



**BOARD OF LIQUIDATION
CITY DEBT**

**New Orleans, Louisiana
ANNUAL STATEMENT**

DECEMBER 31, 2018

www.bolcd.com

**BOARD OF LIQUIDATION, CITY DEBT
NEW ORLEANS, LOUISIANA**

TABLE OF CONTENTS

Introductory Section

Letter of Transmittal	3
Composition and Authority	4
Management's Discussion and Analysis	5-10

Financial Section

Independent Auditor's Report.....	11-13
--	--------------

Basic Financial Statements

Statement of Assets, Liabilities and Net Position - Modified Cash Basis	14
Statement of Receipts, Disbursements and Changes In Net Position - Modified Cash Basis	15
Notes to Financial Statements - Modified Cash Basis.....	16-23

Supplemental Information

Combining Schedule of Assets, Liabilities and Net Position - Modified Cash Basis	24
Account of Debt Administration	
Combining Schedule of Assets, Liabilities and Net Position - Modified Cash Basis	25
Account of Sewerage & Water Board of New Orleans	
Combining Schedule of Assets, Liabilities and Net Position - Modified Cash Basis	26
Account of Downtown Development District of New Orleans	
Combining Schedule of Assets and Net Position - Modified Cash Basis.....	27
Account of Audubon Park Commission of New Orleans	
Combining Schedule of Assets and Net Position - Modified Cash Basis.....	28
Accounts of Special Taxing Districts of New Orleans	
Combining Schedule of Assets and Net Position - Modified Cash Basis.....	29
Account of Debt Administration	
Sewerage & Water Board Matured Bonds	
Combining Schedule of Assets and Liabilities - Modified Cash Basis	30
Account of Debt Administration	
Defeased Bonds	
Combining Schedule of Assets, Liabilities, and Net Position - Modified Cash Basis	31
Combining Schedule of Receipts, Disbursements and Changes In Net Position	
- Modified Cash Basis.....	32
Account of Debt Administration	
Combining Schedule of Receipts, Disbursements and Changes In Net Position	
- Modified Cash Basis.....	33
Account of Sewerage & Water Board of New Orleans	
Combining Schedule of Receipts, Disbursements and Changes In Net Position	
- Modified Cash Basis.....	34

**BOARD OF LIQUIDATION, CITY DEBT
NEW ORLEANS, LOUISIANA**

TABLE OF CONTENTS (Continued)

Account of Downtown Development District of New Orleans Combining Schedule of Receipts, Disbursements and Changes In Net Position - Modified Cash Basis.....	35
Account of Audubon Park Commission of New Orleans Combining Schedule of Receipts, Disbursements and Changes In Net Position - Modified Cash Basis.....	36
Accounts of Special Taxing Districts of New Orleans Combining Schedule of Receipts, Disbursements and Changes In Net Position - Modified Cash Basis.....	37
Account of Debt Administration Defeased Bonds Combining Schedule of Receipts, Disbursements and Changes in Net Position - Modified Cash Basis.....	38
Account of Debt Administration Schedule of Itemized Disbursements - Interest, Administrative Expenses and Principal Paid – Modified Cash Basis.....	39-40
Account of Debt Administration Schedule of Itemized Disbursements – Personnel, Contractual, Office and Cost of Issuance – Modified Cash Basis	41
Account of Debt Administration Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer – Modified Cash Basis.....	42

Statistical Section - Unaudited

Schedule of Debt Administered by the Board of Liquidation, City Debt	43-44
Notes to Schedule of Debt Administered by the Board of Liquidation, City Debt	45
Schedule of Defeased Bonded Debt Administered by the Board of Liquidation, City Debt	46
Schedule of Dedicated Ad Valorem Tax Millage Available for Servicing of Bonded Debt	47
Notes to Schedule of Dedicated Ad Valorem Tax Millage Available for Servicing of Bonded Debt	48

Other Governmental Reporting Information

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	49-50
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CITY OF NEW ORLEANS
BOARD OF LIQUIDATION,
CITY DEBT
ANNUAL FINANCIAL REPORT

INTRODUCTORY SECTION

DECEMBER 31, 2018

MEMBERS OF BOARD

ALAN C. ARNOLD
RALPH W. JOHNSON
JULIUS E. KIMBROUGH, JR.
HENRY F. O'CONNOR, JR.
LYNES R. SLOSS
MARY K. ZERVIGON

LATOYA CANTRELL, EX OFFICIO
HELENA N. MORENO, EX OFFICIO
JASON R. WILLIAMS, EX OFFICIO

Board of Liquidation, City Debt

1300 PERDIDO STREET - ROOM 8E17

New Orleans, La. 70112

AREA CODE 504
658-1410
(FAX) 658-1411
www.bolcd.com

January 2, 2019

President and Members
Council of the City of New Orleans
City Hall
New Orleans, Louisiana 70112

Ladies and Gentlemen:

Under the provisions of the Constitution of Louisiana of 1921, made statutory by the Constitution of Louisiana of 1974, the Board of Liquidation, City Debt, is required to submit to the Council of the City of New Orleans an annual detailed report of all receipts and expenditures and all transactions of the Board of Liquidation, City Debt.

These transactions are reported for the twelve month period ending December 31, 2018, for the Bonded Debt administered by the Board of Liquidation, City Debt, for the accounts of the Sewerage and Water Board of New Orleans, the Audubon Park Commission of New Orleans, the Downtown Development District of New Orleans, the Garden District Security Tax District, Huntington Park Subdivision Improvement District, the Kingswood Subdivision Improvement District, the Lake Barrington Subdivision Improvement District, the Lake Bullard Neighborhood Improvement District, the Lake Carmel Subdivision Improvement District, the Lake Forest Estates Improvement District, the Lake Oaks Subdivision Improvement District, the McKendall Estates Neighborhood Improvement District, the Spring Lake Improvement District, the Touro-Bouligny Security District, the Twinbrook Security District, and the Upper Hurstville Security District.

Sincerely,



Mary K. Zervigon



David W. Gernhauser

COMPOSITION AND AUTHORITY OF THE BOARD OF LIQUIDATION, CITY DEBT

The Board of Liquidation, City Debt, is a body corporate composed of six citizens of the City of New Orleans. Three ex-officio members, consisting of the Mayor and the two Councilmembers-at-Large, makeup the board of nine members. The Board has exclusive control and direction of all matters relating to the bonded debt of the City of New Orleans.

OFFICERS OF THE BOARD

Mary K. Zervigon, President
David W. Gernhauser, Secretary
Tracy David Madison, Assistant Secretary

COUNSEL

William R. Forrester, Jr. Esq.

MEMBERS OF THE BOARD

Mary K. Zervigon	Alan C. Arnold	Ralph W. Johnson
Julius E. Kimbrough, Jr.	Henry F. O'Connor, Jr.	Lynes R. Sloss

LaToya Cantrell, Mayor	Ex-Officio
Helena N. Moreno, Councilmember at Large	Ex-Officio
Jason R. Williams, Councilmember at Large	Ex-Officio

**BOARD OF LIQUIDATION, CITY DEBT
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2018**

Introduction

Within this document of the Board of Liquidation, City Debt's (the "Board") annual financial report, management provides narrative discussion and analysis of the financial activities of the Board for the year ended December 31, 2018. The Board's financial activities are discussed and analyzed within the context of the accompanying financial statements and disclosures following this document. Additional information is available in the letter of transmittal which precedes the *Management's Discussion and Analysis*. The discussion focuses on the Board's primary government. There are no component units to be reported separately from the primary government.

Background

The Board of Liquidation, City Debt was established by Act No. 133, of the Acts of 1880. By this law, the Board is to provide a detailed report of its receipts and its disbursements. The Board was most recently continued under the Louisiana Revised Statutes Title 33. Accordingly, the Board's financial statements are prescribed by statute and their financial statements are prepared using a Special Purpose Framework, the Modified Cash Basis of accounting. The Modified Cash Basis of accounting is a basis of accounting other than generally accepted accounting principles. Under the Modified Cash Basis of accounting receipts are recognized when received rather than when earned and disbursements are recognized when disbursed rather than when they are compelled to be disbursed, except for matured and unpaid bonds and coupons, certain cost of issuance and the tax credit bond loan proceeds, which are reflected as liabilities when the fiduciary funds are compelled to be disbursed.

Fund Accounting

The Board maintains one fiduciary fund to account for its activities, the Custodial Fund. A custodial fund is used to account for assets held for other funds, governments, or individuals. In addition, accounts are organized and maintained by the Board as separate accounting entities for the purpose of attaining objectives in accordance with the various special restrictions, regulations and limitations.

**BOARD OF LIQUIDATION, CITY DEBT
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2018**

Overview of Financial Statements

Management's Discussion and Analysis introduces the Board's basic financial statements. The basic financial statements are comprised of one fiduciary fund, the Custodial Fund, and include:

- Statement of Assets, Liabilities, and Net Position - Modified Cash Basis
- Statement of Receipts, Disbursements and Changes in Net Position - Modified Cash Basis
- Notes to Financial Statements - Modified Cash Basis

The Board also includes in this report additional information to supplement the basic financial statements.

Basic Financial Statements

The Statement of Assets, Liabilities, and Net Position - Modified Cash Basis presents the assets and liabilities administered by the Board. Over time, increases and decreases in the balances presented on this financial statement may be useful indicators of whether the financial position of the Board is improving or deteriorating. However, evaluation of the economic health of the Board would extend to other non-financial factors such as the diversification of the taxpayer base in addition to the financial information provided in this report.

The Statement of Receipts, Disbursements, and Changes in Net Position - Modified Cash Basis, reports the Board's inflows and outflows of cash and other changes in net position. The purpose of the report is to show the sources and uses of funds administered by the Board.

Notes to Financial Statements

The accompanying Notes to Financial Statements - Modified Cash Basis, provide information essential to a full understanding of the Board's financial statements. The notes to the financial statements begin immediately following the basic financial statements.

**BOARD OF LIQUIDATION, CITY DEBT
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2018**

Other and Supplemental Information

In addition to the basic financial statements and accompanying notes, this report also presents certain other and supplemental information. This information follows the notes to the financial statements and includes, but is not limited to, items such as:

- Combining Schedules of Assets, Liabilities, and Net Position - Modified Cash Basis for all activities administered by the Board
- Combining Schedules of Receipts, Disbursements and Changes in Net Position - Modified Cash Basis for all activities administered by the Board
- Details of bond sales during the year, if applicable
- Details of debt administered by the Board
- Details of ad valorem tax millage available to service bonded debt
- Details of certain disbursements made during the year

Financial Analysis of the Board's Funds

As year-to-year financial information is accumulated on a consistent basis, changes in net position may be observed and used to discuss the changing financial position of the Board as a whole.

Fiduciary Funds

The following table provides a comparison of the Board's financial balances and activities:

	<u>2018</u>	<u>2017</u>	<u>Changes</u>
Assets	\$141,476,320	\$175,007,575	\$(33,531,255)
Liabilities	<u>226,927</u>	<u>52,832,793</u>	<u>(52,605,866)</u>
Net Position	<u>\$141,249,393</u>	<u>\$122,174,782</u>	<u>\$19,074,611</u>
Receipts	\$247,012,333	\$289,236,941	\$(42,224,608)
Disbursements	<u>280,543,588</u>	<u>412,381,986</u>	<u>(131,838,398)</u>
Excess of receipts over (under) disbursements	(33,531,255)	(123,145,045)	(89,613,790)
Other sources	<u>52,605,866</u>	<u>26,212,876</u>	<u>26,392,990</u>
Change in net position	<u>\$19,074,611</u>	<u>\$(96,932,169)</u>	<u>\$116,006,780</u>

Assets consist of cash, money market accounts, certificates of deposit and U.S. treasuries.

**BOARD OF LIQUIDATION, CITY DEBT
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2018**

The recorded liabilities consist of the matured and unpaid coupons and bonds.

Net position is restricted for debt service, reserve funds and for other governments. The amounts restricted for debt service is \$62,160,557. The amounts restricted for reserve funds are \$68,432,639. The amounts restricted for other governments are \$10,656,197. The debt service funds are restricted for future debt service payments and were included in calculating the millage necessary to service the General Obligation Debt for 2018. The 2018 millage levy is 25.5 mills, remaining the same as 2017.

Receipts consist of ad valorem taxes, special taxing district fees, debt service funds, FEMA, etc.

Disbursements include principal and interest on bonded debt and the tax credit bond loan, warrants paid to other governments, administrative costs of the Board, etc.

Other sources and uses consist primarily of the changes in the Tax Credit Bond loan payable balance. This loan was a result of the Board and the custodial agencies entering into Cooperative Endeavor Agreements with the State of Louisiana to secure proceeds from the Gulf Opportunity Tax Credit Bond Loan Program in July of 2006. During the year ended December 31, 2018, the custodial assets for the Tax Credit Bond loan payable balance were released to the Sewerage and Water Board (See Note I).

Financial Highlights:

- Current year receipts include:
 - Ad valorem tax receipts of \$171,908,951 represent approximately 70% of total receipts
 - Debt service funds totaling \$44,813,947 represent approximately 18% of total receipts and include escrow receipts of \$2,006,669 and debt service receipts from other governments of \$42,807,278
- Current year disbursements include:
 - Debt service payments of principal, interest and administrative fees totaling \$131,284,346 represent approximately 47% of total disbursements
 - Warrants disbursed to other governments of \$148,644,954 represent approximately 53% of total disbursements

**BOARD OF LIQUIDATION, CITY DEBT
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2018**

Bond Ratings

Bond ratings for the General Obligation Bonds of the City of New Orleans at December 31, 2018 were Standard and Poor's Rating AA-; Fitch Ratings A+; and Moody's Rating Service A3.

Long-term Debt Administration

The Board's financial statements are prepared on the Modified Cash Basis of accounting and do not include the debt that they administer. This debt administration significantly affects the availability of resources for future use.

At the end of the year, the Board administers total bonded debt outstanding of \$523,950,000 in General Obligation Bonds and \$11,227,062 in Limited Tax Bonds. The General Obligation Bonds are backed and fully funded with an unlimited ad valorem tax levy through the Board's statutory authority. The Limited Tax Bonds are supported by a voter approved tax millage of 2.5 mills, currently 1.82 mills, collected by the City of New Orleans and remitted to the Board daily. Other custodial long-term debt is supported by voter approved special tax millages and revenues generated through the custodial agencies. Debt service is collected from these custodial special taxes to pay debt service on special tax bonds. Debt service on the Revenue Bonds and the Tax Credit Bond Loan is supported by amounts remitted to the Board on a monthly basis by the Sewerage & Water Board of New Orleans.

**BOARD OF LIQUIDATION, CITY DEBT
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2018**

Outstanding debt administered by the Board at December 31, 2018 and 2017 are as follows:

City of New Orleans:	<u>2018</u>	<u>2017</u>
General Obligation Bonds	\$523,950,000	\$550,863,896
Limited Tax Bonds	<u>11,227,062</u>	<u>14,824,770</u>
	<u>535,177,062</u>	<u>565,688,666</u>
Sewerage & Water Board of New Orleans:		
Drainage System Special Tax Bonds	7,665,000	9,410,000
Sewerage Service Revenue Bonds	210,440,000	222,365,000
Louisiana Department of Environmental Quality Revolving Loan	6,475,000	6,906,000
Water Revenue Bonds	<u>197,300,000</u>	<u>200,660,000</u>
	<u>421,880,000</u>	<u>439,341,000</u>
Audubon Park Commission:		
Audubon Aquarium Bonds	<u>10,405,000</u>	<u>13,590,000</u>
Downtown Development District:		
Downtown Development District Bonds	<u>3,240,000</u>	<u>3,590,000</u>
Sewerage & Water Board of New Orleans:		
Tax Credit Bond Loan	<u>47,762,154</u>	<u>52,604,006</u>
	<u>\$1,018,464,216</u>	<u>\$1,074,813,672</u>

Contacting the Board's Financial Management

This financial report is designed to provide a general overview of the Board's finances, compliance with finance-related laws and regulations, and demonstrate the Board's commitment to public accountability. If you have any questions about this report or would like to request additional information, contact the Board at: Board of Liquidation, City Debt, 1300 Perdido Street, Room 8E17, New Orleans, Louisiana 70112 or visit the Board of Liquidation's website at www.bolcd.com.

CITY OF NEW ORLEANS
BOARD OF LIQUIDATION,
CITY DEBT
ANNUAL FINANCIAL REPORT

FINANCIAL SECTION

DECEMBER 31, 2018

PACIERA, GAUTREAU & PRIEST, LLC

CERTIFIED PUBLIC ACCOUNTANTS

3209 RIDGELAKE DRIVE, SUITE 200

METairie, LA 70002

(504) 486-5573

FAX (504) 486-6091

www.pgpcpa.com

KIRTH M. PACIERA, C.P.A.

RENE G. GAUTREAU, C.P.A.

TIMOTHY L. PRIEST, C.P.A.

MEMBERS OF
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

SIDNEY T. SPILSBURY, C.P.A.

(1905-1985)

KEITH T. HAMILTON, C.P.A.

(1932-2003)

LEROY P. LEGENDRE, C.P.A.

(Retired)

INDEPENDENT AUDITOR'S REPORT

President and Members
Board of Liquidation, City Debt
New Orleans, Louisiana

Report on the Financial Statements

We have audited the Statement of Assets, Liabilities and Net Position—Modified Cash Basis, Statement of Receipts, Disbursements and Changes in Net Position—Modified Cash Basis, and the related Notes to Financial Statements—Modified Cash Basis, which collectively comprise the basic financial statements for the Board of Liquidation, City Debt, a blended component unit of the City of New Orleans, as of and for the year ended December 31, 2018.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis described in Note B; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible 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.

Auditor's Responsibility

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

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

**President and Members
Board of Liquidation, City Debt
New Orleans, Louisiana**

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis assets, liabilities and net position of the Board of Liquidation, City Debt, as of December 31, 2018, and the receipts, disbursements and changes in net position thereof for the year then ended in accordance with the modified cash basis of accounting described in Note B.

Basis of Accounting

We draw attention to Note B of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Board of Liquidation, City Debt's basic financial statements. The introductory section and the statistical section, which are the responsibility of management, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplemental information section on pages 24-42 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion the supplementary information listed above is fairly stated in all material respects in relation to the basic financial statements as a whole.

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

**President and Members
Board of Liquidation, City Debt
New Orleans, Louisiana**

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 2019, on our consideration of the Board of Liquidation, City Debt's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 Board of Liquidation, City Debt's internal control over financial reporting and compliance.



Metairie, Louisiana

March 29, 2019

CITY OF NEW ORLEANS
BOARD OF LIQUIDATION,
CITY DEBT
ANNUAL FINANCIAL REPORT

BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2018

BOARD OF LIQUIDATION, CITY DEBT
STATEMENT OF ASSETS, LIABILITIES
AND NET POSITION - MODIFIED CASH BASIS
FIDUCIARY FUND
DECEMBER 31, 2018

	<u>Custodial Funds</u>
<u>ASSETS</u>	
Cash	\$ 2,005,086
Money market accounts	28,342,072
Certificates of deposit	70,481,000
U.S. Treasuries	40,648,162
<i>Total Current Assets</i>	<u>\$ 141,476,320</u>
 <u>LIABILITIES AND NET POSITION</u>	
LIABILITIES:	
Payable within one year:	
Interest payable	\$ 84,752
Principal payable	142,175
<i>Total Current Liabilities</i>	<u>226,927</u>
NET POSITION:	
Restricted for:	
Debt service:	
Reserve funds	68,432,639
Debt service funds	62,160,557
Held for other governments	10,656,197
<i>Total Net Position</i>	<u>141,249,393</u>
 <i>Total Liabilities and Net Position</i>	 <u>\$ 141,476,320</u>

BOARD OF LIQUIDATION, CITY DEBT
STATEMENT OF RECEIPTS, DISBURSEMENTS AND
CHANGES IN NET POSITION - MODIFIED CASH BASIS
FIDUCIARY FUND
YEAR ENDED DECEMBER 31, 2018

	<u>Custodial Funds</u>
<u>RECEIPTS</u>	
Ad valorem taxes - Current year	\$ 166,152,247
Ad valorem taxes - Prior years	5,756,704
Fee - Current year	1,033,200
Fee - Prior years	40,534
Revenue sharing - State of Louisiana	594,528
Debt service funds	44,813,947
Debt service funds - Federal subsidy - Taxable Build America Bonds	942,551
Interest on investments	2,114,512
Reimbursement from FEMA	25,283,528
Excess reserve and debt service funds	280,582
<i>Total Receipts</i>	<u>247,012,333</u>
<u>DISBURSEMENTS</u>	
Interest on bonds	71,464,534
Interest - Tax Credit Bond Loan	2,440,826
Principal on bonds	52,502,604
Principal - Tax Credit Bond Loan	4,841,852
Administrative expenses - LADEQ	34,530
Warrants	148,644,954
Personnel services	474,498
Contractual services	94,802
Office expenses	27,974
Funds returned to City of New Orleans, Sewerage & Water Board, and Audubon Park Commission	17,014
<i>Total Disbursements</i>	<u>280,543,588</u>
Excess of Receipts Over (Under) Disbursements	(33,531,255)
<u>OTHER SOURCES</u>	
Change in liabilities:	
Tax Credit Bond Loan	52,604,006
Interest payable	1,860
<i>Total Other Sources</i>	<u>52,605,866</u>
Changes in Net Position	19,074,611
Net Position at:	
Beginning of Year	122,174,782
End of Year	<u>\$ 141,249,393</u>

BOARD OF LIQUIDATION, CITY DEBT
NOTES TO FINANCIAL STATEMENTS-MODIFIED CASH BASIS
DECEMBER 31, 2018

A. General Information

The Board of Liquidation, City Debt (Board) is a blended component unit of the City of New Orleans (City). The Board has exclusive control and direction of all matters relating to the bonded debt of the City. Accordingly, all of the City's general obligation bonds and the limited tax bonds issued for the Sewerage & Water Board of New Orleans (S&WB), the Downtown Development District of New Orleans (DDD), and the Audubon Park Commission of New Orleans (APC) are sold by and through the Board. No bonds may be sold without approval of the Board. All property taxes levied by the City and dedicated to the payment of outstanding general obligation and limited tax bonds are collected by the City and, as required by law, paid over to the Board, day by day as collected. Such tax revenues are invested in fully secured money market accounts, certificates of deposit, and/or full faith and credit obligations of the U.S. Government until applied by the Board to the payment of principal and interest on outstanding bonds.

The Board annually determines the amount of Ad Valorem Tax millage necessary to be levied and collected by the City in the next fiscal year for the payment during such year of principal and interest on all outstanding general obligation bonds of the City and all such general obligation bonds proposed to be issued by the City in such year. This determination is based upon an analysis by the Board of the current and anticipated assessed value of taxable property in the City and current and anticipated cash reserves held by the Board. The assessed value of property in the City for each year is determined by the Orleans Parish Assessor and certified by the Louisiana Tax Commission as complying with the Louisiana Constitution of 1974. The annual determination of the necessary tax millage to service bonds of the City is adopted by resolution of the Board that is submitted to the City Council. The millage recommended by the Board is then levied by the City Council.

No general obligation bonds, special tax bonds, or revenue bonds of the agencies mentioned above may be issued by the City without the approval of the Board and the City Council.

BOARD OF LIQUIDATION, CITY DEBT
NOTES TO FINANCIAL STATEMENTS-MODIFIED CASH BASIS
(Continued)
DECEMBER 31, 2018

The Board requires as a condition of such approval that:

- the reasonably anticipated property tax revenues of the City be adequate to service the proposed bond issue and all outstanding bonds of the City and to maintain reasonable reserves,
- the proposed bond issue complies with any applicable legal debt limitation, and
- the purposes for which the bonds are sold be capital in nature.

All new general obligation bond issuance must be approved by a majority of the voters in the City. Act 1 of 1994 by the Louisiana Legislature establishes the legal debt limit for the City. Act 4 of 1916, as amended, by the Louisiana Legislature and Article VI, Section 33 of the Louisiana Constitution of 1974 provides that the full faith and credit of the City are pledged for its general obligation bonds and the City is authorized to levy taxes upon all taxable property in the City without limitation of rate or amount sufficient to pay the principal and interest on such bonds as they mature.

The Board issues bonds for the S&WB, the DDD, and the APC. Issued in the name of the City, these bonds may be funded by the dedicated millage or water and sewer rates. The S&WB, the City Council, and the Board must approve the water and sewerage service rates necessary to fund any bonds. Ad Valorem Tax millage necessary to service special tax bonds is set by statute and levied by the City Council each year. Ad Valorem Tax millage necessary to service the general obligation bonded debt each year is determined by the Board, and is levied by the City Council annually.

In addition, the Board also serves in a custodial capacity for the accounts of the:

- S&WB,
- DDD,
- APC,
- Lake Forest Estates Improvement District (Lake Forest),
- Garden District Security Tax District (Garden District),
- Spring Lake Improvement District (Spring Lake),
- Lake Barrington Subdivision Improvement District (Lake Barrington),

BOARD OF LIQUIDATION, CITY DEBT
NOTES TO FINANCIAL STATEMENTS-MODIFIED CASH BASIS
(Continued)
DECEMBER 31, 2018

- Lake Bullard Neighborhood Improvement District (Lake Bullard),
- Lake Carmel Subdivision Improvement District (Lake Carmel),
- Lake Oaks Subdivision Improvement District (Lake Oaks),
- Huntington Park Subdivision Improvement District (Huntington Park),
- McKendall Estates Neighborhood Improvement District (McKendall Estates),
- Upper Hurstville Security District (Upper Hurstville),
- Touro-Bouligny Security District (Touro-Bouligny),
- Kingswood Subdivision Improvement District (Kingswood), and
- Twinbrook Security District (Twinbrook).

Funds collected for these other governments are deposited in special accounts or invested in money market accounts, certificates of deposit, and/or full faith and credit obligations of the U.S. Government. The Board pays any expenditure made from these accounts as authorized by warrants and supporting resolutions of the various agencies.

B. Summary of Significant Accounting Policies

Fund Accounting

The Board maintains one fiduciary fund to account for its activities, the Custodial Fund. A custodial fund is used to account for assets held for other funds, governments, or individuals. In addition, the Accounts are organized and maintained by the Board as separate accounting entities for the purpose of attaining objectives in accordance with the various special restrictions, regulations and limitations. Interfund eliminations have been made in the aggregation of this data.

BOARD OF LIQUIDATION, CITY DEBT
NOTES TO FINANCIAL STATEMENTS-MODIFIED CASH BASIS
(Continued)
DECEMBER 31, 2018

Method of Accounting

The Board of Liquidation, City Debt was established by Act No. 133, of the Acts of 1880. By this law, the Board is to provide a detailed report of its receipts and its disbursements. The Board was most recently continued under the Louisiana Revised Statutes Title 33. Accordingly, the Board's financial statements are prescribed by statute and their financial statements are prepared using a Special Purpose Framework, the Modified Cash Basis of accounting. The Modified Cash Basis of accounting is a basis of accounting other than generally accepted accounting principles. Under the Modified Cash Basis of accounting receipts are recognized when received rather than when earned and disbursements are recognized when disbursed rather than when they are compelled to be disbursed, except for matured and unpaid bonds and coupons which are reflected as liabilities when the fiduciary funds are compelled to be disbursed.

Net Position

Net position is reported as restricted when there are limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors, laws or regulations of other governments.

Net position for debt service is restricted by enabling legislation and is comprised of reserve funds, debt service funds, and amounts held for other governments. Reserve funds are restricted to pay debt service if pledged revenues are insufficient to satisfy the debt service requirements. Reserve fund requirements are stated in each government bond resolution. Debt service funds are restricted for the payment of debt service requirements. Issuers are required to make monthly deposits to assure the timely availability of sufficient funds for the payment of debt service requirements.

BOARD OF LIQUIDATION, CITY DEBT
NOTES TO FINANCIAL STATEMENTS-MODIFIED CASH BASIS
(Continued)
DECEMBER 31, 2018

Balances in net position restricted for debt service at December 31, 2018 is as follows:

	General Obligation/ <u>Limited Tax</u>	Sewerage and <u>Water Board</u>	Downtown Development <u>District</u>	<u>Total</u>
Reserve funds	\$36,112,417	\$32,089,192	\$231,030	\$ 68,432,639
Debt service funds	<u>48,204,843</u>	<u>13,953,393</u>	<u>2,321</u>	<u>62,160,557</u>
Total	<u>\$84,317,260</u>	<u>\$46,042,585</u>	<u>\$233,351</u>	<u>\$130,593,196</u>

See Note G for net position restricted for held for other governments.

Estimates

The Board uses estimates and assumptions in preparing the financial statements that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Subsequent Events

Subsequent events have been evaluated through March 29, 2019 which is the date the financial statements were available to be issued.

C. Cash, Money Market Accounts and Certificates of Deposit

At December 31, 2018, the Board's deposits with banks consisted of the following:

Cash	\$ 2,005,086
Money market accounts	28,342,072
Certificates of Deposits	<u>70,481,000</u>
	<u>\$100,828,158</u>

These deposits are stated at cost.

BOARD OF LIQUIDATION, CITY DEBT
NOTES TO FINANCIAL STATEMENTS-MODIFIED CASH BASIS
(Continued)
DECEMBER 31, 2018

Custodial Credit Risk - Custodial credit risk is the risk that in the event of a bank failure, the Board's deposits may not be returned. As of December 31, 2018, the total bank balance of \$100,828,158 were covered by Federal Deposit Insurance or by collateral held by a third party in the Board's name as follows:

Insured	\$ 701,052
Collateralized	<u>100,127,106</u>
	<u>\$100,828,158</u>

D. U.S. Treasuries

At December 31, 2018, the Board's investment in U.S. Treasury Bills, recorded at cost, totaled \$40,648,162.

E. Annual and Sick Leave

All present employees of the Board are permitted to accumulate annual and sick leave. Upon termination of employment, an employee is paid for their accumulated annual leave based on their current hourly rate of pay, and for their accumulated sick leave on a formula basis. If termination is the result of retirement, the employee has the option of converting their accrued sick leave to additional years of service.

As described in Note B, the Board's financial statements are prepared on the modified cash basis of accounting; accordingly, the Board's liability for annual and sick leave is not reflected in the accompanying financial statements.

F. Pension Plan

Employees of the Board are covered under the City of New Orleans Municipal Employees' Retirement System, a single-employer, and contributory defined benefit pension plan (Plan). The Plan issues a publicly available financial report that includes financial statements and required supplementary information for the Plan. This report may be obtained by writing the Plan at:

City of New Orleans
Municipal Employees' Retirement System
1300 Perdido Street, Suite 1E12
New Orleans, Louisiana 70112

BOARD OF LIQUIDATION, CITY DEBT
NOTES TO FINANCIAL STATEMENTS-MODIFIED CASH BASIS
(Continued)
DECEMBER 31, 2018

Under this plan, employees with thirty years of service, or who attain age sixty with ten years of service, or age sixty-five and five years of service are entitled to a retirement allowance. The retirement allowance consists of an annuity, which is the actuarial equivalent of the employees' accumulated contribution, plus an annual pension, which, together with the annuity, provides a total retirement allowance equal to 2.5% to 4% of average compensation times the number of years of service. The maximum pension may not exceed 100% of average compensation. Pension amounts are reduced for service retirement prior to age sixty-two. Average compensation is defined as average earned annual compensation for the highest sixty consecutive months of service. Mandatory retirement age is seventy.

Pension benefits vest at age sixty or after completion of ten years of service. The Employees' Pension Plan also provides death and disability benefits.

Employees contributed 6% of their salary in 2018. Employer contributions to the plan are based upon the amount necessary to fund normal cost and amortization of past service costs over a period of thirty years, using the level percentage of payroll method. During the year, the Board's contribution to the Plan was \$50,871. These disbursements are included in 'Personnel Services' in the accompanying financial statements.

As described in Note B, the Board's financial statements are prepared on the modified cash basis of accounting; accordingly, the Board's pension related assets, deferred outflows of resources, liabilities, and deferred inflows of resources associated with any net pension liabilities are not reflected in the accompanying financial statements.

BOARD OF LIQUIDATION, CITY DEBT
NOTES TO FINANCIAL STATEMENTS-MODIFIED CASH BASIS
(Continued)
DECEMBER 31, 2018

G. Net Position Restricted for Held for Other Governments

Net position restricted for held for other governments are custodial funds that are not yet compelled to be disbursed consists of the following:

S&WB	\$ 5,823,425
DDD	<u>2,134,801</u>
APC	<u>1,244</u>
Special Taxing Districts:	
Lake Forest	148,435
Garden District	1,090,107
Spring Lake	71,444
Lake Barrington	56,966
Lake Bullard	56,057
Lake Carmel	89,501
Lake Oaks	77,573
Huntington	15,193
McKendall Estates	25,218
Upper Hurstville	213,003
Touro-Bouligny	474,499
Kingswood	167,529
Twinbrook	<u>211,202</u>
	<u>2,696,727</u>
 Total	 <u>\$10,656,197</u>

H. Bond Sales

There were no bond sales during the fiscal year ending December 31, 2018.

I. Changes in Long-term Debt

Changes in long-term debt for the year ended December 31, 2018 are as follows:

	<u>Sewerage & Water Board</u>
Beginning Balance	\$52,604,006
Payments	4,841,852
Return of custodial assets/liabilities	<u>47,762,154</u>
Ending Balance	\$ <u> 0</u>

CITY OF NEW ORLEANS
BOARD OF LIQUIDATION,
CITY DEBT
ANNUAL FINANCIAL REPORT

SUPPLEMENTAL INFORMATION

DECEMBER 31, 2018

BOARD OF LIQUIDATION, CITY DEBT
COMBINING SCHEDULE OF ASSETS, LIABILITIES
AND NET POSITION - MODIFIED CASH BASIS
DECEMBER 31, 2018

	<u>Account of Debt Administration</u>	<u>Account of Sewerage & Water Board</u>
<u>ASSETS</u>		
Cash	\$ 830,483	\$ 1,168,388
Money market accounts	21,130,478	4,655,037
Certificates of deposit	68,211,000	0
U.S. Treasuries	40,648,162	0
<i>Total Current Assets</i>	<u>\$ 130,820,123</u>	<u>\$ 5,823,425</u>
 <u>LIABILITIES AND NET POSITION</u>		
LIABILITIES:		
Payable within one year:		
Interest payable	\$ 84,752	\$ 0
Principal payable	142,175	0
<i>Total Current Liabilities</i>	<u>226,927</u>	<u>0</u>
 NET POSITION:		
Restricted for:		
Debt service:		
Reserve funds	68,432,639	0
Debt service funds	62,160,557	0
Held for other governments	0	5,823,425
<i>Total Net Position</i>	<u>130,593,196</u>	<u>5,823,425</u>
 <i>Total Liabilities and Net Position</i>	 <u>\$ 130,820,123</u>	 <u>\$ 5,823,425</u>

See independent auditor's report.

Account of Downtown Development District	Account of Audubon Park Commission	Accounts of Special Taxing Districts	Total
\$ 4,971	\$ 1,244	\$ 0	\$ 2,005,086
1,829,830	0	726,727	28,342,072
300,000	0	1,970,000	70,481,000
0	0	0	40,648,162
<u>\$ 2,134,801</u>	<u>\$ 1,244</u>	<u>\$ 2,696,727</u>	<u>\$ 141,476,320</u>

\$ 0	\$ 0	\$ 0	\$ 84,752
0	0	0	142,175
<u>0</u>	<u>0</u>	<u>0</u>	<u>226,927</u>

0	0	0	68,432,639
0	0	0	62,160,557
2,134,801	1,244	2,696,727	10,656,197
<u>2,134,801</u>	<u>1,244</u>	<u>2,696,727</u>	<u>141,249,393</u>
<u>\$ 2,134,801</u>	<u>\$ 1,244</u>	<u>\$ 2,696,727</u>	<u>\$ 141,476,320</u>

BOARD OF LIQUIDATION, CITY DEBT
ACCOUNT OF DEBT ADMINISTRATION
COMBINING SCHEDULE OF ASSETS, LIABILITIES AND NET POSITION - MODIFIED CASH BASIS
DECEMBER 31, 2018

	General Obligation Bonds	Capital Improvement Limited Tax	Drainage System Bonds 9 mill	Water Revenue Bonds
<u>ASSETS</u>				
Cash	\$ 694,473	\$ 0	\$ 23,905	\$ 7,562
Money market accounts	6,834,760	111,365	62,010	3,332,945
Certificates of deposit	68,211,000	0	0	0
U.S. Treasuries	8,561,351	0	0	13,472,165
<i>Total Assets</i>	<u>\$ 84,301,584</u>	<u>\$ 111,365</u>	<u>\$ 85,915</u>	<u>\$ 16,812,672</u>
<u>LIABILITIES AND NET POSITION</u>				
Liabilities:				
Interest payable	\$ 37,389	\$ 0	\$ 5,755	\$ 2,505
Principal payable	58,300	0	18,150	5,000
<i>Total Liabilities</i>	<u>95,689</u>	<u>0</u>	<u>23,905</u>	<u>7,505</u>
Net Position:				
Restricted for:				
Debt service:				
Reserve funds	36,112,417	0	0	13,473,550
Debt service funds	48,093,478	111,365	62,010	3,331,617
<i>Total Net Position</i>	<u>84,205,895</u>	<u>111,365</u>	<u>62,010</u>	<u>16,805,167</u>
<i>Total Liabilities and Net Position</i>	<u>\$ 84,301,584</u>	<u>\$ 111,365</u>	<u>\$ 85,915</u>	<u>\$ 16,812,672</u>

See independent auditor's report.

Sewerage Service Revenue Bonds	Sewerage & Water Board Matured Bonds	Audubon Park Commission Bonds	Downtown Development District Tax Bonds	Defeased Bonds	Total
\$ 8,401	\$ 35,362	\$ 710	\$ 2,124	\$ 57,946	\$ 830,483
10,558,171	0	0	231,227	0	21,130,478
0	0	0	0	0	68,211,000
18,614,646	0	0	0	0	40,648,162
<u>\$ 29,181,218</u>	<u>\$ 35,362</u>	<u>\$ 710</u>	<u>\$ 233,351</u>	<u>\$ 57,946</u>	<u>\$ 130,820,123</u>
\$ 810	\$ 10,362	\$ 710	\$ 0	\$ 27,221	\$ 84,752
5,000	25,000	0	0	30,725	142,175
<u>5,810</u>	<u>35,362</u>	<u>710</u>	<u>0</u>	<u>57,946</u>	<u>226,927</u>
18,615,642	0	0	231,030	0	68,432,639
10,559,766	0	0	2,321	0	62,160,557
<u>29,175,408</u>	<u>0</u>	<u>0</u>	<u>233,351</u>	<u>0</u>	<u>130,593,196</u>
<u>\$ 29,181,218</u>	<u>\$ 35,362</u>	<u>\$ 710</u>	<u>\$ 233,351</u>	<u>\$ 57,946</u>	<u>\$ 130,820,123</u>

BOARD OF LIQUIDATION, CITY DEBT
ACCOUNT OF SEWERAGE & WATER BOARD OF NEW ORLEANS
COMBINING SCHEDULE OF ASSETS, LIABILITIES AND
NET POSITION - MODIFIED CASH BASIS
DECEMBER 31, 2018

	Construction & Extension Fund 2 mill	Drainage System Fund 3 mill	Drainage System Fund 6 mill
<u>ASSETS</u>			
Cash	\$ 17,397	\$ 139,842	\$ 31,192
Money market accounts	0	33,119	84,167
<i>Total Assets</i>	<u>\$ 17,397</u>	<u>\$ 172,961</u>	<u>\$ 115,359</u>
<u>NET POSITION</u>			
Net Position:			
Restricted for:			
Held for other governments	<u>17,397</u>	<u>172,961</u>	<u>115,359</u>
<i>Total Liabilities and Net Position</i>	<u>\$ 17,397</u>	<u>\$ 172,961</u>	<u>\$ 115,359</u>

See independent auditor's report.

Drainage System Fund 9 mill	Water Revenue Bond Proceeds	Sewerage Service Revenue Bond Proceeds	Total
\$ 18,532	\$ 918,530	\$ 42,895	\$ 1,168,388
5,658	4,526,162	5,931	4,655,037
<u>\$ 24,190</u>	<u>\$ 5,444,692</u>	<u>\$ 48,826</u>	<u>\$ 5,823,425</u>
24,190	5,444,692	48,826	5,823,425
<u>\$ 24,190</u>	<u>\$ 5,444,692</u>	<u>\$ 48,826</u>	<u>\$ 5,823,425</u>

BOARD OF LIQUIDATION, CITY DEBT
ACCOUNT OF DOWNTOWN DEVELOPMENT DISTRICT OF NEW ORLEANS
COMBINING SCHEDULE OF ASSETS AND
NET POSITION - MODIFIED CASH BASIS
DECEMBER 31, 2018

	Special Tax Fund	DDD Bond Proceeds	Total
<u>ASSETS</u>			
Cash	\$ 921	\$ 4,050	\$ 4,971
Certificates of deposit	300,000	0	300,000
Money market accounts	1,829,830	0	1,829,830
<i>Total Assets</i>	<u>\$ 2,130,751</u>	<u>\$ 4,050</u>	<u>\$ 2,134,801</u>
<u>NET POSITION</u>			
Net Position:			
Restricted for:			
Held for other governments	\$ 2,130,751	\$ 4,050	\$ 2,134,801
<i>Total Net Position</i>	<u>\$ 2,130,751</u>	<u>\$ 4,050</u>	<u>\$ 2,134,801</u>

BOARD OF LIQUIDATION, CITY DEBT
ACCOUNT OF AUDUBON PARK COMMISSION OF NEW ORLEANS
COMBINING SCHEDULE OF ASSETS AND
NET POSITION - MODIFIED CASH BASIS
DECEMBER 31, 2018

	Aquarium Tax Fund	Special Tax Fund	Total
<u>ASSETS</u>			
Cash	\$ 245	\$ 999	\$ 1,244
<i>Total Assets</i>	<u>\$ 245</u>	<u>\$ 999</u>	<u>\$ 1,244</u>
<u>NET POSITION</u>			
Net Position:			
Restricted for:			
Held for other governments	\$ 245	\$ 999	\$ 1,244
<i>Total Net Position</i>	<u>\$ 245</u>	<u>\$ 999</u>	<u>\$ 1,244</u>

BOARD OF LIQUIDATION, CITY DEBT
ACCOUNTS OF SPECIAL TAXING DISTRICTS OF NEW ORLEANS
COMBINING SCHEDULE OF ASSETS AND
NET POSITION - MODIFIED CASH BASIS
DECEMBER 31, 2018

	Garden District Security Tax District	Huntington Park Subdivision Improvement District	Kingswood Subdivision Improvement District	Lake Barrington Subdivision Improvement District	Lake Bullard Neighborhood Improvement District	Lake Carmel Subdivision Improvement District
<u>ASSETS</u>						
Money market accounts	\$ 150,107	\$ 15,193	\$ 32,529	\$ 26,966	\$ 56,057	\$ 59,501
Certificates of deposit	940,000	0	135,000	30,000	0	30,000
<i>Total Assets</i>	<u>\$ 1,090,107</u>	<u>\$ 15,193</u>	<u>\$ 167,529</u>	<u>\$ 56,966</u>	<u>\$ 56,057</u>	<u>\$ 89,501</u>
<u>NET POSITION</u>						
Restricted for:						
Held for other governments	<u>\$ 1,090,107</u>	<u>\$ 15,193</u>	<u>\$ 167,529</u>	<u>\$ 56,966</u>	<u>\$ 56,057</u>	<u>\$ 89,501</u>
<i>Total Net Position</i>	<u>\$ 1,090,107</u>	<u>\$ 15,193</u>	<u>\$ 167,529</u>	<u>\$ 56,966</u>	<u>\$ 56,057</u>	<u>\$ 89,501</u>

See independent auditor's report.

Lake Forest Estates Improvement District	Lake Oaks Subdivision Improvement District	McKendall Estates Neighborhood Improvement District	Spring Lake Improvement District	Touro- Bouligny Security District	Twinbrook Security District	Upper Hurstville Security District	Total
\$ 118,435	\$ 27,573	\$ 25,218	\$ 26,444	\$ 124,499	\$ 31,202	\$ 33,003	\$ 726,727
30,000	50,000	0	45,000	350,000	180,000	180,000	1,970,000
<u>\$ 148,435</u>	<u>\$ 77,573</u>	<u>\$ 25,218</u>	<u>\$ 71,444</u>	<u>\$ 474,499</u>	<u>\$ 211,202</u>	<u>\$ 213,003</u>	<u>\$ 2,696,727</u>
<u>\$ 148,435</u>	<u>\$ 77,573</u>	<u>\$ 25,218</u>	<u>\$ 71,444</u>	<u>\$ 474,499</u>	<u>\$ 211,202</u>	<u>\$ 213,003</u>	<u>\$ 2,696,727</u>
<u>\$ 148,435</u>	<u>\$ 77,573</u>	<u>\$ 25,218</u>	<u>\$ 71,444</u>	<u>\$ 474,499</u>	<u>\$ 211,202</u>	<u>\$ 213,003</u>	<u>\$ 2,696,727</u>

BOARD OF LIQUIDATION, CITY DEBT
ACCOUNT OF DEBT ADMINISTRATION
SEWERAGE & WATER BOARD MATURED BONDS
COMBINING SCHEDULE OF ASSETS AND LIABILITIES - MODIFIED CASH BASIS
DECEMBER 31, 2018

	Sewerage, Water & Drainage Bonds 2 mill *	Drainage System Bonds 3 mill	Drainage System Bonds 6 mill	Total
<u>ASSETS</u>				
Cash	\$ 30,243	\$ 5,039	\$ 80	\$ 35,362
<i>Total Assets</i>	<u>\$ 30,243</u>	<u>\$ 5,039</u>	<u>\$ 80</u>	<u>\$ 35,362</u>
<u>LIABILITIES</u>				
Interest payable	\$ 10,243	\$ 39	\$ 80	\$ 10,362
Principal payable	20,000	5,000	0	25,000
<i>Total Liabilities</i>	<u>\$ 30,243</u>	<u>\$ 5,039</u>	<u>\$ 80</u>	<u>\$ 35,362</u>

* Tax expired December 31, 1991.

BOARD OF LIQUIDATION, CITY DEBT
ACCOUNT OF DEBT ADMINISTRATION
DEFEASED BONDS
COMBINING SCHEDULE OF ASSETS, LIABILITIES AND NET POSITION - MODIFIED CASH BASIS
DECEMBER 31, 2018

	General Obligation Bonds	Sewerage Service Revenue Bonds	Water Revenue Bonds	Audubon Park Commission Improve- ment Bonds	Total
<u>ASSETS</u>					
Cash	\$ 33,612	\$ 14,320	\$ 7,795	\$ 2,219	\$ 57,946
<i>Total Assets</i>	<u>\$ 33,612</u>	<u>\$ 14,320</u>	<u>\$ 7,795</u>	<u>\$ 2,219</u>	<u>\$ 57,946</u>
<u>LIABILITIES AND NET POSITION</u>					
Liabilities:					
Interest payable	\$ 15,422	\$ 1,785	\$ 7,795	\$ 2,219	\$ 27,221
Principal payable	18,190	12,535	0	0	30,725
<i>Total Liabilities</i>	<u>33,612</u>	<u>14,320</u>	<u>7,795</u>	<u>2,219</u>	<u>57,946</u>
Net Position	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Liabilities and Net Position</i>	<u>\$ 33,612</u>	<u>\$ 14,320</u>	<u>\$ 7,795</u>	<u>\$ 2,219</u>	<u>\$ 57,946</u>

BOARD OF LIQUIDATION, CITY DEBT
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS AND
CHANGES IN NET POSITION - MODIFIED CASH BASIS
YEAR ENDED DECEMBER 31, 2018

	Account of Debt Administration	Account of Sewerage & Water Board
<u>RECEIPTS</u>		
Ad valorem taxes - Current year	\$ 91,163,727	\$ 55,420,225
Ad valorem taxes - Prior years	2,643,982	2,391,117
Fee - Current year	0	0
Fee - Prior years	0	0
Revenue sharing - State of Louisiana	0	594,528
Debt service funds	44,813,947	0
Debt service funds - Federal subsidy - Taxable Build America Bonds	942,551	0
Interest on investments	1,818,934	212,122
Reimbursement from FEMA	0	25,283,528
Excess reserve and debt service funds	147	278,444
<i>Total Receipts</i>	141,383,288	84,179,964
<u>DISBURSEMENTS</u>		
Interest on bonds	71,464,534	0
Interest on bonds - Tax Credit Bond Loan	2,440,826	0
Principal on bonds	52,502,604	0
Principal on bonds - Tax Credit Bond Loan	4,841,852	0
Administrative expenses - LADEQ	34,530	0
Warrants	0	130,627,658
Personnel services	474,498	0
Contractual services	94,802	0
Office expenses	27,974	0
Funds returned to City of New Orleans, Sewerage & Water Board, and Audubon Park Commission	17,014	0
<i>Total Disbursements</i>	131,898,634	130,627,658
Excess of Receipts Over (Under) Disbursements	9,484,654	(46,447,694)
<u>OTHER SOURCES (USES)</u>		
Transfers in (out)	6,708,479	(2,429,617)
Change in liabilities:		
Tax Credit Bond Loan	0	52,604,006
Interest payable	1,860	0
<i>Total Other Sources (Uses)</i>	6,710,339	50,174,389
Changes in Net Position	16,194,993	3,726,695
Net Position at:		
Beginning of Year	114,398,203	2,096,730
End of Year	\$ 130,593,196	\$ 5,823,425

See independent auditor's report.

Account of Downtown Development District	Account of Audubon Park Commission	Accounts of Special Taxing Districts	Total
\$ 7,126,460	\$ 11,331,971	\$ 1,109,864	\$ 166,152,247
356,420	351,475	13,710	5,756,704
0	0	1,033,200	1,033,200
0	0	40,534	40,534
0	0	0	594,528
0	0	0	44,813,947
0	0	0	942,551
49,830	0	33,626	2,114,512
0	0	0	25,283,528
1,991	0	0	280,582
<u>7,534,701</u>	<u>11,683,446</u>	<u>2,230,934</u>	<u>247,012,333</u>
0	0	0	71,464,534
0	0	0	2,440,826
0	0	0	52,502,604
0	0	0	4,841,852
0	0	0	34,530
7,996,616	7,851,000	2,169,680	148,644,954
0	0	0	474,498
0	0	0	94,802
0	0	0	27,974
0	0	0	17,014
<u>7,996,616</u>	<u>7,851,000</u>	<u>2,169,680</u>	<u>280,543,588</u>
(461,915)	3,832,446	61,254	(33,531,255)
(446,212)	(3,832,650)	0	0
0	0	0	52,604,006
0	0	0	1,860
<u>(446,212)</u>	<u>(3,832,650)</u>	<u>0</u>	<u>52,605,866</u>
(908,127)	(204)	61,254	19,074,611
3,042,928	1,448	2,635,473	122,174,782
<u>\$ 2,134,801</u>	<u>\$ 1,244</u>	<u>\$ 2,696,727</u>	<u>\$ 141,249,393</u>

BOARD OF LIQUIDATION, CITY DEBT
ACCOUNT OF DEBT ADMINISTRATION
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS AND
CHANGES IN NET POSITION - MODIFIED CASH BASIS
YEAR ENDED DECEMBER 31, 2018

	General Obligation Bonds	Capital Improvement Limited Tax	Drainage System Bonds 9 mill
<u>RECEIPTS</u>			
Ad valorem taxes - Current year	\$ 87,302,988	\$ 3,860,739	\$ 0
Ad valorem taxes - Prior years	2,643,982	0	0
Debt service funds	0	0	0
Debt service funds - Federal subsidy - Taxable Build America Bonds	942,551	0	0
Interest on investments	1,818,934	0	0
Excess reserve and debt service funds	0	0	0
<i>Total Receipts</i>	<u>92,708,455</u>	<u>3,860,739</u>	<u>0</u>
<u>DISBURSEMENTS</u>			
Interest on bonds	48,407,613	294,103	283,350
Interest on bonds - Tax Credit Bond Loan	0	0	136,594
Principal on bonds	26,913,896	3,597,708	1,745,000
Principal on bonds - Tax Credit Bond Loan	0	0	270,960
Administrative Expenses - LADEQ	0	0	0
Personnel services	474,498	0	0
Contractual services	94,802	0	0
Office expenses	27,974	0	0
Funds returned to City of New Orleans, Sewerage & Water Board, and Audubon Park Commission	0	0	0
<i>Total Disbursements</i>	<u>75,918,783</u>	<u>3,891,811</u>	<u>2,435,904</u>
Excess of Receipts Over (Under) Disbursements	16,789,672	(31,072)	(2,435,904)
<u>OTHER SOURCES</u>			
Transfers in	0	0	2,429,617
Change in liabilities: Interest payable	0	0	0
<i>Total Other Sources</i>	<u>0</u>	<u>0</u>	<u>2,429,617</u>
Changes in Net Position	16,789,672	(31,072)	(6,287)
Net Position at:			
Beginning of Year	67,416,223	142,437	68,297
End of Year	<u>\$ 84,205,895</u>	<u>\$ 111,365</u>	<u>\$ 62,010</u>

See independent auditor's report.

Water Revenue Bonds	Sewerage Service Revenue Bonds	Sewerage & Water Board Matured Bonds	Audubon Park Commission Aquarium Bonds	Downtown Development District Tax Bonds	Defeased Bonds	Total
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 91,163,727
0	0	0	0	0	0	2,643,982
13,978,578	28,828,700	0	0	0	2,006,669	44,813,947
0	0	0	0	0	0	942,551
0	0	0	0	0	0	1,818,934
0	0	0	0	147	0	147
13,978,578	28,828,700	0	0	147	2,006,669	141,383,288
9,973,550	10,748,527	1,860	647,650	96,212	1,011,669	71,464,534
214,481	2,089,751	0	0	0	0	2,440,826
3,360,000	12,356,000	0	3,185,000	350,000	995,000	52,502,604
425,464	4,145,428	0	0	0	0	4,841,852
0	34,530	0	0	0	0	34,530
0	0	0	0	0	0	474,498
0	0	0	0	0	0	94,802
0	0	0	0	0	0	27,974
7,943	9,071	0	0	0	0	17,014
13,981,438	29,383,307	1,860	3,832,650	446,212	2,006,669	131,898,634
(2,860)	(554,607)	(1,860)	(3,832,650)	(446,065)	0	9,484,654
0	0	0	3,832,650	446,212	0	6,708,479
0	0	1,860	0	0	0	1,860
0	0	1,860	3,832,650	446,212	0	6,710,339
(2,860)	(554,607)	0	0	147	0	16,194,993
16,808,027	29,730,015	0	0	233,204	0	114,398,203
\$ 16,805,167	\$ 29,175,408	\$ 0	\$ 0	\$ 233,351	\$ 0	\$ 130,593,196

BOARD OF LIQUIDATION, CITY DEBT
ACCOUNT OF SEWERAGE & WATER BOARD OF NEW ORLEANS
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS AND
CHANGES IN NET POSITION - MODIFIED CASH BASIS
YEAR ENDED DECEMBER 31, 2018

	Construction & Extension Fund 2 mill	Drainage System Fund 3 mill	Drainage System Fund 6 mill
<u>RECEIPTS</u>			
Ad valorem taxes - Current year	\$ 0	\$ 15,124,338	\$ 16,125,061
Ad valorem taxes - Prior years	952	1,139,631	500,514
Revenue sharing - State of Louisiana	0	594,528	0
Interest on investments	0	4,550	4,002
Reimbursement from FEMA	0	0	0
Excess reserve and debt service funds	0	0	0
<i>Total Receipts</i>	<u>952</u>	<u>16,863,047</u>	<u>16,629,577</u>
<u>DISBURSEMENTS</u>			
Warrants	0	17,645,258	18,176,862
<i>Total Disbursements</i>	<u>0</u>	<u>17,645,258</u>	<u>18,176,862</u>
Excess of Receipts Over (Under) Disbursements	952	(782,211)	(1,547,285)
<u>OTHER SOURCES (USES)</u>			
Transfers (out)	0	0	0
Change in liabilities:			
Tax Credit Bond Loan	0	0	0
<i>Total Other Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>
Changes in Net Position	952	(782,211)	(1,547,285)
Net Position at:			
Beginning of Year	16,445	955,172	1,662,644
End of Year	<u>\$ 17,397</u>	<u>\$ 172,961</u>	<u>\$ 115,359</u>

See independent auditor's report.

Drainage System Fund 9 mill	Water Revenue Bond Proceeds	Sewerage Service Revenue Bond Proceeds	Total
\$ 24,170,826	\$ 0	\$ 0	\$ 55,420,225
750,020	0	0	2,391,117
0	0	0	594,528
5,862	194,119	3,589	212,122
0	23,072,175	2,211,353	25,283,528
0	117,319	161,125	278,444
<u>24,926,708</u>	<u>23,383,613</u>	<u>2,376,067</u>	<u>84,179,964</u>
23,355,316	68,045,960	3,404,262	130,627,658
<u>23,355,316</u>	<u>68,045,960</u>	<u>3,404,262</u>	<u>130,627,658</u>
1,571,392	(44,662,347)	(1,028,195)	(46,447,694)
(2,429,617)	0	0	(2,429,617)
2,943,829	4,622,429	45,037,748	52,604,006
<u>514,212</u>	<u>4,622,429</u>	<u>45,037,748</u>	<u>50,174,389</u>
2,085,604	(40,039,918)	44,009,553	3,726,695
(2,061,414)	45,484,610	(43,960,727)	2,096,730
<u>\$ 24,190</u>	<u>\$ 5,444,692</u>	<u>\$ 48,826</u>	<u>\$ 5,823,425</u>

BOARD OF LIQUIDATION, CITY DEBT
ACCOUNT OF DOWNTOWN DEVELOPMENT DISTRICT OF NEW ORLEANS
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS AND
CHANGES IN NET POSITION - MODIFIED CASH BASIS
YEAR ENDED DECEMBER 31, 2018

	Special Tax Fund	DDD Bond Proceeds	Total
<u>RECEIPTS</u>			
Ad valorem taxes - Current year	\$ 7,126,460	\$ 0	\$ 7,126,460
Ad valorem taxes - Prior years	356,420	0	356,420
Interest on investments	49,830	0	49,830
Excess reserve and debt service funds	0	1,991	1,991
<i>Total Receipts</i>	<u>7,532,710</u>	<u>1,991</u>	<u>7,534,701</u>
<u>DISBURSEMENTS</u>			
Warrants	<u>7,996,616</u>	<u>0</u>	<u>7,996,616</u>
<i>Total Disbursements</i>	<u>7,996,616</u>	<u>0</u>	<u>7,996,616</u>
Excess of Receipts Over (Under) Disbursements	<u>(463,906)</u>	<u>1,991</u>	<u>(461,915)</u>
<u>OTHER SOURCES (USES)</u>			
Transfers (out)	<u>(446,212)</u>	<u>0</u>	<u>(446,212)</u>
<i>Total Other Sources (Uses)</i>	<u>(446,212)</u>	<u>0</u>	<u>(446,212)</u>
Changes in Net Position	(910,118)	1,991	(908,127)
Net Position at:			
Beginning of Year	3,040,869	2,059	3,042,928
End of Year	<u>\$ 2,130,751</u>	<u>\$ 4,050</u>	<u>\$ 2,134,801</u>

BOARD OF LIQUIDATION, CITY DEBT
ACCOUNT OF AUDUBON PARK COMMISSION OF NEW ORLEANS
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS AND
CHANGES IN NET POSITION - MODIFIED CASH BASIS
YEAR ENDED DECEMBER 31, 2018

	Aquarium Tax Fund	Special Tax Fund	Total
<u>RECEIPTS</u>			
Ad valorem taxes - Current year	\$ 10,236,406	\$ 1,095,565	\$ 11,331,971
Ad valorem taxes - Prior years	317,463	34,012	351,475
<i>Total Receipts</i>	<u>10,553,869</u>	<u>1,129,577</u>	<u>11,683,446</u>
<u>DISBURSEMENTS</u>			
Warrants	6,722,000	1,129,000	7,851,000
<i>Total Disbursements</i>	<u>6,722,000</u>	<u>1,129,000</u>	<u>7,851,000</u>
Excess of Receipts Over Disbursements	<u>3,831,869</u>	<u>577</u>	<u>3,832,446</u>
<u>OTHER SOURCES (USES)</u>			
Transfers (out)	(3,832,650)	0	(3,832,650)
<i>Total Other Sources (Uses)</i>	<u>(3,832,650)</u>	<u>0</u>	<u>(3,832,650)</u>
Changes in Net Position	(781)	577	(204)
Net Position at:			
Beginning of Year	1,026	422	1,448
End of Year	<u>\$ 245</u>	<u>\$ 999</u>	<u>\$ 1,244</u>

BOARD OF LIQUIDATION, CITY DEBT
ACCOUNTS OF SPECIAL TAXING DISTRICTS OF NEW ORLEANS
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS AND
CHANGES IN NET POSITION - MODIFIED CASH BASIS
YEAR ENDED DECEMBER 31, 2018

	Garden District Security Tax District	Huntington Park Subdivision Improvement District	Kingswood Neighborhood Improvement District	Lake Barrington Subdivision Improvement District	Lake Bullard Neighborhood Improvement District	Lake Carmel Subdivision Improvement District
<u>RECEIPTS</u>						
Ad valorem taxes - Current year	\$ 805,627	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Ad valorem taxes - Prior years	8,992	0	0	0	0	0
Fee - Current year	0	30,690	70,313	64,102	66,825	78,674
Fee - Prior year	0	742	6,809	4,398	3,465	10,037
Interest on investments	14,442	254	1,796	692	587	1,075
<i>Total Receipts</i>	<u>829,061</u>	<u>31,686</u>	<u>78,918</u>	<u>69,192</u>	<u>70,877</u>	<u>89,786</u>
<u>DISBURSEMENTS</u>						
Warrants	815,000	40,500	65,000	74,760	80,000	75,000
<i>Total Disbursements</i>	<u>815,000</u>	<u>40,500</u>	<u>65,000</u>	<u>74,760</u>	<u>80,000</u>	<u>75,000</u>
Excess of Receipts Over (Under) Disbursements	<u>14,061</u>	<u>(8,814)</u>	<u>13,918</u>	<u>(5,568)</u>	<u>(9,123)</u>	<u>14,786</u>
Changes in Net Position	14,061	(8,814)	13,918	(5,568)	(9,123)	14,786
Net Position at:						
Beginning of Year	<u>1,076,046</u>	<u>24,007</u>	<u>153,611</u>	<u>62,534</u>	<u>65,180</u>	<u>74,715</u>
End of Year	<u>\$ 1,090,107</u>	<u>\$ 15,193</u>	<u>\$ 167,529</u>	<u>\$ 56,966</u>	<u>\$ 56,057</u>	<u>\$ 89,501</u>

See independent auditor's report.

Lake Forest Estates Improvement District	Lake Oaks Subdivision Improvement District	McKendall Estates Neighborhood Improvement District	Spring Lake Improvement District	Touro- Bouligny Security District	Twinbrook Security District	Upper Hurstville Security District	Total
\$ 0	\$ 0	\$ 0	\$ 0	\$ 304,237	\$ 0	\$ 0	\$ 1,109,864
0	0	0	0	4,718	0	0	13,710
84,986	109,296	33,165	38,327	0	244,993	211,829	1,033,200
8,622	396	495	1,782	0	1,907	1,881	40,534
1,933	945	395	872	5,900	2,523	2,212	33,626
95,541	110,637	34,055	40,981	314,855	249,423	215,922	2,230,934
83,420	101,000	45,000	35,000	325,000	240,000	190,000	2,169,680
83,420	101,000	45,000	35,000	325,000	240,000	190,000	2,169,680
12,121	9,637	(10,945)	5,981	(10,145)	9,423	25,922	61,254
12,121	9,637	(10,945)	5,981	(10,145)	9,423	25,922	61,254
136,314	67,936	36,163	65,463	484,644	201,779	187,081	2,635,473
\$ 148,435	\$ 77,573	\$ 25,218	\$ 71,444	\$ 474,499	\$ 211,202	\$ 213,003	\$ 2,696,727

BOARD OF LIQUIDATION, CITY DEBT
ACCOUNT OF DEBT ADMINISTRATION
DEFEASED BONDS
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES
IN NET POSITION - MODIFIED CASH BASIS
YEAR ENDED DECEMBER 31, 2018

	Sewerage Service Revenue Bonds
<u>RECEIPTS</u>	
Debt service funds	\$ 2,006,669
<u>DISBURSEMENTS</u>	
Interest on bonds	1,011,669
Principal on bonds	995,000
<i>Total Disbursements</i>	<u>2,006,669</u>
Excess of Receipts Over Disbursements	<u>0</u>
Changes in Net Position	0
Net Position at:	
Beginning of year	0
End of year	<u>\$ 0</u>

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BOARD OF LIQUIDATION, CITY DEBT
ACCOUNT OF DEBT ADMINISTRATION
SCHEDULE OF ITEMIZED DISBURSEMENTS - INTEREST, ADMINISTRATIVE
EXPENSES AND PRINCIPAL PAID - MODIFIED CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	Interest and Administrative	
	Debt Service Fund	Federal Subsidy Taxable BAB
BONDS		
<u>GENERAL OBLIGATION BONDS</u>		
Public Improvement Bonds, Issue of 2010A BABs	1,934,589	942,551
Taxable Public Improvement Bonds, Issue of 2013A	1,670,418	0
Taxable Public Improvement Bonds, Issue of 2014A	2,139,425	0
Taxable Public Improvement Bonds, Issue of 2015A	2,584,566	0
Taxable Public Improvement Bonds, Issue of 2016	2,799,085	0
General Obligation Refunding Bonds, Series 1991	21,601,104	0
General Obligation Refunding Bonds, Series 1998	2,245,925	0
General Obligation Refunding Bonds, Series 2012	7,465,750	0
General Obligation Refunding Bonds, Series 2015	2,903,675	0
General Obligation Refunding Bonds, Series 2016	2,120,525	0
<i>Total General Obligation Bonds</i>	<u>47,465,062</u>	<u>942,551</u>
<u>SPECIAL TAX BONDS</u>		
Limited Tax Bonds, Series 2015A	192,096	0
Taxable Limited Tax Bonds, Series 2015B	102,007	0
<i>Total Limited Tax Bonds</i>	<u>294,103</u>	<u>0</u>
<u>SEWER & WATER BOARD SPECIAL TAX BONDS</u>		
Drainage System Bonds, Series A	<u>1,860</u>	<u>0</u>
Drainage System Bonds, Series 2014	<u>283,350</u>	<u>0</u>
<u>SEWER & WATER BOARD REVENUE BONDS</u>		
Sewerage Service Revenue Bonds, Series 2014	5,717,450	0
Sewerage Service Revenue Bonds, Series 2015	5,000,000	0
Water Revenue Bonds, Series 2014	5,033,000	0
Water Revenue Bonds, Series 2015	4,940,550	0
<i>Total Sewer & Water Board Revenue Bonds</i>	<u>20,691,000</u>	<u>0</u>
<u>SEWERAGE & WATER BOARD SUBORDINATE REVENUE BONDS</u>		
Sewerage Revenue Subordinate Bonds, Series 2011	<u>65,607</u>	<u>0</u>
<u>AUDUBON COMMISSION SPECIAL TAX BONDS</u>		
Audubon Park Commission Aquarium Bonds, Series 2011A-1	<u>647,650</u>	<u>0</u>
<u>DOWNTOWN DEVELOPMENT DISTRICT SPECIAL TAX BONDS</u>		
Downtown Development District Special Tax Bonds, Series 2012	<u>96,212</u>	<u>0</u>

See independent auditor's report.

<u>Expenses Paid</u>	<u>Principal Paid</u>	
	Debt Service Fund	
<u>Total</u>	<u>Fund</u>	<u>Total</u>
2,877,140	915,000	3,792,140
1,670,418	865,000	2,535,418
2,139,425	695,000	2,834,425
2,584,566	1,305,000	3,889,566
2,799,085	1,425,000	4,224,085
21,601,104	3,838,896	25,440,000
2,245,925	3,675,000	5,920,925
7,465,750	4,315,000	11,780,750
2,903,675	6,910,000	9,813,675
2,120,525	2,970,000	5,090,525
<u>48,407,613</u>	<u>26,913,896</u>	<u>75,321,509</u>
192,096	2,526,171	2,718,267
102,007	1,071,537	1,173,544
<u>294,103</u>	<u>3,597,708</u>	<u>3,891,811</u>
1,860	0	1,860
<u>283,350</u>	<u>1,745,000</u>	<u>2,028,350</u>
5,717,450	11,925,000	17,642,450
5,000,000	0	5,000,000
5,033,000	2,660,000	7,693,000
4,940,550	700,000	5,640,550
<u>20,691,000</u>	<u>15,285,000</u>	<u>35,976,000</u>
65,607	431,000	496,607
<u>647,650</u>	<u>3,185,000</u>	<u>3,832,650</u>
96,212	350,000	446,212
<u>96,212</u>	<u>350,000</u>	<u>446,212</u>

BOARD OF LIQUIDATION, CITY DEBT
ACCOUNT OF DEBT ADMINISTRATION
SCHEDULE OF ITEMIZED DISBURSEMENTS - INTEREST, ADMINISTRATIVE
EXPENSES AND PRINCIPAL PAID - MODIFIED CASH BASIS
(CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2018

	Interest and Administrative	
	Debt Service Fund	Federal Subsidy Taxable BAB
DEFEASED BONDS		
<u>SEWER & WATER BOARD REVENUE BONDS</u>		
Sewerage Service Revenue Bonds, Series 2009	\$ 1,011,669	\$ 0
<i>Total Itemized Disbursements-Interest, Principal and Premium Paid excluding GO Zone Loan Payments</i>	70,556,513	942,551
GO ZONE LOAN PAID TO LA DEPARTMENT OF ADMINISTRATION		
<u>SEWER & WATER BOARD SPECIAL TAX BONDS</u>		
Drainage System Bonds, Series 1998	48,567	0
Drainage System Bonds, Series 2002	88,027	0
Total Drainage System 9 mill bonds	136,594	0
<u>SEWER & WATER BOARD REVENUE BONDS</u>		
Sewerage Service Revenue Bonds, Series 1997	158,135	0
Sewerage Service Revenue Bonds, Series 1998	124,867	0
Sewerage Service Revenue Bonds, Series 2000	88,224	0
Sewerage Service Revenue Bonds, Series 2000B	105,898	0
Sewerage Service Revenue Bonds, Series 2001	167,288	0
Sewerage Service Revenue Bonds, Series 2002	280,210	0
Sewerage Service Revenue Bonds, Series 2003	15,665	0
Sewerage Service Revenue Bonds, Series 2004	156,941	0
Sewerage Service Revenue Refunding BANS, Series 2005	992,523	0
Total Sewerage Service Revenue Bonds	2,089,751	0
Water Revenue Bonds, Series 1998	78,220	0
Water Revenue Bonds, Series 2002	136,261	0
Total Water Revenue Bonds	214,481	0
<i>Total GO Zone Paid to LA Department of Administration</i>	2,440,826	0
<i>Total Itemized Disbursements-Interest, Principal and Premium Paid</i>	\$72,997,339	\$ 942,551

See independent auditor's report.

<u>Expenses Paid</u>	<u>Principal Paid</u>	
Total Interest	Debt Service Fund	Total Interest, Premium and Principal
<u>\$ 1,011,669</u>	<u>\$ 995,000</u>	<u>\$ 2,006,669</u>
71,499,064	52,502,604	124,001,668
48,567	96,342	144,909
88,027	174,618	262,645
<u>136,594</u>	<u>270,960</u>	<u>407,554</u>
158,135	313,691	471,826
124,867	247,698	372,565
88,224	175,010	263,234
105,898	210,070	315,968
167,288	331,849	499,137
280,210	555,850	836,060
15,665	31,075	46,740
156,941	311,323	468,264
992,523	1,968,862	2,961,385
<u>2,089,751</u>	<u>4,145,428</u>	<u>6,235,179</u>
78,220	155,165	233,385
136,261	270,299	406,560
<u>214,481</u>	<u>425,464</u>	<u>639,945</u>
<u>2,440,826</u>	<u>4,841,852</u>	<u>7,282,678</u>
<u>\$ 73,939,890</u>	<u>\$ 57,344,456</u>	<u>\$ 131,284,346</u>

BOARD OF LIQUIDATION, CITY DEBT
ACCOUNT OF DEBT ADMINISTRATION
SCHEDULE OF ITEMIZED DISBURSEMENTS - PERSONNEL, CONTRACTUAL,
OFFICE AND COST OF ISSUANCE - MODIFIED CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

<u>PERSONNEL SERVICES</u>	474,498
<u>CONTRACTUAL SERVICES</u>	94,802
<u>OFFICE EXPENSES</u>	<u>27,975</u>
<i>Total Personnel, Contractual, and Office Disbursements</i>	597,275
<u>COST OF ISSUANCE</u>	<u>0</u>
<i>Total Itemized Disbursements-Personnel, Contractual, Office and Cost of Issuance</i>	<u><u>\$ 597,275</u></u>

BOARD OF LIQUIDATION, CITY DEBT
ACCOUNT OF DEBT ADMINISTRATION
SCHEDULE OF COMPENSATION, BENEFITS AND OTHER PAYMENTS TO AGENCY
HEAD OR CHIEF EXECUTIVE OFFICER - MODIFIED CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

Agency Head Name: David W. Gernhauser, Sr.

Purpose	Amount
Salary	\$135,114
Benefits- Insurance	\$9,327
Benefits- Retirement	N/A
Benefits- Any Other	N/A
Car Allowance	N/A
Vehicle provided by Gov.	N/A
Per diem	N/A
Reimbursements	N/A
Travel	N/A
Registration fees	N/A
Conference travel	N/A
Continuing professional education fees	N/A
Housing	N/A
Unvouchered expenses	N/A
Special Meals	N/A

1. BLCD paid \$777.25 per month to City of New Orleans Hospitalization.

CITY OF NEW ORLEANS
BOARD OF LIQUIDATION,
CITY DEBT
ANNUAL FINANCIAL REPORT

**STATISTICAL SECTION -
UNAUDITED**

DECEMBER 31, 2018

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BOARD OF LIQUIDATION, CITY DEBT
SCHEDULE OF DEBT ADMINISTERED BY BOARD OF LIQUIDATION, CITY DEBT
DECEMBER 31, 2018
(Unaudited)

	Date of Bonds	Final Serial Maturity	Average Annual Interest Cost
<u>GENERAL OBLIGATION BONDS</u>			
General Obligation Refunding Bonds, Series 1998 (Note B.)	Dec. 1, 1998	Dec. 1, 2021	4.948%
Public Improvement Bonds, Issue of 2010A Taxable Build America Bonds	Jan. 19, 2010	Dec. 1, 2039	8.405%
Taxable Public Improvement Bonds, Issue of 2013A	March 1, 2013	Dec. 1, 2042	4.680%
Taxable Public Improvement Bonds, Issue of 2014A	Jan. 21, 2014	Dec. 1, 2043	5.901%
Taxable Public Improvement Bonds, Issue of 2015A	April 29, 2015	Dec. 1, 2044	4.215%
Taxable Public Improvement Bonds, Issue of 2016	Dec. 8, 2016	Dec. 1, 2046	4.363%
General Obligation Refunding Bonds, Series 2012	Aug. 28, 2012	Dec. 1, 2033	3.231%
General Obligation Refunding Bonds, Series 2015	Nov. 24, 2015	Dec. 1, 2034	2.667%
General Obligation Refunding Bonds, Series 2016	Sept. 28, 2016	Dec. 1, 2036	2.723%
<u>LIMITED TAX BONDS</u>			
Refunding Bonds, Series 2015A	Feb. 26, 2015	Sept. 1, 2021	1.845%
Tax Bonds, Series 2015B	Feb. 26, 2015	Sept. 1, 2021	2.310%
<u>DRAINAGE SYSTEM SPECIAL TAX BONDS</u>			
Drainage System Bonds, Series 2014 (9 mill)	Nov. 20, 2014	Dec. 1, 2022	1.888%
<u>SEWERAGE SERVICE REVENUE BONDS</u>			
Bond Series 2014	July 2, 2014	June 1, 2044	3.858%
Bond Series 2015	Dec. 17, 2015	June 1, 2045	4.060%
<u>SEWERAGE SERVICE REVENUE SUBORDINATE BONDS (Note C.)</u>			
LA Department of Environmental Quality Revolving Loan Series 2011	Nov. 22, 2011	Nov. 1, 2032	0.950%

See accompanying notes.

Principal due 2019	Interest due 2019	Debt Service due 2019	Amount Outstanding (Note A.)
11,705,000	2,043,800	13,748,800	37,160,000
950,000	2,813,090	3,763,090	33,560,000
900,000	1,635,817	2,535,817	35,920,000
725,000	2,111,625	2,836,625	36,585,000
1,355,000	2,532,366	3,887,366	61,235,000
1,450,000	2,779,136	4,229,136	67,170,000
19,080,000	7,250,000	26,330,000	145,500,000
7,190,000	2,627,275	9,817,275	55,580,000
3,075,000	2,001,725	5,076,725	51,240,000
<u>\$ 46,430,000</u>	<u>\$ 25,794,834</u>	<u>\$ 72,224,834</u>	<u>\$ 523,950,000</u>
\$ 2,575,087	\$ 145,475	\$ 2,720,562	\$ 7,882,692
1,093,994	77,255	1,171,249	3,344,370
<u>\$ 3,669,081</u>	<u>\$ 222,730</u>	<u>\$ 3,891,811</u>	<u>\$ 11,227,062</u>
\$ 1,815,000	\$ 213,550	\$ 2,028,550	\$ 7,665,000
\$ 11,075,000	\$ 5,142,450	\$ 16,217,450	\$ 110,440,000
0	5,000,000	5,000,000	100,000,000
<u>\$ 11,075,000</u>	<u>\$ 10,142,450</u>	<u>\$ 21,217,450</u>	<u>\$ 210,440,000</u>
\$ 435,000	\$ 61,513	\$ 496,513	\$ 6,475,000

BOARD OF LIQUIDATION, CITY DEBT
SCHEDULE OF DEBT ADMINISTERED BY BOARD OF LIQUIDATION, CITY DEBT
(CONTINUED)
DECEMBER 31, 2018
(Unaudited)

	Date of Bonds	Final Serial Maturity	Average Annual Interest Cost
<u>WATER REVENUE BONDS</u>			
Series 2014	Jul. 2, 2014	Dec. 1, 2044	4.429%
Series 2015	Dec. 17, 2015	Dec. 1, 2045	4.052%
<u>AUDUBON PARK COMMISSION AQUARIUM</u>			
<u>BONDS 3.8 MILL</u>			
Bond Series 2011A-1	Sept. 22, 2011	Oct. 1, 2021	3.085%
<u>DOWNTOWN DEVELOPMENT DISTRICT TAX</u>			
<u>BONDS 22.97 MILL</u>			
Limited Tax Bonds Series 2012	June 13, 2012	Dec. 1, 2026	2.680%
<u>SEWERAGE & WATER BOARD OF NEW</u>			
<u>ORLEANS (NOTE D.)</u>			
Tax Credit Bond Loan	July 19, 2006	July 15, 2026	4.640%

See accompanying notes.

Principal due 2019	Interest due 2019	Debt Service due 2019	Amount Outstanding (Note A.)
\$ 2,800,000	\$ 4,900,000	\$ 7,700,000	\$ 98,000,000
775,000	4,919,550	5,694,550	99,300,000
<u>\$ 3,575,000</u>	<u>\$ 9,819,550</u>	<u>\$ 13,394,550</u>	<u>\$ 197,300,000</u>
<u>\$ 3,305,000</u>	<u>\$ 520,250</u>	<u>\$ 3,825,250</u>	<u>\$ 10,405,000</u>
<u>\$ 365,000</u>	<u>\$ 86,832</u>	<u>\$ 451,832</u>	<u>\$ 3,240,000</u>
<u>\$ 5,066,514</u>	<u>\$ 2,216,164</u>	<u>\$ 7,282,678</u>	<u>\$ 47,762,154</u>

BOARD OF LIQUIDATION, CITY DEBT
NOTES TO SCHEDULE OF DEBT ADMINISTERED
BY BOARD OF LIQUIDATION, CITY DEBT
DECEMBER 31, 2018
(Unaudited)

- A. Amount Outstanding - Amount excludes balances recorded as liabilities in the Combining Schedule of Assets, Liabilities and Net Position - Modified Cash Basis.
- B. General Obligation Refunding Bonds, Series 1998 - Portions of this series was refunded in 2012. The debt service is guaranteed by escrow agreements.
- C. On June 18, 2014, as a result of the issuance of Sewerage Service Revenue and Refunding Bonds, Series 2014, the LADEQ Sewerage Service Subordinate Revenue Bonds, Series 2011, were elevated to parity status.
- D. In July 2006, the Sewerage & Water Board of New Orleans (S&WB) entered into a Cooperative Endeavor Agreement with the State of Louisiana Division of Administration (LADOA) borrowing \$77,465,247 thru the State's Gulf Opportunity Tax Credit Bond Loan Program to make debt service payments that were due on December 1, 2006, June 1, 2007, December 1, 2007, and June 1, 2008. The initial debt service payment on the Tax Credit Bond Loan became due on January 15, 2012, at which time S&WB applied for a five year deferment, and was denied by the LADOA. The S&WB has elected to make semi-annual payments in accordance with the fifteen year debt service schedule with the final maturity on July 15, 2026.

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BOARD OF LIQUIDATION, CITY DEBT
SCHEDULE OF DEFEASED DEBT ADMINISTERED BY BOARD OF LIQUIDATION, CITY DEBT
DECEMBER 31, 2018
(Unaudited)

	Date of Bonds	Date of Defeasance	Date of Calls or Final Maturity
SEWERAGE & WATER BOARD OF NEW ORLEANS - DEFEASED Sewerage Service Revenue Bonds, Series 2009	July 14, 2009	July 2, 2014	Jun. 1, 2019

Principal due 2019	Interest due 2019	Debt Service due 2019	Amount Outstanding
<u>\$ 16,025,000</u>	<u>\$ 491,531</u>	<u>\$ 16,516,531</u>	<u>\$ 16,025,000</u>

BOARD OF LIQUIDATION, CITY DEBT
SCHEDULE OF DEDICATED AD VALOREM TAX MILLAGE
AVAILABLE FOR SERVICING BONDED DEBT
DECEMBER 31, 1993 THROUGH DECEMBER 31, 2018
(Unaudited)

	<u>1993</u> through <u>2002</u>
<u>DEBT SERVICE</u>	26.90
<u>CAPITAL IMPROVEMENT LIMITED TAX (Note B.)</u>	2.50
<u>SEWERAGE & WATER BOARD (Note C):</u>	
Construction & Extension of Sewerage, Water & Drainage System (Tax expired 12/31/91)	N/A
Operation, Maintenance and Construction & Extension of Drainage System	6.40
Operation, Maintenance and Construction of Drainage System	6.48
Operation, Maintenance and Construction of Drainage System	9.71
<u>AUDUBON PARK COMMISSION:</u>	
Audubon Park Zoo	0.44
Audubon Park Aquarium	4.11
<u>DOWNTOWN DEVELOPMENT DISTRICT</u>	15.90

See accompanying notes.

Millage (Note A.)					
2003 through <u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	2010 through <u>2018</u>
28.40	38.20	31.70	23.80	23.80	25.50
2.50	2.50	2.50	1.82	1.82	1.82
N/A	N/A	N/A	N/A	N/A	N/A
6.40	6.40	6.40	4.66	4.54	4.66
6.48	6.48	6.48	4.71	4.60	4.71
9.71	9.71	9.71	7.06	6.89	7.06
0.44	0.44	0.44	0.32	0.32	0.32
4.11	4.11	4.11	2.99	2.99	2.99
15.90	15.90	15.90	14.76	14.76	14.76

BOARD OF LIQUIDATION, CITY DEBT
NOTES TO SCHEDULE OF DEDICATED AD VALOREM TAX MILLAGE
AVAILABLE FOR SERVICING OF BONDED DEBT
DECEMBER 31, 2018
(Unaudited)

- A. Millage is approved in December of each year by the City Council of New Orleans for the new tax year.
- B. The 2.5 mills for Capital Improvement Limited Tax was effective beginning in 1996.
- C. The Sewerage & Water Board Drainage System Fund 3 Mill Tax was renewed on December 10, 2016 for 30 years.

CITY OF NEW ORLEANS
BOARD OF LIQUIDATION,
CITY DEBT
ANNUAL FINANCIAL REPORT

**OTHER GOVERNMENTAL
REPORTING INFORMATION**

DECEMBER 31, 2018

PACIERA, GAUTREAU & PRIEST, LLC

CERTIFIED PUBLIC ACCOUNTANTS

3209 RIDGELAKE DRIVE, SUITE 200

METairie, LA 70002

(504) 486-5573

FAX (504) 486-6091

www.pgpcpa.com

KIRTH M. PACIERA, C.P.A.
RENE G. GAUTREAU, C.P.A.
TIMOTHY L. PRIEST, C.P.A.
MEMBERS OF
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

SIDNEY T. SPILSBURY, C.P.A.
(1905-1985)
KEITH T. HAMILTON, C.P.A.
(1932-2003)
LEROY P. LEGENDRE, C.P.A.
(Retired)

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

President and Members
Board of Liquidation, City Debt
New Orleans, Louisiana

We have audited, 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, the Statement of Assets, Liabilities and Net Position – Modified Cash Basis, Statement of Receipts, Disbursements and Changes in Net Position – Modified Cash Basis, and related Notes to Financial Statements – Modified Cash Basis, which collectively comprise the basic financial statements of the Board of Liquidation, City Debt, a blended component unit of the City of New Orleans, as of and for the year ended December 31, 2018, and have issued our report thereon dated March 29, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Board of Liquidation, City Debt's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Board of Liquidation, City Debt's internal control. Accordingly, we do not express an opinion on the effectiveness of the Board of Liquidation, City Debt's internal control.

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

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

**President and Members
Board of Liquidation, City Debt
New Orleans, Louisiana**

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Metairie, Louisiana

March 29, 2019