1.70 | 0.84 | 26.59 | 73.82 | 54.95 | 155.36 |
| 2021 | 8.82 | 10.36 | 1.48 | 1.13 | 1.13 | 1.13 | 1.70 | 0.84 | 26.59 | 73.82 | 54.95 | 155.36 |

(1) Political subdivisions in Louisiana are required to levy taxes without limitation at such rates as may be necessary to service general obligation bonds.

(2) City Council is authorized by Louisiana Constitution to levy, after public hearing by a two-thirds affirmative vote, a millage rate of up to, but not in excess of:

- (a) 10.49 mills for General Alimony
- (b) 1.50 mills for Police Three-Platoon System

(3) Special millage approved by referendum and must be reapproved by referendum every five years. (Last submitted and approved on August 3, 2020).

Unaudited - see accompanying independent auditors' report.

**CITY OF SHREVEPORT, LOUISIANA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

| Taxpayer | 2021 | | | 2012 | | |
|---|------------------------|------|---|------------------------|------|---|
| | Taxable Assessed Value | Rank | Percentage of Total City Taxable Assessed Value | Taxable Assessed Value | Rank | Percentage of Total City Taxable Assessed Value |
| AEP Southwestern Electric Power Company | \$ 98,754,830 | 1 | 6.25% | \$ 38,663,320 | 1 | 2.60% |
| Calumet Lubricants | 13,704,500 | 2 | 0.87% | 11,903,170 | 4 | 0.8 |
| Centerpoint Energy | 9,001,580 | 3 | 0.57% | 11,549,090 | 6 | 0.8 |
| Bell South Communications | 5,909,970 | 4 | 0.37% | 15,178,550 | 2 | 0.7 |
| Walmart | 9,610,958 | 5 | 0.61% | 9,973,930 | 7 | 0.7 |
| Capital One | 5,387,650 | 6 | 0.34% | 11,549,090 | 5 | 0.8 |
| Metro Aviation | 4,339,706 | 7 | 0.27% | | | |
| Kansas City Southern | 3,954,730 | 8 | 0.00% | | | |
| Comcast | 3,686,880 | 9 | 0.00% | | | |
| Dr Reddy's Laboratories | 3,574,610 | 10 | 0.00% | | | |
| Sam's Town | | | | 11,979,910 | 3 | 0.8 |
| Schlumberger | | | | 9,740,780 | 8 | 0.7 |
| Regions Bank | | | | 9,122,300 | 9 | 0.6 |
| Verizon Wireless | | | | 8,757,980 | 10 | 0.6 |
| | <u>\$ 157,925,414</u> | | <u>9.28%</u> | <u>\$ 138,418,120</u> | | <u>652.60%</u> |

Unaudited - see accompanying independent auditors' report.

Source: Caddo Parish Assessor's Office

**CITY OF SHREVEPORT, LOUISIANA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS**

| Year Ended December 31, | Taxes Levied for the Year | Collections | | | | |
|----------------------------|------------------------------|---------------------------------------|-----------------------|------------------------------------|---------------------------|-----------------------|
| | | Collected within the Year of the Levy | | Collections in Subsequent Years | Total Collections to Date | |
| | | Amount | Percentage of Levy | | Amount | Percentage of Levy |
| 2012 | \$ 58,285,191 | \$ 46,570,605 | 79.90% | \$ 10,438,058 | \$ 57,008,663 | 97.81% |
| 2013 | 59,167,413 | 44,608,285 | 75.39% | 13,400,321 | 58,008,606 | 98.04% |
| 2014 | 59,673,655 | 42,808,850 | 71.74% | 15,519,037 | 58,327,887 | 97.74% |
| 2015 | 55,983,017 | 47,419,429 | 84.70% | 8,454,596 | 55,874,025 | 99.81% |
| 2016 | 55,308,166 | 38,969,359 | 70.46% | 15,599,859 | 54,569,218 | 98.66% |
| 2017 | 55,025,879 | 45,466,930 | 82.63% | 8,689,787 | 54,156,717 | 98.42% |
| 2018 | 52,192,857 | 42,200,485 | 80.85% | 8,942,932 | 51,143,417 | 97.99% |
| 2019 | 52,724,734 | 43,616,844 | 82.73% | 7,538,681 | 51,155,525 | 97.02% |
| 2020 | 42,720,286 | 25,795,938 | 61.36% | 15,067,897 | 40,863,835 | 95.65% |
| 2021 | 42,276,896 | 33,725,661 | 79.77% | 7,936,409 | 41,662,070 | 98.55% |

Unaudited - see accompanying independent auditors' report.

CITY OF SHREVEPORT, LOUISIANA
TAXABLE SALES BY CATEGORY
LAST TEN YEARS
(DOLLARS IN THOUSANDS)

| | <u>2012</u> | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Wholesale - professional and commercial equipment | \$ 126,233 | \$ 127,280 | \$ 150,374 | \$ 161,885 | \$ 167,471 | \$ 165,329 | \$ 169,800 | \$ 197,218 | \$ 171,057 | \$ 209,339 |
| Wholesale - machinery, equipment and supplies | 138,198 | 131,008 | 146,945 | 120,782 | 174,275 | 194,793 | 122,612 | 119,648 | 199,629 | 146,675 |
| Restaurant, food services and drinking places | 398,130 | 399,637 | 422,097 | 436,275 | 431,620 | 433,079 | 451,930 | 509,588 | 482,076 | 553,237 |
| Motor vehicle dealers | 383,516 | 399,335 | 416,102 | 409,966 | 391,831 | 382,033 | 394,108 | 405,144 | 408,104 | 486,973 |
| Miscellaneous general merchandise stores | 153,232 | 157,961 | 155,202 | 142,565 | 139,606 | 139,683 | 144,770 | 539,171 | 560,871 | 572,779 |
| Lumber and other building materials dealers | 126,412 | 130,991 | 126,160 | 127,344 | 221,617 | 224,377 | 232,703 | 272,276 | 302,574 | 359,757 |
| Grocery stores | 358,057 | 358,774 | 359,222 | 364,369 | 343,521 | 369,845 | 369,937 | 395,346 | 436,614 | 424,428 |
| Drug stores | 128,210 | 129,714 | 131,297 | 139,293 | 143,149 | 139,021 | 130,960 | 144,006 | 145,009 | 158,410 |
| Discount stores | 321,133 | 320,610 | 313,209 | 317,414 | 434,240 | 419,912 | 426,613 | 55,074 | 60,703 | 67,976 |
| Department stores | 129,848 | 124,666 | 120,540 | 122,590 | 165,539 | 94,514 | 94,643 | 359,292 | 236,822 | 298,676 |
| All others | <u>1,870,476</u> | <u>1,872,615</u> | <u>2,012,783</u> | <u>1,990,503</u> | <u>1,613,523</u> | <u>1,778,718</u> | <u>1,979,232</u> | <u>1,538,618</u> | <u>1,622,538</u> | <u>2,093,381</u> |
| Total | <u>\$ 4,133,445</u> | <u>\$ 4,152,591</u> | <u>\$ 4,353,931</u> | <u>\$ 4,332,986</u> | <u>\$ 4,226,392</u> | <u>\$ 4,341,304</u> | <u>\$ 4,517,308</u> | <u>\$ 4,535,381</u> | <u>\$ 4,625,997</u> | <u>\$ 5,371,631</u> |
| City sales tax rate | 2.75% | 2.75% | 2.75% | 2.75% | 2.75% | 2.75% | 2.75% | 2.75% | 2.75% | 2.75% |

Source: Caddo-Shreveport Sales and Use Tax Commission

Unaudited - see accompanying independent auditors' report.

**CITY OF SHREVEPORT, LOUISIANA
DIRECT AND OVERLAPPING SALES TAX RATES
LAST TEN YEARS**

| <u>Year</u> | <u>City of Shreveport</u> | <u>Caddo Parish School Board</u> | <u>Caddo Law Enforcement District</u> | <u>State of Louisiana</u> | <u>Total Rate</u> |
|-------------|---------------------------|--------------------------------------|---|---------------------------|-------------------|
| 2012 | 2.75% | 1.50% | 0.35% | 4.00% | 8.60% |
| 2013 | 2.75% | 1.50% | 0.35% | 4.00% | 8.60% |
| 2014 | 2.75% | 1.50% | 0.35% | 4.00% | 8.60% |
| 2015 | 2.75% | 1.50% | 0.35% | 4.00% | 8.60% |
| 2016 | 2.75% | 1.50% | 0.35% | 5.00% | 9.60% |
| 2017 | 2.75% | 1.50% | 0.35% | 5.00% | 9.60% |
| 2018 | 2.75% | 1.50% | 0.35% | 4.45% | 9.05% |
| 2019 | 2.75% | 1.50% | 0.35% | 4.45% | 9.05% |
| 2020 | 2.75% | 1.50% | 0.35% | 4.45% | 9.05% |
| 2021 | 2.75% | 1.50% | 0.35% | 4.45% | 9.05% |

Source: Caddo-Shreveport Sales and Use Tax Commission

Note: The City's sales tax rate may be changed with voter approval.

Unaudited - see accompanying independent auditors' report.

**CITY OF SHREVEPORT, LOUISIANA
 SALES TAX REVENUE PAYERS BY INDUSTRY
 LAST TEN YEARS**

| | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|--|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | Tax |
| | Liability |
| Retail trade | \$ 73,575,215 | \$ 74,537,809 | \$ 75,233,688 | \$ 75,300,541 | \$ 72,683,366 | \$ 73,104,925 | \$ 74,992,690 | \$ 76,025,834 | \$ 79,988,018 | \$ 91,140,577 |
| Services | 17,706,280 | 16,830,868 | 18,742,751 | 20,132,251 | 20,631,495 | 21,246,848 | 20,917,452 | 22,132,742 | 22,952,033 | 25,511,709 |
| Wholesale Trade | 16,685,163 | 16,874,399 | 18,833,822 | 17,908,432 | 17,506,165 | 18,117,127 | 18,644,009 | 18,459,852 | 17,045,047 | 17,045,047 |
| Transportation, communications, electric, and gas | 1,309,172 | 1,504,851 | 1,973,396 | 1,903,462 | 2,161,957 | 2,129,681 | 2,104,788 | 1,830,512 | 2,045,075 | 2,045,075 |
| Manufacturing | 1,316,033 | 1,125,528 | 925,950 | 807,423 | 1,061,578 | 1,017,228 | 1,108,829 | 1,016,649 | 2,036,584 | 2,036,584 |
| Other | 1,150,457 | 807,415 | 794,909 | 819,597 | 769,331 | 615,528 | 741,960 | 731,933 | 1,167,032 | 1,167,032 |
| Construction | 1,121,224 | 1,024,641 | 883,028 | 1,071,438 | 976,543 | 892,378 | 917,644 | 916,644 | 973,383 | 973,383 |
| Mining | 564,954 | 1,317,105 | 2,165,834 | 1,055,407 | 257,835 | 2,049,149 | 4,589,914 | 3,381,911 | 791,650 | 791,650 |
| Finance, insurance, and real estate | 180,264 | 117,435 | 109,475 | 94,506 | 102,659 | 127,923 | 137,851 | 150,294 | 139,385 | 139,385 |
| Agricultural | 20,505 | 23,713 | 24,720 | 19,944 | 25,059 | 27,902 | 17,759 | 17,217 | 54,514 | 54,514 |
| Government | 40,549 | 32,498 | 45,547 | 44,158 | 49,818 | 58,977 | 53,089 | 59,403 | 22,226 | 22,226 |
| Total | \$ 113,669,818 | \$ 114,196,262 | \$ 119,733,120 | \$ 119,157,159 | \$ 116,225,807 | \$ 119,387,666 | \$ 124,225,984 | \$ 124,722,991 | \$ 127,214,947 | \$ 140,927,182 |

Source: Caddo-Shreveport Sales and Use Tax Commission

Note: Due to confidentiality issues, the names of the 10 largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of the City's revenue. The amounts shown are gross collections prior to refunds and collections of amounts due from prior years. The amounts reported in the financial statements are net collections.

Unaudited - see accompanying independent auditors' report.

**CITY OF SHREVEPORT, LOUISIANA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN YEARS
(DOLLARS IN THOUSANDS, EXCEPT PER CAPITA)**

| Year | Governmental Activities | | | | Business-type Activities | | | | | | Total Primary Government | Percentage of Personal Income | City Per Capita |
|------|--------------------------|------------------------------|-----------------|----------------|--------------------------------------|----------------------------------|-------------------------|------------------------------|----------------|-----------|--------------------------|-------------------------------|-----------------|
| | General Obligation Bonds | Certificates of Indebtedness | Loans and Notes | Capital Leases | Municipal and Regional Airports Loan | Water and Sewerage Revenue Bonds | Water and Sewerage Loan | Convention Center Hotel Loan | Capital Leases | | | | |
| 2012 | 173,986 | 9,072 | 27,429 | 12,313 | 35,029 | 130,924 | 50,000 | 38,714 | 1,427 | 478,894 | 4.2 | 2,403 | |
| 2013 | 159,524 | 7,534 | 28,170 | 8,155 | 34,750 | 119,312 | 48,855 | 41,350 | 2,945 | 450,595 | 4.0 | 2,232 | |
| 2014 | 251,448 | 5,718 | 27,072 | 5,747 | 33,370 | 192,117 | 48,185 | 40,696 | 2,324 | 606,677 | 5.5 | 3,028 | |
| 2015 | 229,365 | 3,848 | 25,918 | 3,296 | 34,920 | 315,994 | 46,671 | 39,985 | 1,694 | 701,691 | 5.7 | 3,521 | |
| 2016 | 208,237 | 1,924 | 23,240 | 9,543 | 34,920 | 467,187 | - | 39,038 | 1,055 | 785,144 | 6.6 | 3,981 | |
| 2017 | 189,576 | 1,567 | 23,021 | 6,468 | 32,990 | 561,347 | - | 38,033 | 409 | 853,411 | 7.8 | 4,328 | |
| 2018 | 169,584 | 1,200 | 21,268 | 4,856 | 30,590 | 656,321 | - | 36,814 | - | 920,633 | 7.8 | 4,668 | |
| 2019 | 151,408 | 825 | 19,469 | 3,215 | 27,945 | 763,010 | - | 35,637 | - | 1,001,509 | N/A | 5,352 | |
| 2020 | 142,610 | 415 | 17,590 | 1,389 | 25,135 | 790,297 | - | 34,297 | - | 1,011,733 | N/A | 5,393 | |
| 2021 | 133,467 | - | 21,241 | 7,462 | 23,345 | 771,020 | - | 31,853 | 4,700 | 993,088 | N/A | 5,294 | |

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements. See the Schedule of Demographic and Economic Statistics for personal income and population data.

N/A Statistical information is not available.

Unaudited - see accompanying independent auditors' report.

**CITY OF SHREVEPORT, LOUISIANA
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN YEARS
(DOLLARS IN THOUSANDS, EXCEPT PER CAPITA)**

| <u>Year</u> | <u>General Obligation Bonds</u> | <u>Less: Amounts Available in Debt Service Fund</u> | <u>Total</u> | <u>Percentage of Estimated Actual Taxable Value of Property</u> | <u>City Per Capita</u> |
|-------------|---|---|--------------|---|------------------------|
| 2012 | \$ 173,896 | \$ 40,556 | \$ 133,340 | 1.02 | 670 |
| 2013 | 159,524 | 46,089 | 113,435 | 0.85 | 562 |
| 2014 | 251,448 | 56,080 | 195,368 | 1.46 | 975 |
| 2015 | 229,365 | 54,992 | 174,373 | 1.28 | 875 |
| 2016 | 208,237 | 51,264 | 156,973 | 1.15 | 796 |
| 2017 | 189,576 | 50,717 | 138,859 | 1.01 | 704 |
| 2018 | 169,584 | 50,366 | 119,218 | 0.86 | 621 |
| 2019 | 151,408 | 50,006 | 101,402 | 0.72 | 542 |
| 2020 | 142,610 | 49,531 | 93,079 | 0.66 | 496 |
| 2021 | 133,467 | 48,309 | 85,158 | 0.59 | 463 |

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.
See the Schedule of Assessed and Actual Value of Taxable Property for property value data.
See the Schedule of Demographics and Economic Statistics for population data.

Unaudited - see accompanying independent auditors' report.

**CITY OF SHREVEPORT, LOUISIANA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2021
(DOLLARS IN THOUSANDS)**

| <u>Governmental Unit</u> | <u>Debt Outstanding</u> | <u>Estimated Percentage Applicable</u> | <u>Estimated Share of Direct and Overlapping Debt</u> |
|-----------------------------------|-------------------------|--|---|
| Debt repaid with property taxes | | | |
| Caddo Parish Commission | \$ 29,438 | 70.8% | \$ 20,842 |
| Caddo Parish School Board | \$ 96,835 | 70.8% | <u>68,559</u> |
| Subtotal, Overlapping Debt | | | 89,401 |
| City direct debt | | | <u>162,170</u> |
| Total direct and overlapping debt | | | <u>\$ 251,571</u> |

Sources: Assessed value data used to estimate applicable percentages provided by the Caddo Parish Tax Assessor.

Debt outstanding data is provided by each governmental unit.

Notes: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. 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.

The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the Commission and School Board's taxable assessed value that is within the City's boundaries and dividing it by each unit's total taxable assessed value.

Unaudited - see accompanying independent auditors' report.

**CITY OF SHREVEPORT, LOUISIANA
LEGAL DEBT MARGIN INFORMATION
LAST TEN YEARS
(DOLLARS IN THOUSANDS)**

| | <u>2012</u> | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Debt limit | \$ 513,849 | \$ 521,627 | \$ 526,090 | \$ 534,626 | \$ 533,421 | \$ 537,812 | \$ 542,868 | \$ 552,209 | \$ 551,902 | \$ 556,526 |
| Total debt applicable to limit | <u>166,400</u> | <u>149,560</u> | <u>228,255</u> | <u>207,210</u> | <u>188,035</u> | <u>167,865</u> | <u>150,285</u> | <u>133,965</u> | <u>126,795</u> | <u>119,280</u> |
| Legal debt margin | <u>\$ 347,449</u> | <u>\$ 372,067</u> | <u>\$ 297,835</u> | <u>\$ 327,416</u> | <u>\$ 345,386</u> | <u>\$ 369,947</u> | <u>\$ 392,583</u> | <u>\$ 418,244</u> | <u>\$ 425,107</u> | <u>\$ 437,246</u> |
| Total debt applicable to the limit as a percentage of debt limit | 32.38% | 28.67% | 43.39% | 38.76% | 35.25% | 31.21% | 27.68% | 24.26% | 22.97% | 21.43% |

Legal Debt Margin Calculation for Fiscal Year 2021

| | |
|--|-----------------------|
| Assessed value | \$1,590,073,070 |
| Debt limit (35% of total assessed value) | 556,525,575 |
| Debt applicable to limit: | |
| General obligation bonds | <u>119,280,000</u> |
| Legal debt margin | <u>\$ 437,245,575</u> |

State law allows a maximum of 10% of the assessed valuation for bonded debt for any purpose. However, the 10% maximum can be exceeded if the aggregate issued for all purposes does not exceed 35% of the total assessed valuations.

Unaudited - see accompanying independent auditors' report.

**CITY OF SHREVEPORT, LOUISIANA
WATER AND SEWERAGE
PLEGDED REVENUE COVERAGE
LAST TEN YEARS**

| Year | Gross Revenues ⁽¹⁾ | Less: Operating Expenses ⁽²⁾ | Net Available Revenue | Debt Service | | | Coverage |
|------|-------------------------------|---|-----------------------|--------------------------|-------------------------|------------|----------|
| | | | | Principal ⁽³⁾ | Interest ⁽³⁾ | Total | |
| 2012 | 58,605,356 | 33,897,265 | 24,708,091 | 8,132,678 | 2,535,244 | 10,667,922 | 2.32 |
| 2013 | 67,751,942 | 36,405,157 | 31,346,785 | 8,110,966 | 2,219,129 | 10,330,095 | 3.03 |
| 2014 | 74,765,989 | 37,702,211 | 37,063,778 | 7,822,370 | 2,027,947 | 9,850,317 | 3.76 |
| 2015 | 77,688,814 | 50,706,720 | 26,982,094 | 9,410,400 | 10,080,793 | 19,491,193 | 1.38 |
| 2016 | 84,380,817 | 43,857,841 | 40,522,976 | 17,983,427 | 11,618,895 | 29,602,322 | 1.37 |
| 2017 | 88,626,798 | 44,808,251 | 43,818,547 | 10,079,400 | 20,732,091 | 30,811,491 | 1.42 |
| 2018 | 94,613,394 | 46,834,011 | 47,779,383 | 14,789,400 | 25,632,115 | 40,421,515 | 1.18 |
| 2019 | 99,309,011 | 40,260,437 | 59,048,574 | 13,669,400 | 29,441,771 | 43,111,171 | 1.37 |
| 2020 | 94,734,163 | 47,281,747 | 47,452,416 | 4,576,301 | 29,191,539 | 33,767,840 | 1.41 |
| 2021 | 100,131,408 | 48,120,872 | 52,010,536 | 16,318,400 | 31,236,322 | 47,554,722 | 1.09 |

(1) Includes operating revenues, interest income, changes in fair value of investments and intergovernmental revenues.

(2) Before depreciation and amortization expenses and after transfers out.

(3) Debt service principal and interest is composed of Senior Lien Bonds only for years 2012 - 2016

Debt service principal and interest is composed of Senior Lien and Junior Lien Bonds for years 2017-2021

Unaudited - see accompanying independent auditors' report.

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**CITY OF SHREVEPORT, LOUISIANA
MUNICIPAL AND REGIONAL AIRPORTS
PLEDGED REVENUE COVERAGE
LAST TEN YEARS**

| Year | Gross Revenues ⁽¹⁾ | Less: Operating Expenses ⁽²⁾ | Net Available Revenue | Unrestricted Operating Reserve ⁽⁵⁾ | Net Resources Available For Debt Service | Debt Service (3 & 4) | | | Coverage |
|------|-------------------------------|---|-----------------------|---|--|----------------------|-----------|-----------|----------|
| | | | | | | Principal | Interest | Total | |
| 2012 | 10,411,803 | 7,727,100 | 2,684,703 | 4,010,200 | 6,694,903 | 385,000 | 2,003,708 | 2,388,708 | 2.80 |
| 2013 | 10,854,430 | 7,949,169 | 2,905,261 | 5,113,545 | 8,018,806 | 405,000 | 1,973,174 | 2,378,174 | 3.37 |
| 2014 | 11,218,738 | 8,043,517 | 3,175,221 | 6,945,100 | 10,120,321 | 504,117 | 2,145,103 | 2,649,220 | 3.82 |
| 2015 | 10,394,962 | 8,325,336 | 2,069,626 | 6,401,000 | 8,470,626 | 493,360 | 2,294,400 | 2,787,760 | 3.04 |
| 2016 | 10,823,691 | 5,625,389 | 5,198,302 | 3,609,626 | 8,807,928 | - | 1,865,556 | 1,865,556 | 4.72 |
| 2017 | 11,474,774 | 6,836,855 | 4,637,919 | 8,455,360 | 13,093,279 | 1,970,000 | 1,314,765 | 3,284,765 | 3.99 |
| 2018 | 11,359,320 | 3,864,286 | 7,495,034 | 6,143,002 | 13,638,036 | 2,400,000 | 1,752,468 | 4,152,468 | 3.28 |
| 2019 | 12,518,500 | 9,491,631 | 3,026,869 | 6,469,186 | 9,496,055 | 2,645,000 | 1,219,530 | 3,864,530 | 2.46 |
| 2020 | 10,631,029 | 8,168,398 | 2,462,631 | 5,516,168 | 7,978,799 | 2,810,000 | 1,661,502 | 4,471,502 | 1.78 |
| 2021 | 11,554,886 | 6,858,078 | 4,696,808 | 5,164,538 | 9,861,346 | 1,790,000 | 685,492 | 2,475,492 | 3.98 |

(1) Includes operating revenues, interest income, intergovernmental revenues, net fair value adjustment of investments, transfers in and excludes gain on disposal of capital assets, passenger facility charges and associated PFC debt up to the amount of the charges.

(2) Before depreciation and amortization expenses but including transfers out.

(3) Excludes passenger facility charges and associated PFC debt up to the amount of the charges.

(4) Reflects current year debt service expenses.

(6) Beginning in 2019, the Unrestricted Operating Reserve was used in the calculation of the Rate Covenant Requirement for the debt service coverage computation. Years prior to 2019 were recalculated to reflect this change to include current year's net revenues as well as the Unrestricted Operating Reserve at Year-Ending. Beginning in 2012, Restricted appropriation for Debt Service Coverage Operating Reserve was also used in the computation.

Unaudited - see accompanying independent auditors' report.

**CITY OF SHREVEPORT, LOUISIANA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS**

| <u>Year</u> | <u>City Population</u> | <u>Caddo Parish Population</u> | <u>Caddo Parish Personal Income (in thousands)</u> | <u>Caddo Parish Per Capita Personal Income</u> | <u>City Unemployment Rate</u> |
|-------------|----------------------------|------------------------------------|--|--|---------------------------------------|
| 2012 | 199,259 | 257,093 | 11,351,511 | 44,153 | 6.0 |
| 2013 | 201,867 | 254,887 | 11,336,821 | 44,478 | 5.2 |
| 2014 | 200,327 | 252,603 | 11,091,583 | 43,909 | 7.1 |
| 2015 | 199,311 | 251,460 | 12,341,720 | 49,080 | 5.5 |
| 2016 | 197,204 | 248,851 | 11,941,648 | 47,987 | 5.7 |
| 2017 | 194,920 | 246,581 | 10,988,905 | 44,565 | 4.3 |
| 2018 | 192,036 | 241,173 | 11,760,644 | 48,413 | 4.7 |
| 2019 | 187,112 | 242,922 | 12,175,854 | 50,690 | 4.7 |
| 2020 | 187,593 | 237,848 | 13,072,573 | 55,047 | 7.1 |
| 2021 | 184,021 | 234,408 | N/A | NA | 4.9 |

Sources: City population provided by the U.S. Census Bureau for census years and estimates for other years.
Population and personal income for Caddo Parish (which the City resides in) provided by the Bureau of Economic Analysis.
City unemployment rate provided by Louisiana Workforce Commission.

N/A Statistical information is not available.

Unaudited - see accompanying independent auditors' report.

**CITY OF SHREVEPORT, LOUISIANA
PRINCIPAL EMPLOYERS
SHREVEPORT-BOSSIER METROPOLITAN AREA
CURRENT YEAR AND NINE YEARS AGO**

| Employer | 2021 | | | 2012 | | |
|----------------------------------|-----------|------|-------------------------|---------------|------|-------------------------|
| | Employees | Rank | % of Area Employment | Employees | Rank | % of Area Employment |
| Barksdale Air Force Base | 14,500 | 1 | 8.68% | 10,284 | 2 | 5.60% |
| Caddo Parish School Board | 9,416 | 2 | 5.64% | 6,101 | 3 | 3.32% |
| Willis Knighton Health System | 6,732 | 3 | 4.03% | 6,145 | 5 | 3.34% |
| Bossier Parish School Board | 3,000 | 4 | 1.80% | 2,926 | 6 | 1.59% |
| Oschner LSU Health Shreveport * | 2,763 | 5 | 1.65% | 6,200 | 4 | 3.37% |
| City of Shreveport | 2,600 | 6 | 1.56% | 2,752 | 7 | 1.50% |
| Harrah's/Horseshoe | 2,532 | 7 | 1.52% | 1,800 | 8 | 1.00% |
| State of Louisiana | 2,380 | 8 | 1.43% | 12,226 | 1 | 6.65% |
| Christus Schumpert Health System | 1,800 | 9 | 1.08% | 1,800 | 9 | 0.97% |
| Teleperformance** | 1,623 | 10 | 0.97% | 1,585 | 10 | 0.86% |
| Total | 47,346 | | 28.35% | <u>51,819</u> | | <u>28.20%</u> |

Source: City of Shreveport Annual Budget Book

Unaudited - see accompanying independent auditors' report.

* Previously LSU Health Sciences Center - Shreveport

CITY OF SHREVEPORT, LOUISIANA
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN YEARS

| Function/Program | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|---|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| General government | 274 | 275 | 274 | 281 | 278 | 276 | 684 | 480 | 333 | 333 |
| Public safety | 1,404 | 1,377 | 1,385 | 1,408 | 1,415 | 1,412 | 1,413 | 1,406 | 1,383 | 1,327 |
| Public works | 389 | 398 | 397 | 403 | 403 | 403 | - | - | 199 | 182 |
| Culture and recreation | 253 | 259 | 255 | 256 | 263 | 229 | 229 | 237 | 229 | 212 |
| Health and welfare | 2 | 2 | 2 | 2 | 2 | 1 | - | - | - | - |
| Community development | 9 | 9 | 9 | 9 | 11 | 11 | 9 | 10 | 10 | 11 |
| Economic development | 11 | 10 | 10 | 7 | 7 | 8 | 7 | 11 | 12 | 11 |
| Economic opportunity | 35 | 26 | 23 | 23 | 23 | 23 | 22 | 25 | 23 | 18 |
| Municipal and Regional Airports | 68 | 75 | 76 | 81 | 66 | 77 | 79 | 87 | 87 | 75 |
| Water and Sewerage | 284 | 284 | 323 | 326 | 327 | 327 | 327 | 323 | 323 | 334 |
| Solid Waste ⁽²⁾ | - | - | - | - | - | - | - | 135 | 141 | 141 |
| Convention Center ⁽¹⁾ | - | - | - | - | - | - | - | - | - | - |
| Convention Center Hotel ⁽¹⁾ | - | - | - | - | - | - | - | - | - | - |
| Shreveport Area Transit System ⁽¹⁾ | - | - | - | - | - | - | - | - | - | - |
| Golf | 23 | 14 | 18 | 18 | 19 | 22 | 22 | 20 | 20 | 18 |
| Downtown Parking ⁽¹⁾ | - | - | - | - | - | - | - | - | - | - |
| Total | 2,752 | 2,729 | 2,772 | 2,814 | 2,814 | 2,789 | 2,792 | 2,734 | 2,760 | 2,662 |

(1) Managed through contracts operated by non-City employees.

(2) Enterprise Fund established by Council in 2019

Unaudited - see accompanying independent auditors' report.

Source: City of Shreveport 2021 Annual Operating Budget

CITY OF SHREVEPORT, LOUISIANA
OPERATING INDICATORS BY FUNCTION
LAST TEN YEARS

| | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|--|---------|---------|--------|--------|--------|--------|--------|--------|--------|--------|
| Function/Program | | | | | | | | | | |
| General government | | | | | | | | | | |
| Property standards | | | | | | | | | | |
| inspections made | 32,000 | 50,000 | 50,000 | 65,600 | 40,000 | 48,000 | 51,000 | 45,000 | 54,000 | 50,000 |
| Lots cut | 10,000 | 15,000 | 14,500 | 18,500 | 14,000 | 14,500 | 17,000 | 11,800 | 14,000 | 14,000 |
| Public safety | | | | | | | | | | |
| Prisoners booked in City jail | 16,856 | 15,000 | 13,419 | 13,858 | 10,802 | 10,000 | 11,000 | 8,000 | 10,000 | 8,800 |
| Offense reports processed | 30,310 | 35,500 | 27,822 | 28,315 | 28,000 | 30,000 | 30,500 | 28,261 | 29,000 | 27,500 |
| Traffic citations issued | 58,934 | 59,044 | 50,926 | 37,087 | 32,652 | 30,708 | 32,500 | 30,954 | 31,500 | 35,000 |
| Fires reported | 1,330 | 1,050 | 1,200 | 1,210 | 1,258 | 1,200 | 1,100 | 1,120 | 1,050 | 1,300 |
| Fire responses | 38,000 | 37,000 | 38,500 | 39,000 | 42,000 | 42,000 | 42,500 | 44,500 | 44,750 | 45,000 |
| Fire inspections | 9,960 | 18,398 | 16,054 | 16,430 | 14,280 | 7,959 | 9,500 | 2,704 | 5,500 | 3,500 |
| EMS responses | 30,250 | 30,300 | 30,300 | 31,600 | 32,800 | 34,000 | 33,000 | 36,000 | 38,000 | 38,000 |
| Public works | | | | | | | | | | |
| Refuse collected (tons) | 135,600 | 119,450 | 92,000 | 92,000 | 92,000 | 92,000 | 96,000 | 84,000 | 96,000 | 96,000 |
| Building permits issued | 2,764 | 1,950 | 2,796 | 2,140 | 2,548 | 2,548 | 2,732 | 2,984 | 3,500 | 1,296 |
| Asphalt repairs | 2,453 | 2,300 | 2,400 | 2,500 | 2,500 | 2,500 | 2,500 | 2,275 | 2,820 | 2,820 |
| Street resurfacing (miles) | 10 | 10 | 15 | 15 | 17 | 17 | 19 | 17 | 21 | 21 |
| Culture and recreation | | | | | | | | | | |
| Events at all facilities | 240 | 531 | 579 | 967 | 966 | 986 | 931 | 925 | 563 | 543 |
| Acres of City parks maintained | 2,900 | 2,900 | 2,900 | 2,900 | 2,900 | 2,565 | 2,565 | 2,658 | 2,658 | 2,658 |
| Participants in team sports | 9,400 | 9,400 | 9,400 | 9,090 | 9,000 | 9,000 | 10,000 | 9,000 | 9,000 | 9,200 |
| Program participants | 40,250 | 40,500 | 40,500 | 44,400 | 42,555 | 45,974 | 47,637 | 48,713 | 49,612 | 51,092 |
| Community development | | | | | | | | | | |
| Programs funded | 41 | 43 | 39 | 43 | 34 | 33 | 33 | 29 | 34 | 34 |
| Economic development | | | | | | | | | | |
| Housing units assisted | 95 | 103 | 151 | 111 | 110 | 145 | 152 | 137 | 81 | 80 |
| Small business loans | 3 | 2 | 1 | - | - | - | - | - | - | - |
| Economic opportunity | | | | | | | | | | |
| Participants served | 32,000 | 28,778 | 28,600 | 19,950 | 20,200 | 20,400 | 21,000 | 18,550 | 19,500 | 15,000 |
| Municipal and Regional Airports | | | | | | | | | | |
| Capital projects managed | 16 | 26 | 11 | 20 | 18 | 18 | 21 | 21 | 31 | 31 |
| Contracts/leases monitored | 395 | 395 | 395 | 395 | 395 | 395 | 395 | 405 | 464 | 464 |
| Water and Sewerage | | | | | | | | | | |
| Water treated and pumped per day (MGD) | 37 | 37 | 37 | 37 | 37 | 33 | 30 | 30 | 36 | 36 |
| Wastewater treated per day (MGD) | 37 | 37 | 37 | 37 | 36 | 24 | 37 | 28 | 27 | 27 |
| Water mains (miles) | 1,144 | 1,150 | 1,152 | 1,152 | 1,153 | 1,162 | 1,163 | 1,162 | 1,163 | 1,163 |
| Sewer mains (miles) | 1,093 | 1,105 | 1,106 | 1,106 | 1,107 | 1,113 | 1,114 | 1,113 | 1,114 | 1,114 |
| Fire hydrants | 7,084 | 7,084 | 7,100 | 7,111 | 7,115 | 7,885 | 7,890 | 7,885 | 7,890 | 7,890 |
| Shreveport Area Transit System | | | | | | | | | | |
| Passenger trips (thousands) | 3,400 | 3,400 | 3,100 | 3,163 | 2,758 | 2,666 | 3,067 | 2,625 | 2,725 | 1,695 |
| Golf | | | | | | | | | | |
| Golf rounds played | 36,109 | 28,811 | 47,170 | 37,700 | 28,790 | 29,800 | 32,800 | 32,830 | 34,800 | 32,000 |
| Downtown Parking | | | | | | | | | | |
| Citations issued | 22,000 | 26,600 | 20,000 | 16,839 | 18,000 | 18,000 | 19,000 | 18,000 | 18,000 | 18,000 |

Source: City of Shreveport Annual Budget Book

Note - No indicators are available for Health and Welfare or the Convention Center Hotel.

Unaudited - see accompanying independent auditors' report.

**CITY OF SHREVEPORT, LOUISIANA
 CAPITAL ASSETS STATISTICS BY FUNCTION
 LAST TEN YEARS**

| | <u>2012</u> | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> |
|--|-------------|-------------|-------------|-------------|-------------|
| Functions: | | | | | |
| Public Safety | | | | | |
| Police: | | | | | |
| Station | 1 | 1 | 1 | 1 | 1 |
| Patrol Units | 321 | 296 | 297 | 302 | 309 |
| Fire Stations | 22 | 22 | 22 | 22 | 22 |
| Police and fire academy facility | 1 | 1 | 1 | 1 | 1 |
| City courts facility | 1 | 1 | 1 | 1 | 1 |
| Public Works: | | | | | |
| Collection Trucks | 68 | 68 | 68 | 67 | 82 |
| Streets (miles) | 3,326 | 3,326 | 3,326 | 2,700 | 2,730 |
| Street lights | 30,100 | 30,100 | 30,100 | 30,102 | 30,102 |
| Traffic signals | 351 | 353 | 353 | 347 | 347 |
| Culture and recreation | | | | | |
| Parks acreage | 1,773 | 1,773 | 1,773 | 1,773 | 1,773 |
| Number of playgrounds | 45 | 45 | 45 | 45 | 45 |
| Number of picnic areas | 44 | 44 | 44 | 44 | 44 |
| Swimming pools | 8 | 8 | 8 | 8 | 5 |
| Tennis courts | 29 | 29 | 29 | 29 | 29 |
| Community centers | 17 | 17 | 17 | 17 | 17 |
| Baseball park | 1 | 2 | 2 | 2 | 2 |
| Multipurpose stadium | 1 | 1 | 1 | 1 | 1 |
| Auditorium | 1 | 1 | 1 | 1 | 1 |
| Theater | 1 | 1 | 1 | 1 | 1 |
| Coliseum | 1 | 1 | 1 | 1 | 1 |
| Convention center | 1 | 1 | 1 | 1 | 1 |
| Softball and soccer complex | 1 | 1 | 1 | 1 | 1 |
| Stage works movie facility | 1 | 1 | 1 | 1 | 1 |
| Planetariums | 1 | 1 | 1 | 1 | 1 |
| Hotel | | | | | |
| Number of Hotels | 1 | 1 | 1 | 1 | 1 |
| Municipal and Regional Airports: | | | | | |
| Number of airports | 2 | 2 | 2 | 2 | 2 |
| Water and Sewerage: | | | | | |
| Number of water accounts | 69,500 | 69,500 | 69,500 | 65,543 | 65,965 |
| Water mains (miles) | 1,144 | 1,150 | 1,150 | 1,170 | 1,163 |
| Fire Hydrants | 7,084 | 7,084 | 7,100 | 7,120 | 7,885 |
| Maximum daily capacity (thousands of gallons) | 90,000 | 90,000 | 90,000 | 90,000 | 90,000 |
| Number of water storage tanks | 10 | 11 | 11 | 11 | 11 |
| Capacity of water storage tanks | 35,500,000 | 35,500,000 | 35,500,000 | 35,500,000 | 37,000,000 |
| Number of sewerage accounts | 65,365 | 65,786 | 66,000 | 64,700 | 64,730 |
| Sanitary sewers (miles) | 1,092 | 1,105 | 1,103 | 1,130 | 1,114 |
| Storm sewers (miles) | 233 | 233 | 233 | 233 | 269 |
| Maximum daily treatment capacity (thousands of gallons) | 100,000 | 100,000 | 100,000 | 100,000 | 90,000 |
| Golf: | | | | | |
| Number of municipal golf courses | 3 | 3 | 3 | 3 | 3 |
| Shreveport Area Transit System: | | | | | |
| Number of transit buses | 55 | 52 | 47 | 49 | 53 |
| Number of transit liftline vehicles | 15 | 18 | 21 | 20 | 20 |

Sources: Various City departments.

Note - No capital asset indicators are available for general government, health and welfare, community development, economic development, economic opportunity, convention center hotel, and downtown parking.

(1) Three tanks retired from Capital Asset Records

(2) Amiss Water Treatment Plant improvements

N/A - Statistical information is not available.

Unaudited - see accompanying independent auditors' report.



SHREVEPORT

Louisiana