



Mr. Daryl G. Purpera, CPA, CFE  
Legislative Auditor, State of Louisiana  
P.O. Box 94397  
Baton Rouge, LA 70804-9397

Re: Reissuance of St. Mary Parish Council (Council) primary government and reporting entity financial statements for year ended December 31, 2018.

Dear Mr. Purpera:

The Council is reissuing its primary government and reporting entity financial statements for 2018 with our updated auditor's report dated September 6, 2019. The original financial statements were issued on June 28, 2019 with our report dated June 27, 2019.

Subsequent to the issuance of the original financial statements it was discussed that the activity of a partially federally funded grant (\$694,921 in federal grant revenue and the related \$694,921 in grant expenditures) was omitted from those financial statements,

The Council notified third party recipients of the financial statement recall on August 13, 2019. The original financial statement were reissued on September 27, 2019.

Attached is a listing of changes by page number (pages with minor changes such as page numbers, note numbers, item numbers or date changes, are not included in the list)

Sorry for any inconvenience this has caused you.

Respectfully submitted

A handwritten signature in blue ink, appearing to read 'Guy Pitts', is placed above the printed name.

Guy Pitts

Enclosure

St. Mary Parish Council  
Listing of Changes and Related Page Numbers on  
2018 Reissued Financial Statements

Page Numbers		
Primary Government Report	Reporting Entity Reporting	Changes
3	3	Add Emphasis of Matter Paragraph on Reissuance of Financial Statements.
6	N/A	MD&A added paragraph on reissuance of financial statements.
17	6 & 7	Change amounts due from other governments, contracts payable, and retainage payable in Statement of Net Position.
18	8	Change amounts in expenses and capital grants and contributions in Statement of Activities.
19	10	Change amounts in capital improvements fund for due from other governments, contracts payable, and retainage payable.
21	12	Change amounts in capital improvements fund for grants and capital outlay.
75	122	Add Note 23 (25 for Reporting Entity) Reissuance of Financial Statements.
113 & 114	184 & 185	Modify SEFA to include the grant activity & related total page changes.
115	186	Add Note 4 to Notes to SEFA related to their grant.
117	188	Add reference in first paragraph of Internal Control and Compliance Report on reissuing of financial statements.
118	189	Add reference to an additional Material Weakness in Internal Controls

Page Numbers		
Primary Government Report	Reporting Entity Reporting	Changes
120	191	Add Emphasis of Matter paragraph and Other Matters paragraph to Major Program Report.
121	192	Added reference to two internal control material weakness related to grant compliance.
122	193	Made changes to items 2,4,6 related to the new findings in Summary of Audit Results.
124	195	Added Finding 2018-002 <u>Failure to Record Grant Activity in Financial Statements</u> .
128 & 129	199 & 200	Added Finding 2018-005 <u>Period of Performance</u> .
130 & 131	201 & 202	Added Finding 2018-006 <u>Allowable Cost/Cost Principles (Failure to Record Grant Activity in Financial Statements)</u> .
133 & 134	N/A	Updated Management's Response Letter to include new findings.
N/A	210 & 211	Updated Management Corrective Action Plan to include new findings.

**ST. MARY PARISH COUNCIL**

**Reporting Entity Financial Statements**

**St. Mary Parish, State of Louisiana**

**Annual Financial Statements  
with Independent Auditors' Report**

**And**

**Independent Auditors' Report on Internal Control and Compliance and Other Matters**

**For the Year Ended December 31, 2018**

ST. MARY PARISH COUNCIL

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**INDEPENDENT AUDITORS' REPORT**

To the Chairman and Members of the St. Mary Parish Council  
Franklin, Louisiana

**Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, the aggregate remaining fund information, and the respective budgetary comparisons for the General Fund, Road Construction & Maintenance Fund, and Sanitation Fund, and the Statement of Fiduciary Net Position of the St. Mary Parish Council (Council), as of and for the year ended December 31, 2018, and the related notes to the financial statements which collectively comprise the Council's basic financial statements as listed in the table of contents under Basic Financial Statements. We also have audited the financial statements of each of the Council's nonmajor governmental funds presented as supplementary information, as defined by the Government Accounting Standards Board, in the accompanying combining and individual fund financial statements and individual fund budgetary comparison schedules as of and for the year ended December 31, 2018, as listed in the table of contents under Supplementary Information – Nonmajor Governmental Funds.

**Management's Responsibility for the Financial Statements**

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

**Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Fairview Treatment Center and Claire House, both non-major governmental funds, which statements represent .7 percent, .8 percent, and 10.7 percent respectively of the assets, net position, and revenues of the governmental activities of the primary government. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion insofar as it relates to the amounts included for those two funds, is based solely on the reports of the other auditors. In addition, we did not audit the financial statements of nineteen of the thirty-four discretely presented component units, which represent 82 percent, 80 percent, and 89 percent respectively, of the assets, net position, and revenues of the discretely presented component units and 24 percent of the assets within the fiduciary fund.

Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for those nineteen component units in the component unit amounts presented within the Statement of Net Position, Statement of Activities, and Statement of Fiduciary Net Position, as listed in the table of contents, is based solely on the report of the other auditors. 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 of 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.

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

### **Opinions**

In our opinion, based upon our audit and the report 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 Council as of December 31, 2018, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund, Road Construction & Maintenance Fund, and Sanitation Fund and the Statement of Fiduciary Net Position for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the Council as of December 31, 2018, and the respective changes in financial position, and respective budgetary comparisons; where applicable thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Emphasis of Matters**

#### **Implementation of New Accounting Standard**

As described in Notes 1-R and 2 to the financial statements the Council has implemented the provisions of Governmental Accounting Standards Board Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*. Our opinion is not modified with respect to this matter.

#### **Correction of Errors**

As described in Note 2 to the financial statements, the prior financial statements have been restated to correct errors. Our opinion is not modified with respect to this matter.

### Reissuance of Financial Statements

As described in Note 25 to the financial statements, management has restated and reissued the Council's financial statements for the year ended December 31, 2018. Our opinion is not modified with respect to this matter.

### Other Matters

#### Required Supplementary Information

Management has omitted Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the Schedule of Proportionate Share of Net Pension Liability, Schedule of Contributions, and Schedule of Changes in Total OPEB Liability and Related Ratios, as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

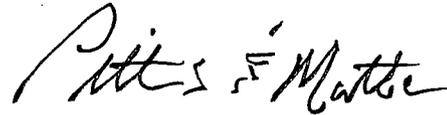
#### Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the Council. The accompanying component unit information listed in Supplementary Information – Component Units in the table of contents, the accompanying Schedule of Expenditures of Federal Awards, required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and the information listed as General Supplementary Information in the table of contents are presented for the purposes of additional analysis and are not a required part of the basic financial statements of the Council.

The information listed as Supplementary Information – Component Units, the Schedule of Expenditures of Federal Awards and the information listed as General Supplementary Information in the table of contents are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information, except for that portion marked “unaudited” on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements of the Council, 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 reports of the other auditors, the information is fairly stated in all material respects in relation to the basic financial statements as a whole. The information marked as “unaudited” has 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 assurance on it.

**Other Reporting Required by Government Auditing Standards**

In accordance with Government Auditing Standards, we have also issued our report dated September 6, 2019 on our consideration of the Council’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and in considering the Council’s internal control over financial reporting and compliance.



CERTIFIED PUBLIC ACCOUNTANTS

September 6, 2019  
Morgan City, Louisiana

**BASIC FINANCIAL STATEMENTS**

**ST. MARY PARISH COUNCIL**  
**Statement of Net Position**  
**December 31, 2018**

	Primary Government			Component Units	Total Primary Government & Component Units
	Governmental Activities	Business-type Activities	Total		
<b>ASSETS</b>					
<b>Current assets</b>					
Cash and cash equivalents	\$ 4,015,348	\$ 1,528,003	\$ 5,543,351	\$ 31,102,853	\$ 36,646,204
Investments	10,034,057	992,804	11,026,861	24,848,769	35,875,630
Receivables (net of allowances for uncollectibles)	999,249	343,775	1,343,024	2,916,657	4,259,681
Other receivables				2,807,930	2,807,930
Due from St. Mary Parish Council				6,557	6,557
Due from component units	2,312,731		2,312,731	26,441	2,339,172
Due from other governments	7,642,993	73,644	7,716,637	6,185,156	13,901,793
Prepaid expenses				999,943	999,943
Inventories				942,947	942,947
Other assets	204		204	74,923	75,127
Internal balances	(916,408)	916,408	-		-
<b>Total current assets</b>	<u>24,088,174</u>	<u>3,854,634</u>	<u>27,942,808</u>	<u>69,912,176</u>	<u>97,854,984</u>
<b>Noncurrent Assets</b>					
<b>Restricted Assets:</b>					
Cash		1,422,104	1,422,104	11,857,615	13,279,719
Investments		841,813	841,813	1,432,628	2,274,441
Internal balances	(4,250,521)	4,250,521	-		-
Other				1,524	1,524
Investment in Berwick Bayou Vista Joint Waterworks Commission				639,045	639,045
<b>Capital Assets</b>					
Land and improvements	1,919,874	3,802,599	5,722,473	5,439,300	11,161,773
Buildings, net of accumulated depreciation	8,489,854	1,064,783	9,554,637	31,006,574	40,561,211
Improvements other than buildings, net of accumulated depreciation	15,224,026	15,801,531	31,025,557	22,913,097	53,938,654
Equipment and furniture, net of accumulated depreciation	2,971,334	2,269,554	5,240,888	14,556,473	19,797,361
Infrastructure, net of accumulated depreciation	66,928,902		66,928,902	12,405,037	79,333,939
Construction in progress	9,447,979	44,288	9,492,267	18,403,701	27,895,968
Net pension asset	537,556	143,991	681,547	394,856	1,076,403
<b>Total noncurrent assets</b>	<u>101,269,004</u>	<u>29,641,184</u>	<u>130,910,188</u>	<u>119,049,850</u>	<u>249,960,038</u>
<b>Total assets</b>	<u>125,357,178</u>	<u>33,495,818</u>	<u>158,852,996</u>	<u>188,962,026</u>	<u>347,815,022</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
Debt redemption costs	72,000	750,900	822,900	472,537	1,295,437
Related to pensions	1,181,537	316,489	1,498,026	1,646,686	3,144,712
<b>Total deferred outflows of resources</b>	<u>1,253,537</u>	<u>1,067,389</u>	<u>2,320,926</u>	<u>2,669,644</u>	<u>4,990,570</u>
<b>Total assets and deferred outflows of resources</b>	<u>\$ 126,610,715</u>	<u>\$ 34,563,207</u>	<u>\$ 161,173,922</u>	<u>\$ 191,631,670</u>	<u>\$ 352,805,592</u>

	Primary Government			Component Units	Total Primary Government & Component Units
	Governmental Activities	Business-type Activities	Total		
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Accounts payable	\$ 788,303	\$ 342,079	\$ 1,130,382	\$ 3,517,305	\$ 4,647,687
Contracts payable	752,184		752,184		752,184
Retainage payable	270,246		270,246		270,246
Accrued liabilities	248,207		248,207	1,725,009	1,973,216
Accrued interest payable	197,295		197,295	124,371	321,666
Due to St. Mary Parish Council				141,803	141,803
Due to component units				39,258	39,258
Due to other governments				1,671,989	1,671,989
Payable from restricted assets				690,312	690,312
Current portion of long-term debt	1,731,000	830,000	2,561,000	3,542,205	6,103,205
Current portion of lease obligation payable	105,219		105,219		105,219
Total current liabilities	<u>4,092,454</u>	<u>1,172,079</u>	<u>5,264,533</u>	<u>11,452,252</u>	<u>16,716,785</u>
<b>Noncurrent liabilities</b>					
Other post-employment benefits	13,703,640	2,988,011	16,691,651	8,816,095	25,507,746
Compensated absences	242,000		242,000	134,117	376,117
Noncurrent portion of long-term debt	20,925,376	9,495,124	30,420,500	27,126,654	57,547,154
Due to St. Mary Parish Council				1,614,933	1,614,933
Net pension liability				2,159,219	2,159,219
Landfill closure and post-closure care costs		4,950,000	4,950,000		4,950,000
Lease obligation payable	221,781		221,781		221,781
Total noncurrent liabilities	<u>35,092,797</u>	<u>17,433,135</u>	<u>52,525,932</u>	<u>39,851,018</u>	<u>92,376,950</u>
Total liabilities	<u>39,185,251</u>	<u>18,605,214</u>	<u>57,790,465</u>	<u>51,303,270</u>	<u>109,093,735</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unearned revenue	70,405		70,405	102,277	172,682
Deferred inflows related to pension	1,612,775	431,999	2,044,774	1,703,754	3,748,528
Deferred inflows related to OPEB	1,314,279	286,573	1,600,852	8,044	1,608,896
Total deferred inflows of resources	<u>2,997,459</u>	<u>718,572</u>	<u>3,716,031</u>	<u>1,814,075</u>	<u>5,530,106</u>
Total liabilities and deferred inflow of resources	<u>42,182,710</u>	<u>19,323,786</u>	<u>61,506,496</u>	<u>53,117,345</u>	<u>114,623,841</u>
<b>NET POSITION</b>					
Invested in capital assets, net of related debt	81,998,593	12,657,631	94,656,224	79,759,157	174,415,381
Restricted for:					
Capital projects	5,310,392		5,310,392	1,555,999	6,866,391
Debt service	2,242,425	2,351,803	4,594,228	1,674,102	6,268,330
Other purposes	3,186,891		3,186,891	13,474,585	16,661,476
Unrestricted	(8,310,296)	229,987	(8,080,309)	42,050,482	33,970,173
Total net position	<u>84,428,005</u>	<u>15,239,421</u>	<u>99,667,426</u>	<u>138,514,325</u>	<u>238,181,751</u>
Total liabilities, deferred inflows of resources, and net position	\$ <u>126,610,715</u>	\$ <u>34,563,207</u>	\$ <u>161,173,922</u>	\$ <u>191,631,670</u>	\$ <u>352,805,592</u>

**ST. MARY PARISH COUNCIL**  
 Statement of Activities  
 Year Ended December 31, 2018

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets			Total Primary Government & Component Units
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Component Units	
					Governmental Activities	Business-type Activities		
<b>PRIMARY GOVERNMENT:</b>								
Governmental activities:								
General government	\$ 6,340,937	\$ 994,445	\$ 767,865	\$ 2,494,831	\$ (2,083,796)	\$ (2,083,796)	\$ (2,083,796)	
Public safety	4,443,997	4,232		106,265	(4,333,500)	(4,333,500)	(4,333,500)	
Public works	12,057,495		1,030,459	3,099,950	(7,927,086)	(7,927,086)	(7,927,086)	
Sanitation	2,093,252	1,335,851	87,791	68,449	(601,161)	(601,161)	(601,161)	
Culture & recreation	2,406,350	57,953	750		(2,347,647)	(2,347,647)	(2,347,647)	
Health & welfare	5,277,895	196,856	3,619,303		(1,461,736)	(1,461,736)	(1,461,736)	
Urban redevelopment & housing	389,719		389,481		(238)	(238)	(238)	
Economic development & assistance	270,194				(270,194)	(270,194)	(270,194)	
Interest on long-term debt	503,957				(503,957)	(503,957)	(503,957)	
Fees on long-term debt	75,883				(75,883)	(75,883)	(75,883)	
<b>Total governmental activities</b>	<b>33,859,679</b>	<b>2,589,337</b>	<b>5,895,649</b>	<b>5,769,495</b>	<b>(19,605,198)</b>	<b>(19,605,198)</b>	<b>(19,605,198)</b>	
Business-type activities:								
Solid waste landfill	4,604,103	3,679,312				\$ (924,791)	(924,791)	
Small animal control	433,372	127,420				(305,952)	(305,952)	
Kemper Williams Park	552,804	138,163	30,978			(383,663)	(383,663)	
<b>Total business-type activities</b>	<b>5,590,279</b>	<b>3,944,895</b>	<b>30,978</b>			<b>(1,614,406)</b>	<b>(1,614,406)</b>	
<b>Total primary government</b>	<b>39,449,958</b>	<b>6,534,232</b>	<b>5,926,627</b>	<b>5,769,495</b>	<b>(19,605,198)</b>	<b>(21,219,604)</b>	<b>(21,219,604)</b>	
<b>COMPONENT UNITS:</b>								
General government	4,378,516	1,862,657					(2,515,859)	
Water & sewer	10,145,154	6,457,650					(3,687,504)	
Drainage	4,517,830		8,369	\$ 3,516,098			(993,363)	
Fire Protection	1,888,391		115,276				(1,773,115)	
Recreation	4,263,233	1,019,540	208,205				(3,035,488)	
Health and Welfare	135,532						(135,532)	
Rental fees		194,965					194,965	
Medical care	26,671,643	22,122,036	2,622,618	2,163,696			236,707	
Library	2,659,065	13,089	12,710				(2,633,266)	
Tourism	853,294	26,509	370,646	1,114,925			658,786	
Public safety	934,759	989,501	4,546				59,288	
Interest and fees on long-term debt	1,118,552						(1,118,552)	
<b>Total component units</b>	<b>57,565,969</b>	<b>32,685,947</b>	<b>3,342,370</b>	<b>6,794,719</b>			<b>(14,742,933)</b>	
<b>Total primary government and component units</b>	<b>\$ 97,015,927</b>	<b>\$ 39,220,179</b>	<b>\$ 9,268,997</b>	<b>\$ 12,564,214</b>			<b>\$ (35,962,537)</b>	

Net (Expense) Revenue and Changes in Net Assets

	Primary Government			Component Units	Total Primary Government & Component Units
	Governmental Activities	Business- type Activities	Total		
<b>General revenues:</b>					
<b>Taxes:</b>					
Sales and use	\$ 5,809,454		\$ 5,809,454	\$ 268,741	\$ 6,078,195
Ad valorem taxes levied for general purposes	3,322,324		3,322,324	16,679,072	20,001,396
Ad valorem taxes levied for debt service	135,409		135,409	1,952,903	2,088,312
Severance taxes	1,037,177		1,037,177		1,037,177
Hotel-Motel tax				499,073	499,073
Other taxes, penalties, & interest, etc.	129,887		129,887		129,887
Royalty road funds	3,726,091		3,726,091		3,726,091
State shared revenue	440,240		440,240	196,998	637,238
Investment earnings (loss)	283,382	\$ 136,290	419,672	389,376	809,048
Gain (loss) on disposition of assets				(9,704)	(9,704)
Payments from St. Mary Parish Council				368,457	368,457
Miscellaneous				514,921	514,921
Nonemployer pension contributions	53,843	14,422	68,265	233,370	301,635
<b>Special items:</b>					
Transfer of Hospital Service Dist. No. 3 operations	823,913		823,913	(823,913)	-
Transfer from Fire Protection Dist. No. 7	64,862		64,862	(64,862)	-
<b>Transfers:</b>					
Operating	(1,305,000)	1,305,000	-		-
Capital contributions for consolidation			-	(110,570)	(110,570)
<b>Total general revenues and transfers</b>	<u>14,521,582</u>	<u>1,455,712</u>	<u>15,977,294</u>	<u>20,093,862</u>	<u>35,182,381</u>
Change in net position	(5,083,616)	(158,694)	(5,242,310)	5,350,929	108,619
Net position - beginning of year (as previously stated)	94,708,834	16,988,782	111,697,616	139,706,650	251,404,266
Prior period adjustment	(5,197,213)	(1,590,667)	(6,787,880)	(6,543,254)	(13,331,134)
Net position-beginning of year (as restated)	<u>89,511,621</u>	<u>15,398,115</u>	<u>104,909,736</u>	<u>133,163,396</u>	<u>238,073,132</u>
Net position - end of year	<u>\$ 84,428,005</u>	<u>\$ 15,239,421</u>	<u>\$ 99,667,426</u>	<u>\$138,514,325</u>	<u>\$ 238,181,751</u>

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

ST. MARY PARISH COUNCIL

Balance Sheet  
Governmental Funds  
December 31, 2018

	General Fund	Road Construction & Maintenance Fund	Sanitation Fund	Capital Improvement Fund	CDBG Recovery Fund	Combined Sewer Construction Fund	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>								
Cash and cash equivalents	\$ 419	\$ 127		\$ 90,000	\$ 1,145	\$ 1	\$ 3,923,656	\$ 4,015,348
Investments		706,196	\$ 1,285,397	6,190,565		1,058,536	793,363	10,034,057
Receivables (net of allowances for uncollectibles)	185,555	187,552	177,997	145,404			302,741	999,249
Due from component units	1,881,751					430,980		2,312,731
Due from other governments	3,591,991	954,759	477,706	868,152	335,061		1,415,324	7,642,993
Advance to other funds		719,498				709,097	1,404,471	2,833,066
Other assets							204	204
Total assets	<u>\$ 5,659,716</u>	<u>\$ 2,568,132</u>	<u>\$ 1,941,100</u>	<u>\$ 7,294,121</u>	<u>\$ 336,206</u>	<u>\$ 2,198,614</u>	<u>\$ 7,839,759</u>	<u>\$ 27,837,648</u>
<b>LIABILITIES</b>								
Accounts payable	\$ 280,874	\$ 43,323	\$ 190,013			\$ 423	\$ 273,670	\$ 788,303
Contracts payable				\$ 417,123	\$ 335,061			752,184
Retainage payable				270,246				270,246
Accrued liabilities	141,303	55,024	2,728				49,152	248,207
Due to other governments								
Advance from other funds	2,893,166	2,076,853	972,395	1,297,505			760,076	7,999,995
Total liabilities	<u>3,315,343</u>	<u>2,175,200</u>	<u>1,165,136</u>	<u>1,984,874</u>	<u>335,061</u>	<u>423</u>	<u>1,082,898</u>	<u>10,058,935</u>
Deferred inflows of resources							70,405	70,405
Total liabilities and deferred inflows	<u>3,315,343</u>	<u>2,175,200</u>	<u>1,165,136</u>	<u>1,984,874</u>	<u>335,061</u>	<u>423</u>	<u>1,153,303</u>	<u>10,129,340</u>
<b>FUND BALANCES</b>								
Fund balances (deficits)								
Nonspendable - non-current receivables	1,700,000					365,453		2,065,453
Restricted for								
Use in specific geographic areas							1,131,139	1,131,139
Debt service							2,331,576	2,331,576
Assigned for								
General Government							285,537	285,537
Public safety							134,507	134,507
Culture & recreation							314,605	314,605
Health & welfare							673,826	673,826
Urban redevelopment & housing							5,521	5,521
Debt service							1,347,141	1,347,141
Sanitation			775,964					775,964
Capital projects				5,309,247	1,145			5,310,392
Unassigned	644,373	392,932				1,832,738	462,604	3,332,647
Total fund balances	<u>2,344,373</u>	<u>392,932</u>	<u>775,964</u>	<u>5,309,247</u>	<u>1,145</u>	<u>2,198,191</u>	<u>6,686,456</u>	<u>17,708,308</u>
Total liabilities and fund balances	<u>\$ 5,659,716</u>	<u>\$ 2,568,132</u>	<u>\$ 1,941,100</u>	<u>\$ 7,294,121</u>	<u>\$ 336,206</u>	<u>\$ 2,198,614</u>	<u>\$ 7,839,759</u>	<u>\$ 27,837,648</u>

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

**ST. MARY PARISH COUNCIL**

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position  
December 31, 2018

Reconciliation of the total fund balance - total governmental funds  
to the net position of governmental activities:

Total fund balance - Governmental Funds		\$ 17,708,308
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the governmental funds balance sheet.		104,981,969
Interest payable on long-term debt does not require current financial resources, and, therefore, interest payable is not reported as a liability in the governmental funds balance sheet.		(197,295)
Noncurrent liabilities are not due and payable in the current period and, therefore, they are not reported in the governmental funds balance sheet:		
Current portion of long-term debt	\$ (1,731,000)	
Noncurrent portion of long-term debt	(20,925,376)	
Lease obligation	(327,000)	
Compensated absences	(242,000)	
Other post-employment benefit plans	(13,703,640)	
Net pension asset	<u>537,556</u>	<u>(36,391,460)</u>
Deferred outflows and inflows of resources do not affect the current period and, therefore, they are not reported in the governmental fund balance sheet:		
Deferred outflows gain on refunding	72,000	
Deferred outflows of resources related to pensions	1,181,537	
Deferred inflows of resources related to pensions	(1,612,775)	
Deferred inflows of resources related to OPEBs	<u>(1,314,279)</u>	<u>(1,673,517)</u>
Net position of governmental activities		\$ <u>84,428,005</u>

ST. MARY PARISH COUNCIL

Statement of Revenues, Expenditures, and Changes in Fund Balances  
Governmental Funds  
For the Year Ending December 31, 2018

	General Fund	Road Construction & Maintenance Fund	Sanitation Fund	Capital Improvement Fund	CDBG Recovery Fund	Combined Sewer Construction Fund	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>								
Taxes								
Sales and use			\$ 2,523,850				\$ 3,285,604	\$ 5,809,454
Ad valorem	\$ 3,322,324						135,409	3,457,733
Other taxes, penalties, & interests, etc.	129,887							129,887
Intergovernmental revenues								
Federal grants	466,742	\$ 1,005,029		\$ 1,029,838	\$ 1,927,251		1,215,014	5,643,874
Medicaid							2,318,435	2,318,435
State funds								
State grants	81,230	90,750	87,791	(44,704)			433,056	648,123
State revenue sharing	440,240							440,240
Royalty road funds		3,726,091						3,726,091
Parish road transportation funds		447,013						447,013
Severance taxes	1,037,177							1,037,177
Local								
Criminal court fund	1,910		68,449	277,367			148,544	494,360
Riverboat fees							1,400,000	1,400,000
Licenses & permits	708,663						21,870	730,533
Fees, charges, & commission	184,746		1,335,851				162,263	1,682,860
Mosquito abatement	174,034							174,034
Investment earnings & interest	83,121	(4,068)	24,458	43,331		\$ 49,330	87,210	283,382
Other revenues	215,651	492,696					4,992	713,339
Total revenues	<u>6,845,725</u>	<u>5,757,511</u>	<u>4,040,399</u>	<u>1,305,832</u>	<u>1,927,251</u>	<u>49,330</u>	<u>9,212,397</u>	<u>29,138,445</u>
<b>EXPENDITURES</b>								
Current:								
General government	5,468,278						251,039	5,719,317
Public safety	829,110		191,571				2,215,504	3,236,185
Public works	310,975	4,127,632					203,901	4,642,508
Sanitation			1,961,571			5,079		1,966,650
Culture & recreation	901,796						385,984	1,287,780
Health & welfare	1,072,219		82,823				3,592,268	4,747,310
Urban redevelopment & housing							389,719	389,719
Economic development & assistance	270,194							270,194
Miscellaneous	2,160							2,160
Bad debts								
FEMA Reimbursement								
Capital outlay				6,436,422	1,927,251		39,000	8,402,673
Debt service								
Principal							1,563,000	1,563,000
Interest							448,559	448,559
Fees							75,883	75,883
Total expenditures	<u>8,854,732</u>	<u>4,127,632</u>	<u>2,235,965</u>	<u>6,436,422</u>	<u>1,927,251</u>	<u>5,079</u>	<u>9,164,857</u>	<u>32,751,938</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,009,007)</u>	<u>1,629,879</u>	<u>1,804,434</u>	<u>(5,130,590)</u>		<u>44,251</u>	<u>47,540</u>	<u>(3,613,493)</u>
<b>OTHER FINANCING SOURCES</b>								
Proceeds from bonds							10,000,000	10,000,000
Operating transfers in	3,545,000			9,931,317		200,000	2,857,880	16,534,197
Operating transfers out	(1,561,515)	(1,750,000)	(1,605,000)			(13,685)	(12,922,682)	(17,852,882)
Total other financing sources (uses)	<u>1,983,485</u>	<u>(1,750,000)</u>	<u>(1,605,000)</u>	<u>9,931,317</u>		<u>186,315</u>	<u>(64,802)</u>	<u>8,681,315</u>
<b>SPECIAL ITEMS</b>								
Transfer of Hospital Service District No. 3 operations	201,568							201,568
Net change in fund balance	176,046	(120,121)	199,434	4,800,727	-	230,566	(17,262)	5,269,390
Fund balance at beginning of year	2,168,327	513,053	576,530	586,460	1,145	1,967,625	6,703,718	12,516,858
Prior-Period Adjustment				(77,940)				(77,940)
Fund balance at end of year	<u>\$ 2,344,373</u>	<u>\$ 392,932</u>	<u>\$ 775,964</u>	<u>\$ 5,309,247</u>	<u>\$ 1,145</u>	<u>\$ 2,198,191</u>	<u>\$ 6,686,456</u>	<u>\$ 17,708,308</u>

**ST. MARY PARISH COUNCIL**

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, 2018

Reconciliation of the changes in fund balances - total governmental funds to the change in net position of governmental activities:	
Net change in fund balance - Governmental Funds	\$ 5,269,390
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation (\$5,765,850) exceeded capital outlays (\$4,184,566) meeting the Council's Capitalization policy in the current period.	
	(1,581,284)
Issuance of bonds is an other financing source in the governmental funds, but not in the Statement of Activities	
	(10,000,000)
Repayment of bond principal and lease obligations is an expenditure in the governmental funds, but the repayment reduces noncurrent liabilities in the Statement of Net Position	
Repayments of principal on long term debt	1,569,000
Lease obligation	101,608
Increase in accrued interest	(31,653)
Amortize gain on refunding	(12,000)
Net adjustment	<u>1,626,955</u>
Some expenses reported in the Statement of Activities do not require the use of current financial resources; therefore, are not reported in governmental funds as expenditures.	
Increase in accrued compensated absences	<u>(12,000)</u>
Effects of recording net pension liability, other postemployment benefits liability, and deferred inflows and outflows of resources related to these liabilities:	
Increase in pension expense	(120,774)
Non employer pension contributions	53,843
Increase on other postemployment benefit expense	(319,746)
Net adjustment	<u>(386,677)</u>
Change in net position of governmental activities	\$ <u>(5,083,616)</u>

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

ST. MARY PARISH COUNCIL

Statement of Net Position  
Proprietary Funds  
December 31, 2018

	Business-type Activities			Total
	Enterprise Funds			
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	
<b>ASSETS</b>				
<b>Current assets</b>				
Cash and cash equivalents	\$ 1,199,207	\$ 144,654	\$ 184,142	\$ 1,528,003
Investments	992,804			992,804
Receivables (net of allowances for uncollectibles)	332,499	5,310	5,966	343,775
Due from other governments	73,644			73,644
Advance to other funds	916,408			916,408
Total current assets	<u>3,514,562</u>	<u>149,964</u>	<u>190,108</u>	<u>3,854,634</u>
<b>Noncurrent assets</b>				
Restricted cash	1,422,104			1,422,104
Restricted investments	841,813			841,813
Restricted advances	4,250,521			4,250,521
Total restricted assets	<u>6,514,438</u>	<u>-</u>	<u>-</u>	<u>6,514,438</u>
Property, plant, and equipment (net of accumulated depreciation)	19,491,263	987,903	2,503,589	22,982,755
Net pension asset	99,816	19,133	25,042	143,991
Total noncurrent assets	<u>26,105,517</u>	<u>1,007,036</u>	<u>2,528,631</u>	<u>29,641,184</u>
Total assets	<u>29,620,079</u>	<u>1,157,000</u>	<u>2,718,739</u>	<u>33,495,818</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Debt redemption costs	750,900			750,900
Related to pension	219,393	42,054	55,042	316,489
Total deferred outflows of resources	<u>970,293</u>	<u>42,054</u>	<u>55,042</u>	<u>1,067,389</u>
Total assets and deferred outflows of resources	<u>\$ 30,590,372</u>	<u>\$ 1,199,054</u>	<u>\$ 2,773,781</u>	<u>\$ 34,563,207</u>
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
Accounts payable and accrued expenses	\$ 252,298	\$ 16,255	\$ 73,526	\$ 342,079
Bonds payable within one year	830,000			830,000
Total current liabilities	<u>1,082,298</u>	<u>16,255</u>	<u>73,526</u>	<u>1,172,079</u>
<b>Long-term liabilities</b>				
Other post-employment benefits	1,751,593	618,209	618,209	2,988,011
Bonds payable, including unamortized pre- Landfill closure and post-closure care costs	9,495,124			9,495,124
Total long-term liabilities	<u>16,196,717</u>	<u>618,209</u>	<u>618,209</u>	<u>17,433,135</u>
Total liabilities	<u>17,279,015</u>	<u>634,464</u>	<u>691,735</u>	<u>18,605,214</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Related to pension	299,466	57,403	75,130	431,999
Related to other post-employment benefits	167,991	59,291	59,291	286,573
Total liabilities and deferred inflows of resources	<u>17,746,472</u>	<u>751,158</u>	<u>826,156</u>	<u>19,323,786</u>
<b>FUND EQUITY</b>				
Invested in capital assets, net of related debt	9,166,139	987,903	2,503,589	12,657,631
Restricted	2,351,803			2,351,803
Unrestricted	1,325,958	(540,007)	(555,964)	229,987
Total net position	<u>12,843,900</u>	<u>447,896</u>	<u>1,947,625</u>	<u>15,239,421</u>
Total liabilities and net position	<u>\$ 30,590,372</u>	<u>\$ 1,199,054</u>	<u>\$ 2,773,781</u>	<u>\$ 34,563,207</u>

ST. MARY PARISH COUNCIL

Statement of Revenues, Expenses, and Changes in Net Position  
 Proprietary Funds  
 For the Year Ended December 31, 2018

	Business-type Activities Enterprise Funds			Total
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	
<b>OPERATING REVENUES</b>				
Solid waste disposal fees	\$ 3,678,052			\$ 3,678,052
Impound fees		\$ 127,420		127,420
Admission fees			\$ 17,232	17,232
Campsite fees			76,442	76,442
Special events			31,391	31,391
Other	1,260		13,098	14,358
<b>Total operating revenues</b>	<b>3,679,312</b>	<b>127,420</b>	<b>138,163</b>	<b>3,944,895</b>
<b>OPERATING EXPENSES</b>				
Personal services	1,324,206	292,351	275,165	1,891,722
Contractual services	91,061		2,384	93,445
Supplies	25,473	15,450	14,229	55,152
Materials	507,786	5,954	6,418	520,158
Utilities	85,509	21,843	102,973	210,325
Repairs and maintenance	144,268	5,140	20,807	170,215
Landfill closure costs	250,000			250,000
Equipment and rentals	618,326	16,008	25,241	659,575
Miscellaneous	41,918	1,326	5,965	49,209
Depreciation	982,794	65,393	79,387	1,127,574
Insurance	120,064	9,907	20,235	150,206
<b>Total operating expenses</b>	<b>4,191,405</b>	<b>433,372</b>	<b>552,804</b>	<b>5,177,581</b>
<b>Net operating income (loss)</b>	<b>(512,093)</b>	<b>(305,952)</b>	<b>(414,641)</b>	<b>(1,232,686)</b>
<b>NON-OPERATING REVENUES AND EXPENSES</b>				
Investment earnings	134,498	1,516	276	136,290
Gifts/donations			30,978	30,978
Non-employer pension contributions	9,998	1,916	2,508	14,422
Interest	(405,248)			(405,248)
Fees	(7,450)			(7,450)
<b>Total non-operating revenues</b>	<b>(268,202)</b>	<b>3,432</b>	<b>33,762</b>	<b>(231,008)</b>
<b>Income (loss) before transfers</b>	<b>(780,295)</b>	<b>(302,520)</b>	<b>(380,879)</b>	<b>(1,463,694)</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
<b>Operating transfers in</b>				
General Fund		180,000	375,000	555,000
Wards 5 & 8 Sales Tax Fund			50,000	50,000
Sanitation Fund	700,000	-	-	700,000
<b>Total contributions and transfers</b>	<b>700,000</b>	<b>180,000</b>	<b>425,000</b>	<b>1,305,000</b>
<b>Change in net position</b>	<b>(80,295)</b>	<b>(122,520)</b>	<b>44,121</b>	<b>(158,694)</b>
<b>Net position, beginning of year (as previously stated)</b>	<b>13,764,213</b>	<b>912,469</b>	<b>2,312,100</b>	<b>16,988,782</b>
<b>Prior period restatement</b>	<b>(840,018)</b>	<b>(342,053)</b>	<b>(408,596)</b>	<b>(1,590,667)</b>
<b>Net position, beginning of year (as restated)</b>	<b>12,924,195</b>	<b>570,416</b>	<b>1,903,504</b>	<b>15,398,115</b>
<b>Net position, end of year</b>	<b>\$ 12,843,900</b>	<b>\$ 447,896</b>	<b>\$ 1,947,625</b>	<b>\$ 15,239,421</b>

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

# ST. MARY PARISH COUNCIL

Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2018

Increase (Decrease) in Cash & Cash Equivalents

	Business-type Activities Enterprise Funds			Total
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	
<b>Cash flows from operating activities:</b>				
Received from charges for services	\$ 4,060,302	\$ 128,835	\$ 136,963	\$ 4,326,100
Payments to suppliers for goods & services	(1,597,669)	(72,918)	(142,341)	(1,812,928)
Payments to employees for services	(1,191,407)	(247,467)	(334,878)	(1,773,752)
Net cash flows (deficiency) from operating activities	1,271,226	(191,550)	(340,256)	739,420
<b>Cash flows from noncapital financing activities:</b>				
Contributions			30,978	30,978
Operating transfers in from other funds	700,000	180,000	425,000	1,305,000
Repayment of advances by other funds		182,475	109,683	292,158
Advances to other funds	819,900			819,900
Net cash flows (deficiency) from noncapital financing activities	1,519,900	362,475	565,661	2,448,036
<b>Cash flows from capital and related financial activities</b>				
Fixed asset acquisitions	(1,488,388)	(29,703)	(44,287)	(1,562,378)
Debt payments	(1,172,698)			(1,172,698)
Net cash flows (deficiency) from capital and related financing activities	(2,661,086)	(29,703)	(44,287)	(2,735,076)
<b>Cash flows from investing activities</b>				
Investment earnings	134,498	1,516	276	136,290
Sale of investments	507,730			507,730
Non-employer pension contributions	9,998	1,916	2,508	14,422
Net cash flows from investing activities	652,226	3,432	2,784	658,442
Net increase in cash and cash equivalents	782,266	144,654	183,902	1,110,822
Cash and cash equivalents at beginning of year	1,839,045	-	240	1,839,285
Cash and cash equivalents at end of year	\$ 2,621,311	\$ 144,654	\$ 184,142	\$ 2,950,107
<b>Shown in the accompanying Statement of Net Position as:</b>				
Cash and cash equivalents	\$ 1,199,207	\$ 144,654	\$ 184,142	\$ 1,528,003
Restricted cash	1,422,104			1,422,104
Total cash and cash equivalents	\$ 2,621,311	\$ 144,654	\$ 184,142	\$ 2,950,107

Business-type Activities  
Enterprise Funds

	Reduction and Transfer <u>Fund</u>	Small Animal Control <u>Fund</u>	Kemper Williams Park <u>Fund</u>	<u>Total</u>
Reconciliation of operating income (loss) to net cash, provided by operating activities:				
Operating income (loss)	\$ (512,093)	\$ (305,952)	\$ (414,642)	\$ (1,232,687)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation and amortization	982,794	65,393	79,387	1,127,574
Decrease (increase) in accounts receivable	380,990	2,710	(1,200)	382,500
Decrease (increase) in net pension asset	(99,816)	(19,133)	(25,042)	(143,991)
Decrease (increase) in deferred outflows related to pension	149,813	25,815	40,789	216,417
Increase (decrease) in accounts payable and accrued expenses	36,736	1,415	55,912	94,063
Increase (decrease) in landfill closure costs	250,000			250,000
Increase (decrease) in other post-employment benefits	(46,025)	(16,244)	(121,987)	(184,256)
Increase (decrease) in net pension liability	(287,161)	(52,787)	(74,535)	(414,483)
Increase (decrease) in deferred inflows related to pension	247,997	47,942	61,771	357,710
Increase (decrease) in deferred inflows related to other post-employment benefits	167,991	59,291	59,291	286,573
Total adjustments	<u>1,783,319</u>	<u>114,402</u>	<u>74,386</u>	<u>1,972,107</u>
Net cash provided by (used for) operating activities	<u>\$ 1,271,226</u>	<u>\$ (191,550)</u>	<u>\$ (340,256)</u>	<u>\$ 739,420</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
General Fund  
For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Taxes				
Ad Valorem	\$ 3,600,000	\$ 3,425,000	\$ 3,322,324	\$ (102,676)
Other taxes, penalties, & interests, etc.	65,000	105,000	129,887	24,887
Intergovernmental revenues				
Federal grants	331,000	402,713	466,742	64,029
State funds				
State grants		45,397	81,230	35,833
State revenue sharing	505,500	453,996	440,240	(13,756)
Severance taxes	1,000,000	1,037,177	1,037,177	-
Criminal court fund	5,000	5,000	1,910	(3,090)
Licenses & permits	769,050	779,050	708,663	(70,387)
Fees, charges, & commission	107,275	110,849	184,746	73,897
Mosquito abatement	185,000	185,000	174,034	(10,966)
Investment earnings & interest	137,000	137,000	83,121	(53,879)
Other revenues	42,000	210,173	215,651	5,478
Total revenues	<u>6,746,825</u>	<u>6,896,355</u>	<u>6,845,725</u>	<u>(50,630)</u>
<b>EXPENDITURES</b>				
Current:				
General government				
Legislative	511,617	523,617	448,435	75,182
Judicial	1,269,330	1,272,580	1,248,396	24,184
Executive	261,024	261,024	233,266	27,758
Elections	98,152	98,152	122,372	(24,220)
Finance & administrative	850,668	850,668	988,816	(138,148)
Courthouse	1,374,432	1,349,432	1,360,579	(11,147)
Other	739,193	769,193	1,066,414	(297,221)
Public safety	790,768	862,810	829,110	33,700
Culture & recreation	1,032,799	1,040,099	901,796	138,303
Health & welfare	596,460	689,398	640,884	48,514
Economic development & assistance	309,948	294,948	270,194	24,754
Mosquito abatement	250,000	562,400	431,335	131,065
Airport operations	334,025	309,025	310,975	(1,950)
Miscellaneous	2,500	2,500	2,160	340
Total expenditures	<u>8,420,916</u>	<u>8,885,846</u>	<u>8,854,732</u>	<u>31,114</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,674,091)</u>	<u>(1,989,491)</u>	<u>(2,009,007)</u>	<u>(19,516)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in				
Road Construction & Maintenance Fund	1,300,000	1,650,000	1,650,000	-
Sales Tax Bond Sinking Fund	1,000,000	1,165,000	1,165,000	-
Gaming Receipt Fund	465,000	540,000	540,000	-
Wards 5 & 8 Sales Tax Fund		125,000	125,000	-
Fairview Treatment Center	65,000	65,000	65,000	-
Operating transfers out				
Witness Fee Fund		(6,515)	(6,515)	-
Small Animal Control Fund	(180,000)	(180,000)	(180,000)	-
Jail Operating & Maintenance Fund	(1,000,000)	(1,000,000)	(1,000,000)	-
Kemper Williams Park Fund	(375,000)	(375,000)	(375,000)	-
Total other financing sources (uses)	<u>1,275,000</u>	<u>1,983,485</u>	<u>1,983,485</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(399,091)</u>	<u>(6,006)</u>	<u>(25,522)</u>	<u>(19,516)</u>
<b>SPECIAL ITEMS</b>				
Transfer of Hospital Service Dist. No. 3 operations	-	201,568	201,568	-
Net change in fund balance	<u>(399,091)</u>	<u>195,562</u>	<u>176,046</u>	<u>(19,516)</u>
Fund balance at beginning of year	<u>2,650,000</u>	<u>2,168,327</u>	<u>2,168,327</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,250,909</u>	<u>\$ 2,363,889</u>	<u>\$ 2,344,373</u>	<u>\$ (19,516)</u>

**ST. MARY PARISH COUNCIL**

Budgetary Comparison Schedule  
Road Construction & Maintenance Fund  
For the Year Ended December 31, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Intergovernmental revenues				
Federal grants		\$ 869,497	\$ 1,005,029	\$ 135,532
State funds				
State grants	\$ 89,720	89,720	90,750	1,030
Royalty road funds	4,250,000	3,700,000	3,726,091	26,091
Parish road transportation funds	450,000	450,000	447,013	(2,987)
Investment earnings & interest	7,000	7,000	(4,068)	(11,068)
Other revenues	305,000	328,662	492,696	164,034
Total revenues	<u>5,101,720</u>	<u>5,444,879</u>	<u>5,757,511</u>	<u>312,632</u>
<b>EXPENDITURES</b>				
Current:				
Public works				
Highways/streets & roads	3,835,270	3,675,270	3,692,173	(16,903)
Road supervisor	88,265	88,265	96,676	(8,411)
Bridges	251,258	251,258	194,042	57,216
Avoca ferry	158,335	158,335	144,741	13,594
Total expenditures	<u>4,333,128</u>	<u>4,173,128</u>	<u>4,127,632</u>	<u>45,496</u>
Excess of revenues over expenditures	<u>768,592</u>	<u>1,271,751</u>	<u>1,629,879</u>	<u>358,128</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers out				
General Fund	(1,300,000)	(1,650,000)	(1,650,000)	-
Certificates of Indebtedness Sinking Fund	(100,000)	(100,000)	(100,000)	-
Total other financing sources (uses)	<u>(1,400,000)</u>	<u>(1,750,000)</u>	<u>(1,750,000)</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(631,408)	(478,249)	(120,121)	358,128
Fund balance at beginning of year	<u>704,131</u>	<u>513,053</u>	<u>513,053</u>	<u>-</u>
Fund balance at end of year	<u>\$ 72,723</u>	<u>\$ 34,804</u>	<u>\$ 392,932</u>	<u>\$ 358,128</u>

**ST. MARY PARISH COUNCIL**

Budgetary Comparison Schedule  
Sanitation Fund  
For the Year Ended December 31, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
<b>REVENUES</b>				
Taxes				
Sales and use	\$ 2,150,000	\$ 2,350,000	\$ 2,523,850	\$ 173,850
Intergovernmental revenues				
State grants	74,991	94,994	87,791	(7,203)
Local grants	77,000	77,000	68,449	(8,551)
Fees, charges, & commission	1,410,000	1,410,000	1,335,851	(74,149)
Investment earnings & interest	13,000	25,000	24,458	(542)
Total revenues	<u>3,724,991</u>	<u>3,956,994</u>	<u>4,040,399</u>	<u>83,405</u>
<b>EXPENDITURES</b>				
Current:				
Public safety	195,351	195,351	191,571	3,780
Sanitation	1,943,600	2,002,166	1,961,571	40,595
Health & Welfare	74,991	94,994	82,823	12,171
Total expenditures	<u>2,213,942</u>	<u>2,292,511</u>	<u>2,235,965</u>	<u>56,546</u>
Excess of revenues over expenditures	<u>1,511,049</u>	<u>1,664,483</u>	<u>1,804,434</u>	<u>139,951</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers out				
Reduction and Transfer	(700,000)	(700,000)	(700,000)	-
3/4% Sales Tax Bond Sinking Fund	(705,000)	(705,000)	(705,000)	-
Combined Sewer Construction Fund	(200,000)	(200,000)	(200,000)	-
Total other financing sources (uses)	<u>(1,605,000)</u>	<u>(1,605,000)</u>	<u>(1,605,000)</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(93,951)	59,483	199,434	139,951
Fund balance at beginning of year	161,835	576,530	576,530	-
Fund balance at end of year	<u>\$ 67,884</u>	<u>\$ 636,013</u>	<u>\$ 775,964</u>	<u>\$ 139,951</u>

ST. MARY PARISH COUNCIL

STATEMENT OF FIDUCIARY NET ASSETS

December 31, 2018

	Component Unit Agency Funds
ASSETS	
Cash	\$ 5,166,273
Investments	1,475,983
Receivables	3,178,617
Amounts due from taxing units	296,177
Net Pension Asset	53,762
Total Assets	<u>10,170,812</u>
DEFERRED OUTFLOWS OF RESOURCES	
Related to Pensions	120,478
Related to OPEB	30,283
Total deferred outflows of resources	<u>150,761</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 10,321,573</u>
LIABILITIES	
Accounts payable and accrued liabilities	\$ 1,387
Amounts due to taxing units:	
Due to other governments	5,580,670
Other post employment benefit liability	1,227,560
Accrued compensated absences	66,667
Retained taxes collected	796,819
Unsettled deposits	1,505,774
Due to litigants	983,056
Total Liabilities	<u>10,161,933</u>
DEFERRED INFLOWS OF RESOURCES	
Related to Pensions	<u>159,640</u>
Total Liabilities and Deferred Outflows of Resources	<u>\$ 10,321,573</u>

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

# ST. MARY PARISH COUNCIL

## Notes to the Financial Statements December 31, 2018

### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

On July 16, 1983, the voters of the parish approved a change in the form of parish government from the police jury form of government to the parish council system. The newly elected parish council was seated on November 26, 1984. The St. Mary Parish Council is the governing authority for St. Mary Parish. The parish council consists of eleven members, eight of whom are elected from single-member districts and three elected at large. The parish president, elected by the voters of the parish, is the chief executive officer of the parish and is responsible for carrying out the policies adopted by the parish council and for exercising such general executive authority as authorized by the charter.

The Council, under the provisions of Louisiana Revised Statutes, enacts ordinances, sets policy and establishes programs in such fields as social welfare, transportation, drainage, industrial inducement and health services.

The financial statements of the St. Mary Parish Council have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Council's accounting policies are described below.

#### A. Reporting Entity

The GASB has established several criteria for determining the governmental reporting entity. The reporting entity for St. Mary Parish should include the St. Mary Parish Council, which as governing authority of the parish is the primary government, and other governmental entities within the parish for which the Council has financial accountability. Financial accountability is determined by the Council, on the basis of applying the following criteria from those established by the GASB:

1. Financial benefit or burden
2. Appointment of a voting majority
3. Imposition of will
4. Fiscally dependent

The GASB requires that certain other organizations be included in the reporting entity although the primary government is not financially accountable if exclusion from the financial statements would render the reporting entity's financial statements incomplete or misleading.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Based on the previous criteria, the Council has determined that the following are component units and should be discretely reported components within the reporting entity but not within the primary government except for the Industrial Development Board of the Parish of St. Mary (included with the Council as part of the primary government as it has no assets, liabilities, deferred inflows or outflows; nor revenues or expenses).

<u>Component Unit</u>	<u>Area Served</u>	<u>Fiscal Year End</u>	<u>Criteria Used</u>
St. Mary Parish Water & Sewer Comm.:			
No. 1	Amelia/Siracusa	December 31	1, 2, 3
*No. 2	Bayou Vista	September 30	1, 2, 3
No. 3	West of Patterson to Calumet, Verdunville, & Centerville	September 30	1, 2, 3
No. 4	Chatsworth, St. Joseph, Irish Bend, Yokely, Sorrell, Websterville, Charenton, St. Peter	September 30	1, 2, 3
No. 5	Four Corners/Glencoe	September 30	1, 2, 3
St. Mary Parish Library	St. Mary Parish except Morgan City	December 31	1, 2, 3
Hospital Service District:			
No. 1	Wax Lake Outlet to Jeanerette	September 30	2, 3
* No. 2	Atchafalaya River to Amelia	December 31	2, 3
*No. 3	Atchafalaya River to Wax Lake Outlet	September 30	2, 3
Waterworks District:			
*No. 5	West of Patterson to Calumet, Verdunville, & Centerville	May 31	2, 3
No. 6 <i>(The District was consolidated into St. Mary Parish Water &amp; Sewer District No. 4 by the Council and abolished effective October 1, 2017)</i>	Chatsworth, St. Joseph, Irish Bend, Yokely, Sorrell, Websterville, Charenton, St. Peter	September 30	2, 3
Sewerage District:			
No. 5 <i>(This District was consolidated Water &amp; Sewer Comm. No. 3 by the Council and abolished effective October 1, 2017)</i>	Verdunville/Centerville	September 30	1, 2, 3
No. 7 <i>(This District was consolidated into St. Mary Parish Water &amp; Sewer District No. 4 by the Council and abolished September 30, 2018)</i>	Chatsworth, St. Joseph, Irish Bend, Yokely	September 30	1, 2, 3
No. 8 <i>(This District was consolidated into Water &amp; Sewer Comm. No. 3 by the Council and abolished effective October 1, 2017)</i>	Cotton Road to Wax Lake Outlet	September 30	2, 3
No. 9 <i>(The District was consolidated into St. Mary Parish Water &amp; Sewer District No. 4 by the Council and abolished effective September 30, 2018)</i>	Charenton	September 30	2, 3

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

<u>Component Unit</u>	<u>Area Served</u>	<u>Fiscal Year End</u>	<u>Criteria Used</u>
Sewerage District: No. 11( <i>no activity</i> )	Cypremort Point	September 30	1, 2, 3
Wards 5 & 8 Joint Sewer Comm.	Atchafalaya River west to Wax Lake Outlet	September 30	2, 3
Consolidated Gravity Drainage District:			
*No. 1	Wax Lake Outlet west to Jeanerette	September 30	2, 3
No. 2	Atchafalaya River to Bayou Ramos	September 30	2, 3, 4
Gravity Drainage District No. 6	Bayou Ramos to Bayou Bouef	September 30	2, 3
Wax Lake East Drainage District	Berwick, Bayou Vista, Patterson, Calumet	September 30	2, 3
Sub Gravity Drainage District No.1 of Gravity Drainage District No.2	Bayou Vista	September 30	2, 3
Cajun Coast Visitors and Convention Bureau	St. Mary Parish	September 30	2, 3
*St. Mary Parish Sales and Use Tax Dept.( <i>a fiduciary type fund</i> )	St. Mary Parish	December 31	1, 3
Recreation District:			
No. 1	Amelia	September 30	2, 3
*No. 2	Siracusa	September 30	1, 2, 3, 4
No. 3	Bayou Vista	September 30	1, 2, 3
No. 4	Patterson	September 30	1, 2, 3
*No. 5	Four Corners, Sorrell Glencoe	September 30	2, 3
*No. 7	Centerville, Verdunville	September 30	2, 3
*Atchafalaya Golf Course Commission	St. Mary Parish	September 30	1,2,3,4
Fire Protection District:			
*No. 1	Cypremort Point	December 31	2, 3
*No. 2	Franklin/Ward 3	September 30	1, 2, 3
No. 3	Amelia	September 30	1, 2, 3
*No. 7	Bayou Vista	September 30	2, 3
*No. 11	Four Corners, Glencoe, Sorrell	September 30	2, 3
No. 12( <i>no activity</i> )	Charenton	September 30	2, 3

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

<u>Component Unit</u>	<u>Area Served</u>	<u>Fiscal Year End</u>	<u>Criteria Used</u>
*Mosquito Control District No. 1	Cypremort Point	December 31	1, 2, 3
Communications District (911)	St. Mary Parish	December 31	2, 3, 4
St. Mary Parish Assessor	St. Mary Parish	December 31	1, 4
St. Mary Parish Clerk of Court <i>(includes fiduciary type funds)</i>	St. Mary Parish	June 30	1, 4
*Industrial Development Board of the Parish of St. Mary, Louisiana, Inc. <i>(only activity is issuance of conduit debt through the Council, See Note 15)</i>	St. Mary Parish	December 31	1, 2, 3, 4

The accompanying group financial statements present the Council's primary government and component units over which the Council has financial accountability. The component unit columns in the basic financial statements include the financial data of the Council's discretely presented component units. They are reported in a separate column to emphasize that they are legally separate from the Council. The Council and all the component units with activity issue separate financial statements containing only the Council or that component's financial operations. The Council and several component units are audited and reported on by Pitts & Matte (group engagement team), the primary auditor. Most of the component units are audited by and reported on separately by other component auditors who furnish those audit reports to the primary auditor. The component units audited by the primary auditor (either as a separate component unit or a part of the reporting entity audit [group financial statements]) are noted by an asterick (\*). Reports for each component unit can be obtained from the administrative offices of each component and from the Clerk of the St. Mary Parish Council, Fifth Floor St. Mary Parish Courthouse, Franklin, Louisiana.

The Council's financial statements are maintained on the calendar year basis. Many of the component units maintain their financial statements on other fiscal years as shown earlier. The information represented in these financial statements for the Council is as of December 31, 2018 and the year then ended. The financial information for the component units is as of and for their year ended within 2018. Because of the different year ends, certain amounts shown as payable between the Council and component units may differ. Note 11 discloses the amounts due/to from the Council and various components.

The parish school board, the St. Mary Parish Sheriff, and the municipal level governments, are excluded from the accompanying financial statements as they are considered autonomous governments. These units of government issue financial statements separate from that of the Council. Also in accordance with GASB, the St. Mary Community Action Committee Association, Inc. (CAA) and the West St. Mary Parish Port, Harbor, and Terminal District (Port) are considered to be related organizations of the St. Mary Parish Council, primary government. Several different primary governments or other bodies appoint members to the board of the Port and CAA but none are considered to be financially accountable because they do not impose their will or have a financial benefit or burden relationship with the Port or CAA.

The Council considers eight of these component units to be major components. In determining which components are major, the Council considers the significance of the component's assets and liabilities and revenues and expenditures in relation to the Council's and to the other component units' assets and liabilities and revenues and expenditures.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The following are condensed statements of net position for the Council's eight major component units at 2018 year end:

	WATER & SEWER COMMISSION # 1 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 2 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 3 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 4 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 1 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	HOSPITAL SERVICE DISTRICT # 1 OF THE PARISH OF ST. MARY	ST. MARY PARISH LIBRARY	TOTAL MAJOR COMPONENT UNITS
<b>ASSETS</b>									
<b>Current assets</b>									
Cash and cash equivalents	\$ 5,097,518	\$ 549,180	\$ 640,987	\$ 275,345	\$ 2,451,460	\$ 5,685,224	\$ 4,004,330	\$ 4,086,763	\$ 22,790,807
Investments	136,874	1,652,681	6,823,005				4,129,211		12,741,771
Receivables (net of allowances for uncollectibles)	81,465	141,753	251,446	453,028			1,756,976		2,684,668
Other receivables							2,560,263		2,560,263
Due from other governments	928,554	13,862	60,982	25,152		96,846	579,632	2,640,058	4,148,244
Prepaid expenses	25,444						356,476	29,922	608,684
Inventories	69,516	123,484					662,057		855,057
Other Assets			210						210
<b>Total current assets</b>	<b>6,339,371</b>	<b>2,480,960</b>	<b>7,776,630</b>	<b>753,525</b>	<b>2,451,460</b>	<b>5,782,070</b>	<b>14,048,945</b>	<b>6,756,743</b>	<b>46,389,704</b>
<b>Noncurrent Assets</b>									
<b>Restricted Assets:</b>									
Cash	83,261	14,753	12,195	2,069,344			9,594,967		11,774,520
Investments		222,884	197,249						420,133
Invest in Berwick Bayou Vista Commission		639,045							639,045
<b>Capital Assets</b>									
Land and Improvements	205,726	51,709	22,155	6,926	8,600	2,594,657	730,876	320,891	3,941,540
Buildings, net of accumulated depreciation	1,461,519	27,334	114,831	204,399	52,606	10,527	8,507,201	4,630,959	15,009,376
Improvements, other than buildings, net of accumulated depreciation	3,100,343	4,646,523	4,143,829	249,194	723,854	3,959,188	305,489		17,128,420
Equipment and furniture, net of accumulated depreciation	217,771	30,918	208,509	1,173,897		881,938	2,333,406	971,730	5,818,169
Infrastructure, net of accumulated depreciation				5,485,989	2,586,320				8,072,309
Construction in progress	167,032	29,974		1,729,600		15,464,410	79,569	13,500	17,484,085
Net pension asset			35,892	68,250	44,276			126,895	275,313
<b>Total noncurrent assets</b>	<b>5,235,652</b>	<b>5,663,140</b>	<b>4,734,660</b>	<b>10,987,599</b>	<b>3,415,656</b>	<b>22,910,720</b>	<b>21,551,508</b>	<b>6,063,975</b>	<b>80,562,910</b>
<b>Total assets</b>	<b>11,575,023</b>	<b>8,144,100</b>	<b>12,511,290</b>	<b>11,741,124</b>	<b>5,867,116</b>	<b>28,692,790</b>	<b>35,600,453</b>	<b>12,820,718</b>	<b>126,952,614</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>									
Debt redemption costs			73,042	76,822	87,432	430,565	27,462	281,969	458,027
Related to pensions									519,265
<b>Total deferred outflows of resources</b>			<b>73,042</b>	<b>76,822</b>	<b>87,432</b>	<b>430,565</b>	<b>27,462</b>	<b>281,969</b>	<b>977,292</b>
<b>Total assets and deferred outflows of resources</b>	<b>\$ 11,575,023</b>	<b>\$ 8,144,100</b>	<b>\$ 12,584,332</b>	<b>\$ 11,817,946</b>	<b>\$ 5,954,548</b>	<b>\$ 29,123,355</b>	<b>\$ 35,627,915</b>	<b>\$ 13,102,687</b>	<b>\$ 127,929,906</b>

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

	WATER & SEWER COMMISSION # 1 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 2 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 3 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 4 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 1 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	HOSPITAL SERVICE DISTRICT # 1 OF THE PARISH OF ST. MARY	ST. MARY PARISH LIBRARY	TOTAL MAJOR COMPONENT UNITS
<b>LIABILITIES</b>									
<b>Liabilities:</b>									
<b>Current liabilities</b>									
Accounts payable	\$ 57,711	\$ 18,031	\$ 128,062	\$ 88,637	\$ 65,781	\$ 1,663,073	\$ 685,340	\$ 119,673	\$ 2,826,308
Accrued liabilities	93,769		26,862	45,137		65,116	1,380,535		1,611,419
Accrued interest payable		585		8,604			11,794		20,983
Due to St. Mary Parish Council	36,355	82,277							118,632
Due to component units		15,253							15,253
Due to other governments		34,723		231,325			1,346,656		1,612,704
Payable from restricted assets	83,261	208,350	203,957	176,649					672,217
Current portion of long-term debt		95,000	65,527	357,000	93,308	635,420	557,208		1,803,463
<b>Total current liabilities</b>	<b>271,096</b>	<b>454,219</b>	<b>424,408</b>	<b>907,352</b>	<b>159,089</b>	<b>2,363,609</b>	<b>3,981,533</b>	<b>119,673</b>	<b>8,680,979</b>
<b>Noncurrent liabilities</b>									
Compensated absences			13,232	102,920					116,152
Long-term debt		100,000		4,839,604	351,584	12,203,701	4,873,468		22,368,357
<b>Total noncurrent liabilities</b>	<b>-</b>	<b>100,000</b>	<b>13,232</b>	<b>4,942,524</b>	<b>351,584</b>	<b>12,203,701</b>	<b>4,873,468</b>	<b>-</b>	<b>22,484,509</b>
<b>Total liabilities</b>	<b>271,096</b>	<b>554,219</b>	<b>437,640</b>	<b>5,849,876</b>	<b>510,673</b>	<b>14,567,310</b>	<b>8,855,001</b>	<b>119,673</b>	<b>31,165,488</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>									
Related to pensions			109,294	116,816	131,266			381,017	738,393
Total deferred inflows of resources			109,294	116,816	131,266			381,017	738,393
<b>Total liabilities and deferred inflows of resources</b>	<b>271,096</b>	<b>554,219</b>	<b>546,934</b>	<b>5,966,692</b>	<b>641,939</b>	<b>14,567,310</b>	<b>8,855,001</b>	<b>500,690</b>	<b>31,903,881</b>
<b>NET POSITION</b>									
Invested in capital assets, net of related debt	5,152,391	4,591,458	4,423,797	4,959,425	3,371,380	13,848,948	6,525,865	5,937,080	48,810,344
Restricted for:									
Capital projects							585,976		585,976
Debt service		25,646		206,546		230,681	726,455		1,189,328
Other purposes	4,523,175				34,299		8,282,536		12,840,010
Unrestricted	1,628,361	2,972,777	7,613,601	685,283	1,906,930	476,416	10,652,082	6,664,917	32,600,367
<b>Total net position</b>	<b>11,303,927</b>	<b>7,589,881</b>	<b>12,037,398</b>	<b>5,851,254</b>	<b>5,312,609</b>	<b>14,556,045</b>	<b>26,772,914</b>	<b>12,601,997</b>	<b>96,026,025</b>
<b>Total liabilities, deferred inflows of resources and net position</b>	<b>\$ 11,575,023</b>	<b>\$ 8,144,100</b>	<b>\$ 12,584,332</b>	<b>\$ 11,817,946</b>	<b>\$ 5,954,548</b>	<b>\$ 29,123,355</b>	<b>\$ 35,627,915</b>	<b>\$ 13,102,687</b>	<b>\$ 127,929,906</b>

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The following are condensed statements of activities for the Council's nine major components for 2018:

	WATER&SEWER COMMISSION # 1 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 2 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 3 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 4 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 1 OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	HOSPITAL SERVICE DISTRICT # 1 OF THE PARISH OF ST. MARY	ST. MARY PARISH LIBRARY	TOTAL MAJOR COMPONENT UNITS
<u>Expenses</u>									
Water & sewer	\$ 1,540,038	\$ 1,651,568	\$ 1,823,856	\$ 2,685,590					\$ 7,701,052
Drainage					\$ 1,639,648	\$ 1,129,653			2,769,301
Medical care							\$ 26,671,643		26,671,643
Library								\$ 2,659,065	2,659,065
Interest and fees on long-term debt	31,731	6,738		180,361	7,073	470,439	247,516		943,858
Total program expenses	<u>1,571,769</u>	<u>1,658,306</u>	<u>1,823,856</u>	<u>2,865,951</u>	<u>1,646,721</u>	<u>1,600,092</u>	<u>26,919,159</u>	<u>2,659,065</u>	<u>40,744,919</u>
<u>Program revenues</u>									
Charges for services									
Water & sewer	773,658	925,936	1,686,530	1,891,519					5,277,643
Medical care							22,119,100		22,119,100
Library								13,089	13,089
Total charges for services	<u>773,658</u>	<u>925,936</u>	<u>1,686,530</u>	<u>1,891,519</u>	<u>-</u>	<u>-</u>	<u>22,119,100</u>	<u>13,089</u>	<u>27,409,832</u>
Operating grants and contributions									
Drainage						3,393,076			3,393,076
Medical care							2,622,618		2,622,618
Library								12,710	12,710
Total operating grants and contributions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,393,076</u>	<u>2,622,618</u>	<u>12,710</u>	<u>6,028,404</u>
Capital grants and contributions									
Medical care							2,163,696		2,163,696
Total capital grants and contributions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,163,696</u>	<u>-</u>	<u>2,163,696</u>
Net program expenses (revenues)	<u>798,111</u>	<u>732,370</u>	<u>137,326</u>	<u>974,432</u>	<u>1,646,721</u>	<u>(1,792,984)</u>	<u>13,745</u>	<u>2,633,266</u>	<u>5,142,987</u>
<u>General revenues</u>									
Taxes:									
Ad valorem taxes levied for general purposes	998,208	553,349	846,921	502,397	1,335,750	706,209	2,345,649	2,634,805	9,923,288
Ad valorem taxes levied for debt service		67,632		379,001		975,239			1,421,872
State shared revenue					58,353			18,581	76,934
Investment earnings & interest	9,171	27,450	108,199	10,543	5,255	20,593	59,618	2,551	243,380
Payment from St. Mary Parish Council					30,914				30,914
Miscellaneous				30,663	75,179	231,234	649	36,997	374,722
Non-employer Pension Contributions					4,435				4,435
Total general revenues and special item	<u>1,007,379</u>	<u>648,431</u>	<u>955,120</u>	<u>922,604</u>	<u>1,509,886</u>	<u>1,933,275</u>	<u>2,405,916</u>	<u>2,692,934</u>	<u>12,075,545</u>
<u>Special item</u>									
Capital contributions for consolidation			2,492,743						2,492,743
Total special item	<u>-</u>	<u>-</u>	<u>2,492,743</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,492,743</u>
Change in net position	209,268	(83,939)	3,310,537	(51,828)	(136,835)	3,726,259	2,392,171	59,668	9,425,301
Net position- beginning of year	11,094,659	7,673,820	8,726,861	5,832,830	5,449,444	10,829,786	24,380,743	12,542,329	86,530,472
Prior period adjustment				70,252					70,252
Net position - beginning of year (as adjusted)	<u>11,094,659</u>	<u>7,673,820</u>	<u>8,726,861</u>	<u>5,903,082</u>	<u>5,449,444</u>	<u>10,829,786</u>	<u>24,380,743</u>	<u>12,542,329</u>	<u>86,600,724</u>
Net position - end of year	\$ <u>11,303,927</u>	\$ <u>7,589,881</u>	\$ <u>12,037,398</u>	\$ <u>5,851,254</u>	\$ <u>5,312,609</u>	\$ <u>14,556,045</u>	\$ <u>26,772,914</u>	\$ <u>12,601,997</u>	\$ <u>96,026,025</u>

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

### B. Basic Financial Statements - Government-wide Financial Statements

The government-wide financial statements include the Statement of Net Position and the Statement of Activities which report all activities of the Council and its components except for fiduciary activities (the Council does not conduct fiduciary activities however two of the component units do). The government-wide presentation focuses primarily on the sustainability of the Council and components and the change in the net assets resulting from the current year's activities. For the most part, the effect of interfund activity of the Council has been removed from these statements. *Governmental activities* generally are financed through taxes, intergovernmental revenues and other nonexchange revenues, are reported separately from *business type activities*, which rely to a significant extent on fees and charges for support.

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

### C. Basic Financial Statements - Fund Financial Statements

The financial transactions of the Council are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, deferred outflows and inflows of resources, reserves, fund equity, revenues, and expenditures.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types." The following is a description of the funds utilized by the Council.

#### GOVERNMENTAL FUNDS

##### General Fund

The General Fund is the primary operating fund of the Council. It is used to account for all financial resources, except those required to be accounted for in other funds. The Council reports the General Fund as a major fund.

##### Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources that are earmarked for expenditures for specified purposes.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The Council reports two special revenue funds as major funds as follows:

ROAD CONSTRUCTION AND MAINTENANCE FUND

The Road Construction and Maintenance Fund accounts for the maintenance and upkeep of the parish road system. Major financing is provided by the State of Louisiana Parish Transportation Funds and Royalty Road funds. Use of transportation funds is restricted by Louisiana Revised Statutes.

SANITATION FUND

The Sanitation Fund accounts for the disposal and treatment of solid waste for the Parish. Major financing is from the three-fourths percent sales tax. The expenditures are restricted by the three-fourths percent sales tax ordinance.

Debt Service Funds

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, long-term debt principal, interest and related costs.

Capital Projects Funds

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

The Council reports the three following capital project funds as major funds:

CAPITAL IMPROVEMENT FUND

The Capital Improvement Fund accounts for ongoing capital projects, other than major sewerage, major road, or jail construction related projects, funded either by federal, state, or local funds.

COMBINED SEWER CONSTRUCTION FUND

The Combined Sewer Construction Fund is used to account for the proceeds of the \$10 million sewer bonds and three quarters percent sales tax that is being used to construct and improve sewer systems within the Parish.

CDBG RECOVERY FUND

The CDBG Recovery Fund accounts for major capital projects and is funded by federal funds.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

PROPRIETARY FUND

Enterprise Funds

Enterprise funds are used to account for activities of providing goods and services to outside parties similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration.

The Council reports two of its three proprietary funds as major funds:

REDUCTION AND TRANSFER FUND

The Reduction and Transfer Fund accounts for the operation of the parish solid waste disposal plant. All garbage and trash in the eastern portion area of the parish is collected at the reduction station in Berwick. All garbage and trash in the western portion of the parish is first collected at the transfer station in Franklin and then transferred to the Berwick reduction station for disposal.

KEMPER WILLIAMS PARK FUND

The Kemper Williams Park Fund accounts for the operations of Kemper Williams Park, a recreational facility available for parish residents. The facility charges its patrons for admission to the park which consists of picnic grounds, campsites, athletic fields, a jogging trail, and tennis courts.

Because the Council only has one remaining proprietary fund it is presented in the basic financial statements, even though the Council considers it to be a nonmajor fund.

SMALL ANIMAL CONTROL FUND

The Small Animal Control Fund accounts for the operation of a small animal shelter. This fund was established for the collection, housing, adoption, and euthanasia of small stray animals within St. Mary Parish and is funded by the parish, cities, and public of St. Mary Parish.

Fiduciary Fund

Agency Funds

Two of the Council's component units utilize agency funds. Agency funds are custodial in nature (assets and deferred outflows of resources, equal liabilities and deferred inflows of resources) and do not involve measurement of results of operations. The Sales and Use Tax Dept. collects and disburses sales and other taxes for the Council and certain of its component units and other governments (municipalities and School Board) within the Parish. Amounts collected and held in behalf of the Council - \$1,109,514 and its component units - \$105,615 are reported as assets of the Council and component units at year end and are excluded from the assets and liabilities of the Sales and Use Tax Dept. at year end. The Clerk of Court utilizes agency funds to account for assets received or ordered by the courts to be held for others.

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

### D. Basis of Accounting

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

#### Government-wide Statements and Proprietary Fund Financial Statements

The government-wide statements and the proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets and all deferred outflows of resources and all liabilities and all deferred inflows of resources (whether current or noncurrent) are included in determining financial position. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The Council and all major components, except Hospital Service District No. 1, have elected not to follow subsequent private-sector guidance.

#### Fund Financial Statements

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

Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). Measurable means the amount can be determined. Available means the normal time of collection is within the current period or soon enough thereafter to pay current liabilities (the Council generally uses a ninety day period after year end).

### E. Revenues

The following is a summary of the recognition policies for major revenue sources:

Sales tax revenues are recorded when the sales tax is earned, regardless of when they are collected by the St. Mary Parish Council's sales tax department.

Ad valorem taxes and the related State Revenue Sharing (which are based on population and homesteads in the Parish) are recorded in the year the taxes are assessed.

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

Federal and State aid and grants are generally recorded when the Council or component units have met the requirements of the grant and are entitled to receive the funds.

Investment earnings are generally recorded when earned.

Substantially all other revenues are recorded when they become available to the Council or component units.

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 are charges to customers for sale and services. Operating expenses for enterprise 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.

### F. Expenses/Expenditures

The government-wide and proprietary fund financial statements recognize expenses under the accrual basis of accounting and records the related liability at the time the expense is incurred.

In the governmental fund financial statements, expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, except principal and interest on long-term debt which is not recognized until due.

### G. Budgets

The Council follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Ninety days prior to the beginning of each fiscal year, the Parish President presents to the Council the annual operating budget which was prepared by the Director of Finance under the direction of the Chief Administrative Officer.
2. The Council then orders a public hearing, notice of which, along with a summary of the budget, will be published ten days prior to the date of the hearing in the official journal of the Council.
3. No later than the second to last regular meeting of the fiscal year, the Council enacts an ordinance to adopt the annual operating budget for the ensuing fiscal year. The Council may adjust the budget as proposed by the Parish President or amend it, as they see fit, by a vote of the majority of the Council.
4. The Parish President may accept or veto the entire budget as approved by the Council or he may line item veto certain appropriations.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

5. Should the Council and Parish President be unable to adopt a budget prior to the beginning of the year, then fifty percent of the prior year's budget shall be appropriated for the upcoming year; until such time as a new budget is properly enacted.
6. The Director of Finance, under the direction of the Chief Administrative Officer, has the authority to alter, and must approve all changes in budgeted amounts within function lines. However, budget adjustments that cross function lines require approval of the Council.
7. Formal budgetary integration is employed as a management control device during the year.
8. The General Fund and all Special Revenue Funds with activity have adopted budgets.
9. Budget appropriations lapse at year end.
10. In the financial statement comparison of the budget to actual amounts, both the original and final amended budget amounts are shown.

H. Cash and Cash Equivalents

For financial statement purposes, cash and cash equivalents include cash on hand, demand deposits, and short term investments with original maturities of less than three months.

Cash and cash equivalents are stated at cost, which approximates fair value.

Certain short-term interest bearing cash accounts are maintained on a pooled basis, interest revenue or expense is allocated to each participating fund based upon its pro rata share of the total pooled account balance. The overall balance in the pooled account is always a large positive balance. However, from time to time an individual fund's proportionate share of the balance may temporarily be negative. This most commonly occurs when a fund makes an unusually large disbursement such as a payment on a construction contract or when the fund is awaiting an investment to mature and be placed in its cash account.

I. Investments

The Council and components invest in bank certificates of deposit (CDs) and external investment pools. The CDs (nonparticipating contracts) are recorded at cost, unless there is significant impairment of the credit standing of the issuer. The pooled investments are recorded at fair market value.

The Council and certain components also invest in Federal government securities which are recorded at fair value.

J. Receivables

The Council's receivables are stated at net realizable value after provision for estimated uncollectible accounts which are negligible except in the Fairview Treatment Center Fund. Most component unit use the direct write off method for recording bad debt, however bad debts are insignificant. Hospital Service District No. 1 uses the reserve method.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

K. Inventories

The Council and most component units do not report inventories at year end as the amounts are immaterial.

In the case of Hospital Service District No. 1, inventory consists primarily of drugs and medical supplies and is valued at a lower of cost or market (first-in first-out method).

In the case of Water & Sewer Commissions No.'s 1 and 2, inventory consists primarily of material, parts, and supplies and is valued at cost, determined by the specific cost method (Commission No. 1) and first-in-first-out method (Commission No. 2).

L. Prepaid Expenses

The Council does not report prepaid expense because they are not material.

Component units with material prepaid expenses record the prepayments of expenses, such as insurance as an asset on the balance sheet and systematically recognize an expense over the period of the prepayment.

M. Restricted Assets

Many of the business-type component units hold cash and investments, that are limited as to use, which are reported in restricted asset accounts on their statement of net assets. The use of these assets is limited to repayment of debt, additions or maintenance of assets or as security for customer utility deposits.

In the Reduction and Transfer Enterprise Fund certain assets are set aside for certain uses. These amounts are reported as either cash, investments, or advances and are reported as restricted assets. The following is a summary at December 31, 2018:

Reserved for debt service by debt covenants	\$1,932,019
Reserved for depreciation and contingencies by debt covenants	537,341
Earmarked for landfill closure costs and post-closure care costs	<u>4,045,078</u>
	<u>\$6,514,438</u>

N. Fixed Assets

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

No construction period interest was capitalized by the Council during the current year as the amounts were not material.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Government-wide Statements and Proprietary Fund

In the government-wide and proprietary fund financial statements, fixed assets are accounted for as capital assets. All purchased fixed assets are valued at historical cost. Donated fixed assets are valued at their estimated fair market value on the date received. Fixed assets are reported at their historical cost or estimated fair market value less their accumulated depreciation. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

Depreciation is computed using the straight-line method based on the estimated useful life of the various assets. The following is a summary of estimated useful lives by classification of the fixed assets:

<u>Category</u>	<u>Years</u>
Buildings	10-50
Equipment and furniture	3-40
Improvements	5-50
Water plants and distribution system	5-50
Sewerage plants and distribution system	10-50
Drainage Systems and improvements	10-25
Infrastructure	10-50

Fund Financial Statements

In the fund financial statements, fixed assets used in governmental fund operation are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

O. Long-term obligations

In the government-wide financial statements, and proprietary fund types financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Significant bond premiums and discounts, 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, if significant. Bond issuance costs are expensed when incurred.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

P. Compensated Absences

Employees earn vacation and sick leave annually at varying rates depending upon length of service. These compensated absences are allowed to accumulate from period to period if not used.

Upon termination an employee is compensated for accumulated vacation time; but, employees are not compensated for sick time unless termination is due to qualified retirement.

An accrual is made for the amount of compensation the employees will receive in the future based upon services performed in the current year for vacation time not used. An accrual is also made for accumulated sick time estimated to be paid to employees at retirement. Only the portion of this accumulated sick pay estimated to be paid to employees retiring within the next year is recorded as a liability within the fund to which the particular employees' salary is allocated, the remaining liability is included with long-term debt in the Statement of Net Position. The liability for the long-term portion of this accumulated sick pay, effects thirty employees and totals approximately \$242,000 and is not discounted to present value.

The Council's current compensated absences, by fund, are approximately as follows:

Major funds	
General Fund	\$65,000
Road Construction and Maintenance Fund	26,000
Sanitation Fund	2,000
Reduction and Transfer Fund	22,000
Kemper Williams Park Fund	2,000
Non-major funds	
16 <sup>th</sup> Judicial District Drug Court Fund	9,000
Small Animal Control Fund	6,000
Fairview Treatment Center	14,000
Claire House	7,000
DWI Court	1,000

Liabilities for compensated absences by component units are approximately as follows:

Water & Sewer Commission No. 3	\$ 13,000
Water & Sewer Commission No. 4	<u>103,000</u>
	<u>\$116,000</u>

The entire compensated absence liability is reported on the government-wide financial statements. For governmental funds financial statements, the current portion of unpaid compensated absences is the amount that is normally expected to be paid using expendable available financial resources. The noncurrent portion of the liability is not reported.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Q. Net Pension Liability or Asset and Related Deferred Outflows and Inflows of Resources

The Council and several component units follow GASB pronouncements establishing the accounting and financial reporting by state and local governments for pensions. This guidance requires the Council and component units to calculate and recognize a net pension liability or asset and certain deferred outflows and inflows of resources and pension expense. The Council and other component units are members of various cost sharing multiple employer public employee retirement systems. For purposes of measuring its net pension liability or asset, deferred outflows and inflows of resources, and pension expense, the Council uses the same basis as their applicable PERS.

See Note 17 for further details about this pension plan.

R. Other Postemployment Benefits Liability and Related Deferred Outflows and Inflows of Resources

The Council and a few component units have agreed to provide their employees with postemployment benefits. In 2018 the Council and the components adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* (OPEB) which establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expenses related to OPEB.

See Notes 2 and 18 for further details about these OPEB plans.

S. Deferred Outflows and Inflows of Resources (not Related to Pensions or OPEBs)

In prior years the Council and certain component units issued refunding debt which resulted in the defeasance of the old debt issue. The difference between the reacquisition price (amount required to repay the previously issued old debt) and the net carrying amount of the old debt should be reported as a deferred outflow of resources or deferred inflow of resources and recognized as a component of interest expense in future periods. The following shows the amount of deferred outflows of resources at year end and the amount of amortization charged to interest expense for the year.

	Deferred Outflow Of Resources Debt <u>Reduction Cost</u>	Amortization & Charge to <u>Interest Expense</u>
<u>Council</u>		
Reduction & Transfer Fund	\$750,900	\$99,000
¾% Sales Tax Bond Sinking Fund	72,000	12,000
<u>Component Unit</u>		
Waterworks District #5	14,510	7,255
Consolidated Gravity Drainage #2	430,565	43,056
Hospital District #1	27,462	2,937

In addition, Atchafalaya Golf Course Commission (a non-major component) is reporting unredeemed gift cards, fees not yet earned for advertising on golf cart GPS systems and, deposits received on future tournaments as current unearned revenues as Deferred Inflows of Resources totaling \$102,277.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

T. Equity Classifications

Government-wide Statements and Proprietary Fund Statements

Equity is classified as net position and displayed in the three components:

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

At December 31, 2018 \$1,737,808 of the Council's restricted net position was required by enabling legislation.

At December 31, 2018, the Council's unrestricted net position (deficit) of (\$8,080,309) includes the effect of the \$1,600,852 balance of deferred inflows of resources related to OPEB, which will be recognized as a reduction of the unrestricted net deficit in future years.

Fund Financial Statements

Governmental fund equity is classified by five categories: nonspendable, restricted, committed, assigned and unassigned.

- a.) Nonspendable - represents those portions of fund equity that cannot be spent because they are not in spendable form or because they are legally or contractually required to be maintained intact.
- b.) Restricted - represents those portions of fund equity not appropriable for expenditure or legally segregated for a specific future use.
- c.) Committed - represents those portions of fund equity that can be used only for specific purposes pursuant to constraints imposed by formal action of the Council's highest level of decision-making authority. Commitments may be established, modified, or rescinded only through formal actions by the Council
- d.) Assigned - represents those portions of fund equity that are constrained by the Council's intent to be used for specific purposes, but are neither restricted nor committed.
- e.) Unassigned - represents those portions of fund equity that has not been assigned to other funds and that has not been restricted, committed, or assigned to a specific purpose within the General fund.

The Council considers amounts to have been expended first out of committed funds, followed by assigned funds, and then unassigned funds when expenditures are incurred for purposes for which funds of any unrestricted fund balance classifications have been used.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

U. Interfund Transfers

Permanent reallocations of resources between funds of the Council are classified as interfund transfers. For the purpose of the Statement of Activities, all interfund transfers between individual governmental funds are generally eliminated. Three of the Council's non-major governmental funds, which are substantially funded by Federal grants, operate based upon the grant year which ends within the Council's normal December 31 year end. Occasionally transfers to or from one of these three funds or to or from another of the Council's funds will occur between their yearend and December 31. In this case, amounts of transfers in and transfers out will differ by the amount of the interperiod transfer.

V. Net Patient Service Revenue Less Provision for Doubtful Accounts

Hospital Service District No. 1 reports net patient service revenue at the estimated net realizable amounts from patients, third-party payors, and others for services rendered, including estimated retroactive adjustments under reimbursement agreements with third-party payors.

Amounts reimbursed for services rendered to patient covered under Medicare and Medicaid programs are generally less than the established billing rates. The Hospital District also provide services to beneficiaries of certain other third-party payor programs at amounts less than established rates based on contractual arrangements. Differences between the established billing rates and amounts reimbursed are contractual adjustments.

Certain amounts receivable under reimbursement agreements between the Hospital District and the Medicare and Medicaid programs are subject to examination and retroactive adjustment. Provisions for estimated retroactive adjustments under such programs are provided in the period the related services are rendered and adjusted in future periods as final settlements are determined.

W. Reclassification

Certain items have been reclassified from the separately issued financial statements of the component units in order to make these financial statements more meaningful and comparative.

X. Accounting Estimates

The preparation of financial statements in conformity with generally accounting principles require management to make certain estimates and assumptions that affect the reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2 – PRIOR PERIOD RESTATEMENT AND ADJUSTMENTS

Restatement Related to New Accounting Pronouncements

In 2018 the Council and the component units that provide OPEBs adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* (OPEB) which establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expenses related to OPEB. This statement identifies the methods and assumptions required to project benefit payments to their actuarial present value and attribute said present value to periods of employee service. This statement requires changes to be applied retroactively, as if OPEB liability had been calculated in accordance with GASB No. 75 in prior years. Accordingly this would result in an increase in the Council's and component units' beginning of the year OPEB liability and decrease in net position as follows:

<u>Council</u>	Other post- employment	Net
<u>Fund</u>	benefits	position
	<u>Increase by:</u>	<u>Decrease by:</u>
<u>Proprietary Funds:</u>		
Reduction and Transfer	\$840,018	\$840,018
Small Animal Control	342,053	342,053
Kemper Willams Park	408,596	408,596
<u>Government-Wide Statement of</u>		
<u>Net Position</u>		
Governmental Activities (column)	<u>5,119,273</u>	<u>5,119,273</u>
Total	<u>\$6,709,940</u>	<u>\$6,709,940</u>
 <u>Component Units</u>		
St. Mary Parish Assessor	\$ 3,022,563	\$ 3,022,563
St. Mary Parish Clerk of Court	3,616,990	3,616,990

Adjustment Related to Corrections of Errors

During 2018 the Council discovered that the beginning receivables balance in the Capital Improvement Fund included \$77,940 of receivables that were not actually due to the Council. In order to correct this error from the prior period both the beginning receivable balance and fund balance in the Capital Improvement Fund were reduced by \$77,940.

The beginning net position for Water & Sewer Commission No. 4 was increased by \$70,252 to correct a prior year error in recording accounts receivable.

The beginning net position for Waterworks District No. 5 was increased by \$45,600 to correct an error in a prior year that failed to capitalize an addition to capital assets.

The beginning net position for the St. Mary Parish Tourist Commission was decreased by \$19,553 to correct revenues that were improperly reported in the prior year.

### NOTE 3 – SPECIAL ITEMS

Significant transactions, within the control of management, that are either unusual in nature or infrequent in occurrence are special items.

The Hospital Service District No. 3 (Hospital) no longer directly provided healthcare services and has no outstanding long-term debt, however the Hospital continued to rent its facilities to other entities. Effective July 1, 2018, the Hospital transferred its operations to the Council. The Hospital was a legally-separate, discretely-presented component entity of the Council. All assets and liabilities and net position of the Hospital were assumed by the Council and transferred to the General Fund. This transfer resulted in a net increase in General Fund fund balance of \$201,568 and an additional \$622,345 recognized on the government-wide Statement of Net Position for the Council. The following is a summary of the amounts of assets, liabilities, and net position of the Hospital that were transferred to the Council:

Assets	
Current	\$ 90,867
Capital Assets	604,600
Other	<u>128,992</u>
Total	<u>\$824,459</u>
Liability	
Current	\$ <u>546</u>
Total	<u>\$ 546</u>
Net Position	
Net invested in capital assets	\$604,600
Restricted	128,992
Unrestricted	<u>90,321</u>
Total	<u>\$823,913</u>

No adjustments were required to the value of these transferred items.

During the current year, Fire Protection District No. 7 of the Parish of St. Mary performed renovations totaling \$64,862 on a building owned by the Council. This amount was recognized as an increase in the Council's fixed assets in the government-wide Statement of Net Position.

Both these transactions were reported as Special Items by the Council in the current year.

### NOTE 4 - FUND DEFICITS

The following individual fund of the Council had a deficit fund balance at year end:

<u>Fund</u>	<u>Amount</u>
Nonmajor Fund:	
16 <sup>th</sup> JDC St. Mary Parish Drug Court	\$(41,420)

The fund deficit in the 16<sup>th</sup> JDC St. Mary Parish Drug Court will be funded by future revenues.

NOTE 5 - EXPENDITURES - EXCESS OF ACTUAL OVER APPROPRIATED

Actual expenditures exceeded appropriated expenditures by a significant amount in the following component unit for 2018:

<u>Component</u>	<u>Actual</u>	<u>Budget</u>	<u>Unfavorable Variance</u>
Recreation District No. 3	\$655,550	\$502,840	\$152,710
Recreation District No. 5	381,115	338,505	42,610

NOTE 6 - TAXES

Sales Taxes

The Council administers a Sales Tax Department that is responsible for the collection and distribution of various sales and use taxes levied within the parish. The Department has agreements with the Council, the school board and various municipalities, whereby they agree to reimburse the Department for the cost of collections of the taxes.

The proceeds from the one per cent sales and use tax received by the Council are used for construction and maintenance of roads, construction and maintenance of navigation channels, and water and flood control projects, acquiring and improving public works and buildings, supplementing salaries of all parish employees, operation of recreational facilities, acquisition, maintenance and repair of vehicles and machinery, and funding bonds. The proceeds of the tax are deposited in the Sales Tax Bond Sinking Debt Service Fund.

The proceeds from the three-fourths of one per cent sales and use tax received by the Council are used for construction, acquisition, extension, improvement, operation and maintenance of solid waste collection and disposal facilities, sewers and sewerage disposal works, facilities for pollution control and abatement, and funding bonds issued for these purposes. The proceeds of the tax are deposited in the Sanitation Special Revenue Fund.

The proceeds from the three-tenths of one per cent sales and use tax received by the Council are used within Wards 1, 2, 3, 4, 5, 7, 8, and 10 of the parish for acquiring and maintaining electric lights on streets, roads, alleys and public places, acquiring, improving and extending public works, including drainage and water control extensions, acquiring, constructing, improving and maintaining fire protection facilities, public safety facilities and equipment, recreational facilities, and public health facilities and equipment. The proceeds of the tax are deposited in the Wards 5 and 8 Special Revenue Fund and in the Wards 1, 2, 3, 4, 7, and 10 Special Revenue Fund.

NOTE 6 - TAXES (continued)

Recreation District No. 1 located in Amelia receives the proceeds of the three-tenths of one percent sales and use tax which is used for the purpose of operating and maintaining recreational facilities and providing other services in that area of the Parish.

Recreation District No. 2 located in the Siracusa Community receives the proceeds of the three-tenths of one percent sales and use tax which is used for the purpose of operating and maintaining recreational facilities in that area of the parish.

The proceeds from the one-half of one percent sales and use tax received by the Council are used solely for the purposes of paying the cost of operating and maintaining jail facilities and minimum security facilities of the Parish, including the cost of feeding, transporting and clothing prisoners and providing medical care. The proceeds of the tax are deposited in the Jail Operating and Maintenance Special Revenue Fund.

Ad Valorem Taxes

Ad valorem taxes are assessed on a calendar year basis in September or October of each year. The taxes become due and payable by December 31 and become delinquent on January 1. Notices regarding seizures are sent out in April with the seizure date being May 1. The taxes are collected on behalf of the Council by the Sheriff and then remitted to the Council. Most ad valorem taxes are received by the Council in December, January and February.

For 2017, the Council levied the following ad valorem taxes.

<u>Purpose</u>	<u>Millage</u>
Parish tax for defraying the expenses of the Council and other legal purposes	7.24
Criminal Justice System Tax helping to defray the expense of the Criminal Justice System	3.62
Library – Debt Service Only	0.31

Certain of the component entities assess ad valorem taxes at various millage rates to fund operations and (or) debt service.

Hotel-Motel Tax

Proceeds from a hotel-motel tax received by the component unit, St. Mary Parish Tourist Commission, are used to fund the operations of the Commission. The taxes are collected by the Parish and the State and then remitted to the Commission.

Communications Taxes

Proceeds from communications taxes are collected on behalf of the component entity, St. Mary Parish Communications District, by various telephone companies and then remitted to the Communications District. The communications taxes are used for the general operation of the Communication District.

NOTE 7 - CASH AND CASH EQUIVALENTS AND INVESTMENTS

The Council does not have a formal investment policy related to interest rate risk (the risk of an investment decreasing in value due to increasing interest rates).

In addition, the Council does not have a formal investment policy related to credit risk (including concentrations of credit). However the Council does follow state law as to limitations on types of deposits and investments as described below.

The Council does not invest in any investments subject to foreign currency risk.

Cash and cash equivalents

Under state law the Council may deposit its funds with certain state and federally chartered financial institutions. These deposits are required to be insured or collateralized by the financial institutions.

At year end 2018 the carrying amount of the Council's cash was \$6,965,455 and the bank balance was \$8,094,382. A portion of these balances was covered by federal depository insurance, the uninsured portion of \$6,344,382 was collateralized with securities held by the pledging financial institutions.

	<u>COMPONENT UNITS - AGENCY FUNDS</u>		
	The Parish Sales & Use Tax	St. Mary Parish Clerk of Court	Total Component Units-Agency Funds
Cash and cash equivalents-stated value	\$ 2,677,443	\$ 2,488,830	\$ 5,166,273
Cash and cash equivalents-bank balance	2,738,353	2,726,499	5,464,852
Portion insured by federal deposit insurance	250,000	250,000	500,000
Collateralized by securities held by the pledging financial institution		2,476,499	2,476,499
Collateralized by securities held by the pledging financial institution's trust dept or agent but not in the Government's name	<u>2,488,353</u>	-	<u>2,488,353</u>
Amount unsecured	<u>-</u>	<u>-</u>	<u>-</u>

NOTE 7 - CASH AND CASH EQUIVALENTS AND INVESTMENTS (continued)

Investments

Under state law the Council may invest in certain federal or federally guaranteed securities, certain bank time certificates of deposit, mutual or trust funds, and in the Louisiana Asset Management Pool (LAMP). LAMP is a 2A7-like external investment pool operated to allow local government to pool their investment funds. LAMP is not registered with the SEC as an investment company. LAMP is subject to regulatory oversight of the Louisiana State Treasurer and the LAMP board of directors. LAMP share values for the pool are valued at fair value based on quoted market rates determined on a weekly basis. The value of the Council's and component units' investment in LAMP is the same as the net asset values of its pool shares.

The following is a summary of investments held by the Council at December 31, 2018.

	<u>Amount</u>	Percentage of Total <u>Investments</u>
U.S. Government Securities	\$ 9,571,648	81%
LAMP (rated AAAM by Standard & Poors)	<u>2,297,026</u>	<u>19%</u>
	<u>\$11,868,674</u>	<u>100%</u>

As of December 31, 2018, the Council had the following investments and maturities:

<u>Investment Type</u>	<u>Investment Maturities (in years)</u>			
	<u>Fair Value</u>	<u>Less than 1</u>	<u>1 - 5</u>	<u>6-10</u>
U.S. Agencies	<u>\$9,571,648</u>	<u>\$7,927,514</u>	<u>\$1,629,451</u>	--

LAMP determines its maturities using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. The WAM for LAMP's total investments is 76 days as of December 31, 2018.

The Council categorizes its fair value measurements within the fair value hierarchy established by GASB Statement No. 72, "Fair Value Measurement and Application". The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The Council has the following recurring fair value measurements as of December 31, 2018:

U.S. Government securities of \$9,571,648 are valued using quoted-market prices (Level 1 inputs).

NOTE 7 - CASH AND CASH EQUIVALENTS AND INVESTMENTS (continued)

Detail information on the component units cash and cash equivalents follows:

	<u>Water &amp; Sewer Commission #1</u>	<u>Water &amp; Sewer Commission #2</u>	<u>Water &amp; Sewer Commission #3</u>	<u>Water &amp; Sewer Commission #4</u>
Cash and cash equivalents-stated value	\$ 5,180,779	\$ 563,933	\$ 653,182	\$ 2,344,689
Cash and cash equivalents-bank balance	5,183,422	584,136	670,332	2,335,772
Portion insured by federal deposit insurance	250,225	500,000	250,000	835,557
Collateralized by securities held by the pledging financial institution	5,808,351		420,332	
Collateralized by securities held by the pledging financial institution's trust dept or agent but not in the Government's name	-	84,136	-	1,500,215
Amount unsecured	-	-	-	-

	<u>St. Mary Parish Library</u>	<u>Consolidated Gravity Drainage District #1</u>	<u>Consolidated Gravity Drainage District #2</u>	<u>Hospital Service District #1</u>
Cash and cash equivalents-stated value	\$ 4,086,763	\$ 2,451,460	\$ 5,685,224	\$ 13,599,297
Cash and cash equivalents-bank balance	4,160,384	2,445,608	5,708,256	13,544,752
Portion insured by federal deposit insurance	250,000	500,000	250,000	250,000
Collateralized by securities held by the pledging financial institution		1,945,608	8,548,111	13,794,752
Collateralized by securities held by the pledging financial institution's trust dept or agent but not in the Government's name	3,910,384	-	-	-
Amount unsecured	-	-	-	-

	<u>Nonmajor Components</u>	<u>Total Component Units</u>
Cash and cash equivalents-stated value	\$ 8,596,550	\$ 43,161,877
Cash and cash equivalents-bank balance	10,779,589	45,412,251
Portion insured by federal deposit insurance	6,017,934	9,103,716
Collateralized by securities held by the pledging financial institution	1,321,676	31,838,830
Collateralized by securities held by the pledging financial institution's trust dept or agent but not in the Government's name	3,910,742	9,405,477
Amount unsecured	\$ -	\$ -

Component unit cash is presented on the  
statement of net position as follows:

Cash	\$ 31,175,649
Restricted Asset: Cash	11,986,228
	<u>\$ 43,161,877</u>

NOTE 7 - CASH AND CASH EQUIVALENTS AND INVESTMENTS (continued)

Component Units Investments

	<u>Amount</u>	Percentage of Total <u>Investments</u>	Investment Maturities (in years)			
			<u>&lt;1</u>	<u>1-5</u>	<u>6-10</u>	<u>10+</u>
<u>LAMP (rated AAAM by Standard &amp; Poors)</u>						
Water & Sewer Commission #1	\$ 136,874		\$ 136,874			
Water & Sewer Commission #2	1,660,043		1,660,043			
Water & Sewer Commission #3	7,020,254		7,020,254			
Nonmajor Components	10,407,674		10,407,674			
<b>Total LAMP</b>	<u>19,224,845</u>	73%				
<u>Certificates of Deposit</u>						
Water & Sewer Commission #2	215,522			\$ 215,522		
<b>Total Certificates of Deposit</b>	<u>215,522</u>	1%				
<u>U. S. Government Agencies</u>						
Hospital Service District #1	\$ 115,676			\$ 115,676		
Hospital Service District #2	2,711,819					<u>2,711,819</u>
<b>Total U. S. Agencies</b>	<u>2,827,495</u>	11%				
<u>State Government Bonds</u>						
Hospital Service District #1	\$ 4,013,535			\$ 4,013,535		
<b>Total State Government Bonds</b>	<u>4,013,535</u>	15%				
<b>Total Investments</b>	<u>\$ 26,281,397</u>	<u>100%</u>				
Component unit investments are presented on the statement of net assets as follows:			<u>\$ 19,224,845</u>	<u>\$ 4,344,733</u>	<u>\$ -</u>	<u>\$ 2,711,819</u>

<u>Account</u>	<u>Amount</u>
Investments	\$ 24,848,769
Restricted assets: Investments	1,432,628
	<u>\$ 26,281,397</u>

Component Units - Agency Funds

<u>LAMP (rated AAAM by Standard &amp; Poors)</u>		
St. Mary Parish Sales & Use Tax Dept	\$ 1,475,983	
<b>Total LAMP</b>	<u>\$ 1,475,983</u>	<u>100%</u>

The Component units have the following recurring fair value measurements as of December 31, 2018:

- U.S. Government securities of \$2,827,495 are valued using quoted market prices (Level 1 inputs)
- LAMP of \$21,140,426 is valued at net assets value.
- State Government Securities of \$4,013,535 are valued using quoted market prices (Level 1)

Lamp determines its maturities using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 60 days, and consists of no securities with a maturity in excess of 397 days. The WAM for LAMP's total investments is 76 days as of December 31, 2018.

NOTE 8 - RECEIVABLES

Receivables at December 31, 2018, are as follows:

Governmental Funds					
Major					
	General Fund	Road Const. & Maint. Fund	Sanitation Fund	Total Nonmajor Governmental Funds	Total Governmental Receivables
Accounts	\$ 106,817	\$ 54,083	\$ 180,370	\$ 65,531	\$ 406,801
Total	\$ 106,817	\$ 54,083	\$ 180,370	\$ 65,531	\$ 406,801

Nonmajor Governmental Funds					
	Wards 5&8 Sales Tax Fund	Housing Program	Fairview Treatment Center	St. Mary Parish Drug Court	Total Nonmajor Governmental Funds
Accounts	\$ 48,850	\$ 2,182	\$ 12,926	\$ 1,573	\$ 65,531
Total	\$ 48,850	\$ 2,182	\$ 12,926	\$ 1,573	\$ 65,531

Enterprise Funds				
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	Total Enterprise Funds Receivables
Accounts	\$ 713,489	\$ 6,725	\$ 4,766	\$ 724,980
Total	\$ 713,489	\$ 6,725	\$ 4,766	\$ 724,980

Receivables at year end for the components are as follows:

Major Components	Accounts	Other	Total
	Receivable	Receivables	
Water & Sewer Commission #1	\$ 81,465		\$ 81,465
Water & Sewer Commission #2	14,173		14,173
Water & Sewer Commission #3	251,446		251,446
Water & Sewer Commission #4	453,028		453,028
Hospital Service District #1	1,756,976	2,560,263	4,317,239
	\$ 2,557,088	\$ 2,560,263	\$ 5,117,351
Nonmajor Components	\$ 104,242	\$ 365,884	\$ 474,952
Total Components	\$ 2,661,330	\$ 2,926,147	\$ 5,587,477

All receivables are net of allowances for uncollectible accounts which are immaterial except for Hospital Service District #1, Fairview Treatment Center, and Reduction Transfer Fund which had allowances for doubtful accounts of approximately \$1,207,683; \$3,633; and \$102,435 respectively.

**NOTE 9 - ADVANCES TO/FROM OTHER FUNDS**

Advances to/from other funds as of December 31, 2018 consisted of the following:

<b>Funds Advance due from</b>	<b>Funds Advance due to</b>			<b>Total</b>
	<b>Reduction and Transfer</b>	<b>Combined Sewer</b>	<b>Non Major Governmental Funds</b>	
General Fund	\$ 2,893,166			\$ 2,893,166
Road Construction & Maintenance	1,357,355			1,357,355
Sanitation	-		\$ 972,395	972,395
Capital Improvement	588,408	\$ 709,097		1,297,505
Non Major Governmental	328,000		432,076	760,076
<b>Total</b>	<b>\$ 5,166,929</b>	<b>\$ 709,097</b>	<b>\$ 1,404,471</b>	<b>\$ 7,280,497</b>

Advances between funds primarily arise in two ways:

When one fund has a shortfall, and funds from another fund are used to cover expenditures. These are not expected to be repaid within the current year.

The Council maintains a comingled cash account and periodically one fund temporarily borrows amounts from the other funds to cover expenditures.

## NOTE 10 - INTERFUND TRANSFERS

Interfund transfers in for the year ended December 31, 2018, consisted of the following:

<b>TRANSFER TO</b>	<b>TRANSFER FROM</b>	
<b>Major Governmental Funds:</b>		
General Fund	Road Construction & Maintenance	\$ 1,650,000
	Sales Tax Bond Sinking Fund	1,165,000
	Gaming Receipt Fund	540,000
	Fairview Treatment Center	65,000
	Sales Tax Wards 5 & 8	<u>125,000</u>
Total General Fund		\$ 3,545,000
Combined Sewer Construction Fund	Sanitation Fund	200,000
Capital Improvement Funds	Certificate of Indebtedness	<u>9,931,317</u>
Total Transfers In - Major Governmental Funds		<u>13,676,317</u>
<b>Non Major Governmental Funds:</b>		
Jail Operating & Maintenance Fund	General Fund	1,000,000
	Gaming Receipt Fund	<u>525,000</u>
Total Jail Operating & Maintenance Fund		1,525,000
3/4% Sales Tax Bond Sinking Fund	Sanitation Fund	705,000
Certificate of Indebtedness Sinking Fund	Gaming Receipt Fund	68,634
Certificate of Indebtedness Sinking Fund	Road Construction & Maintenance	100,000
Jail Sinking Fund	Jail Operating & Maintenance Fund	431,172
Jail Reserve Fund	Jail Operating & Maintenance Fund	21,559
Witness Fee Fund	General Fund	<u>6,515</u>
Total Transfers In -Non Major Governmental Funds		<u>2,857,880</u>
Total Transfers In - Governmental Funds		<u>\$ 16,534,197</u>
<b>Business-type Activities:</b>		
Reduction and Transfer Fund	Sanitation Fund	\$ 700,000
Small Animal Control Fund	General Fund	180,000
Kemper Williams Park Fund	General Fund	375,000
	Sales Tax Wards 5 & 8	<u>50,000</u>
Total Transfers In - Business-type Activities		<u>\$ 1,305,000</u>
Total Transfers In		<u>\$ 17,839,197</u>

**NOTE 10 - INTERFUND TRANSFERS (continued)**

Interfund transfers out for the year ended December 31, 2018, consisted of the following:

TRANSFER FROM	TRANSFER TO	
<b>Major Governmental Funds:</b>		
General Fund	Jail Operating & Maintenance Fund	\$ 1,000,000
	Kemper Williams	375,000
	Small Animal Control Fund	180,000
	Witness Fee Fund	<u>6,515</u>
Total General Fund		\$ 1,561,515
Road Construction & Maintenance Fund	General Fund	1,650,000
	Certificate of Indebtedness	100,000
Total Road Construction & Maintenance Fund		1,750,000
Sanitation Fund	Reduction and Transfer Fund	700,000
	3/4% Sales Tax Bond Sinking Fund	705,000
	Combined Sewer Construction Fund	<u>200,000</u>
Total Sanitation Fund		<u>1,605,000</u>
Total Transfers Out - Major Governmental Funds		<u>4,916,515</u>
<b>Non Major Governmental Funds:</b>		
Gaming Receipt Fund	Certificates of Indebtedness Sinking Fund	68,634
	Jail Operating & Maintenance Fund	525,000
	General Fund	<u>540,000</u>
Total Gaming Receipt Fund		1,133,634
Jail Operating & Maintenance Fund	Jail Sinking Fund	431,172
	Jail Reserve Fund	<u>21,559</u>
Total Jail Operating & Maintenance Fund		452,731
Sales Tax Wards 5 & 8	General Fund	125,000
	Kemper Williams Fund	50,000
		175,000
Sales Tax Bond Sinking Fund	General Fund	1,165,000
Fairview Treatment Center	General Fund	65,000
Certificate of Indebtedness Sinking Fund	Capital Improvement Fund	<u>9,931,317</u>
Total Transfers Out - Non Major Governmental Funds		<u>12,922,682</u>
Total Transfers Out - Governmental Funds		<u>17,839,197</u>
Total Transfers Out		<u>\$ 17,839,197</u>

Transfers are used to:

Move revenues from the fund, that the budget ordinance requires to collect them to the fund that the budget ordinance requires to expend them,

Move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and

Use excess unrestricted revenues collected in one fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

To transfer any assets and liabilities remaining in a fund which has ceased operations to a fund continuing to operate.

NOTE 11 - DUE TO/FROM COMPONENT UNITS

Due from component units to the Council at December 31, 2018 consists of the following:

<u>Payable to</u>	<u>Due From</u>	<u>Amount</u>
Major Funds:		
General Fund	Atchafalaya Golf Course Commission	
	portion expected to be repaid currently	\$ 181,751
	portion not expected to be repaid currently	<u>1,700,000 *</u>
		<u>1,881,751</u>
Combined Sewer Construction Fund	St. Mary Parish Water & Sewer Comm. No. 5	216,891 *
	St. Mary Parish Water & Sewer Comm. No. 4	148,562 *
	St. Mary Parish Water & Sewer Commission No. 3	<u>65,527</u>
		<u>430,980</u>
Total due from component units		<u>\$ 2,312,731</u>

\*The portion not expected to be repaid currently is shown as non-spendable portion of fund balance in the General Fund and Combined Sewer Construction Fund balance sheets.

NOTE 11 - DUE TO/FROM COMPONENT UNITS (continued)

Due from Other Component Units

<u>Payable To</u>	<u>Due From</u>	<u>Amount</u>
St. Mary Parish Assessor	Recreation District No. 2	\$ 656
Wards 5 and 8 Joint Sewerage Commission	Water and Sewer Commission No. 2	15,253
Wards 5 and 8 Joint Sewerage Commission	Water and Sewer Commission No. 3	10,532
		<u>\$ 26,441</u>

Due to Other Component Units

<u>Payable To</u>	<u>Due From</u>	<u>Amount</u>
Water and Sewer Commission No. 2	Wards 5 and 8 Joint Sewerage Commission	\$ 19,487
Water and Sewer Commission No. 3	Wards 5 and 8 Joint Sewerage Commission	4,518
Wards 5 and 8 Joint Sewerage Commission	Water and Sewer Commission No. 2	15,253
		<u>\$ 39,258</u>

Due to/from the Primary Government by the Component Units at year end:

Receivable by the Components from the Council

		<u>Amount</u>
Wards 5 and 8 Joint Sewerage Commission	St. Mary Parish Council	\$ 5,965
St. Mary Parish Clerk of Court	St. Mary Parish Council	592
		<u>\$ 6,557</u>

Payable by the Component Units to the Council

<u>Payable To</u>	<u>Due From</u>	<u>Amount</u>
St. Mary Parish Council	Water and Sewer Commission No. 1	\$ 36,355
St. Mary Parish Council	Water and Sewer Commission No. 2	82,277
St. Mary Parish Council	Wards 5 and 8 Joint Sewerage Commission	15,820
St. Mary Parish Council	Water and Sewer Commission No. 5	7,351
St. Mary Parish Council	Atchafalaya Golf Course (long-term)	1,614,933
		<u>\$ 1,756,736</u>

NOTE 12 - FIXED ASSETS

CAPITAL ASSETS

Capital asset activity for the Council for the year ended December 31, 2018, is as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Ending Balance</u>
<b>Governmental activities:</b>					
Capital assets not being depreciated					
Land	\$ 1,870,876			48,998	\$ 1,919,874
Construction in progress	6,897,344	\$ 2,647,077	\$ (96,442)	\$ -	9,447,979
Total capital assets not being depreciated	8,768,220	2,647,077	(96,442)	48,998	11,367,853
Other capital assets:					
Infrastructure	135,586,471	223,904	-	-	135,810,375
Building	17,516,962	64,862	-	2,107,289	19,689,113
Equipment and furniture	12,746,879	740,565	(10,620)	673,985	14,150,809
Improvements	28,881,752	-	-	334,039	29,215,791
Total other capital assets at historical cost	194,732,064	1,029,331	(10,620)	3,115,313	198,866,088
Less accumulated depreciation for					
Infrastructure	(65,516,327)	(3,365,146)	-	-	(68,881,473)
Building	(8,885,400)	(478,083)	-	(1,835,776)	(11,199,259)
Equipment and furniture	(10,042,327)	(736,101)	10,620	(411,667)	(11,179,475)
Improvements	(12,492,977)	(1,186,520)	-	(312,268)	(13,991,765)
Total accumulated depreciation	(96,937,031)	(5,765,850)	10,620	(2,559,711)	(105,251,972)
Other capital assets, net	97,795,033	(4,736,519)	-	555,602	93,614,116
Governmental capital assets, net	\$ 106,563,253	\$ (2,089,442)	\$ (96,442)	\$ 604,600	\$ 104,981,969
<b>Business-type activities:</b>					
Capital assets not being depreciated					
Construction in progress	\$ 109,658	\$ 44,288	\$ -	\$ (109,658)	\$ 44,288
Land	2,052,372	-	-	-	2,052,372
Land Improvements	1,750,227	-	-	-	1,750,227
Total capital assets not being depreciated	3,912,257	44,288	-	(109,658)	3,846,887
Other capital assets:					
Buildings	5,514,364	-	-	-	5,514,364
Equipment	8,366,488	563,735	-	-	8,930,223
Improvements	20,704,401	954,359	-	109,658	21,768,418
Total other capital assets at historical cost	34,585,253	1,518,094	-	109,658	36,213,005
Less accumulated depreciation for					
Building	(4,387,642)	(61,939)	-	-	(4,449,581)
Equipment	(6,344,014)	(316,652)	-	-	(6,660,666)
Improvements	(5,217,904)	(748,983)	-	-	(5,966,887)
Total accumulated depreciation	(15,949,560)	(1,127,574)	-	-	(17,077,134)
Other capital assets, net	18,635,693	390,520	-	109,658	19,135,871
Business-type activities capital assets, net	\$ 22,547,950	\$ 434,808	\$ -	\$ -	\$ 22,982,758

Depreciation expense was charged to function as follows:

<b>Governmental activities:</b>	
General government	\$ 1,016,951
Public safety	1,207,812
Public works	2,306,176
Health and welfare	116,341
Culture and recreation	1,118,570
Total governmental activities depreciation expense	\$ 5,765,850
<b>Business type activities:</b>	
Reduction and Transfer	\$ 982,794
Kemper William Park	79,387
Small Animal Control	65,393
Total business-type activities depreciation expense	\$ 1,127,574

Transfers of capital assets related to governmental activities include transfers of \$3,115,313 in capital assets with \$2,559,711 of accumulated depreciation from the abolishment of St. Mary Parish Hospital Service District #3. Additions include \$64,862 from major repairs performed by St. Mary Parish Fire Protection District #7.

NOTE 12- FIXED ASSETS (continued)

Capital asset and depreciation activity for the component units is as follows:

Major Components

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Reclass- ifications</u>	<u>Ending Balance</u>
<b>Water &amp; Sewer Commission No. 1</b>					
Capital Assets not being depreciated					
Land	\$ 205,726	\$ -	\$ -	\$ -	\$ 205,726
Construction in progress	17,220	155,062	(5,250)	-	167,032
Total capital assets not being depreciated	222,946	155,062	(5,250)	-	372,758
Other Capital Assets					
Buildings	4,143,216	24,070	-	-	4,167,286
Equipment and furniture	588,728	22,458	-	-	611,186
Improvements	12,127,586	187,847	-	-	12,315,433
Total other assets at historical cost	16,859,530	234,375	-	-	17,093,905
Less accumulated depreciation for:					
Buildings	(2,620,616)	(85,151)	-	-	(2,705,767)
Equipment and furniture	(346,765)	(46,650)	-	-	(393,415)
Improvements	(9,010,080)	(205,010)	-	-	(9,215,090)
Infrastructure	-	-	-	-	-
Total accumulated depreciation	\$ (11,977,461)	\$ (336,811)	\$ -	\$ -	\$ (12,314,272)
Total Capital Assets, net	\$ 5,105,015	\$ 52,626	\$ (5,250)	\$ -	\$ 5,152,391
<b>Water &amp; Sewer Commission No.2</b>					
Capital Assets not being depreciated					
Land	\$ 51,709	\$ -	\$ -	\$ -	\$ 51,709
Construction in progress	100,356	-	-	(70,382)	29,974
Total capital assets not being depreciated	152,065	-	-	(70,382)	81,683
Other Capital Assets					
Buildings	76,133	-	-	-	76,133
Equipment and furniture	113,743	1,940	(3,971)	70,382	111,712
Improvements	11,580,168	136,439	-	-	11,716,607
Total other assets at historical cost	11,770,044	138,379	(3,971)	70,382	11,904,452
Less accumulated depreciation for:					
Buildings	(47,144)	(1,655)	-	-	(48,799)
Equipment and furniture	(107,197)	(1,644)	3,971	-	(104,870)
Improvements	(6,767,381)	(349,009)	-	-	(7,116,390)
Total accumulated depreciation	(6,921,722)	(352,308)	3,971	-	(7,270,059)
Total Capital Assets, net	\$ 5,000,387	\$ (213,929)	\$ -	\$ -	\$ 4,786,458
<b>Water &amp; Sewer Commission No.3</b>					
Capital Assets not being depreciated					
Land	\$ 22,155	\$ -	\$ -	\$ -	\$ 22,155
Construction in progress	9,076	147,010	(156,086)	-	-
Total capital assets not being depreciated	31,231	147,010	(156,086)	-	22,155
Other Capital Assets					
Buildings	138,092	31,150	-	-	169,242
Equipment and furniture	597,162	20,818	-	-	617,980
Improvements	12,107,676	161,301	-	-	12,268,977
Total other assets at historical cost	12,842,930	213,269	-	-	13,056,199
Less accumulated depreciation for:					
Buildings	(49,922)	(4,489)	-	-	(54,411)
Equipment and furniture	(369,781)	(41,798)	-	-	(411,579)
Improvements	(7,876,211)	(246,829)	-	-	(8,123,040)
Total accumulated depreciation	(8,295,914)	(293,116)	-	-	(8,589,030)
Total Capital Assets, net	\$ 4,578,247	\$ 67,163	\$ (156,086)	\$ -	\$ 4,489,324
<b>Water &amp; Sewer Commission No.4</b>					
Capital Assets not being depreciated					
Land	\$ 6,926	\$ -	\$ -	\$ -	\$ 6,926
Construction in progress	1,532,311	515,403	(318,114)	-	1,729,600
Total capital assets not being depreciated	1,539,237	515,403	(318,114)	-	1,736,526
Other Capital Assets					
Buildings	254,025	-	-	-	254,025
Equipment and furniture	1,920,735	7,373	-	-	1,928,108
Improvements	21,999,726	329,548	-	-	22,329,274
Total other capital assets	24,174,486	336,921	-	-	24,511,407
Less accumulated depreciation for:					
Buildings	(44,065)	(5,561)	-	-	(49,626)
Equipment and furniture	(693,580)	(60,631)	-	-	(754,211)
Improvements	(15,780,728)	(813,363)	-	-	(16,594,091)
Total accumulated depreciation	(16,518,373)	(879,555)	-	-	(17,397,928)
Total Capital Assets	\$ 9,195,350	\$ (27,231)	\$ (318,114)	\$ -	\$ 8,850,005

NOTE 12- FIXED ASSETS (continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Reclass- ifications</u>	<u>Ending Balance</u>
<b>Consolidated Gravity Drainage District No. 1</b>					
Capital Assets not being depreciated					
Land	\$ 8,600	\$ -	\$ -	\$ -	\$ 8,600
Total capital assets not being depreciated	<u>8,600</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,600</u>
Other Capital Assets					
Buildings	194,216	-	-	-	194,216
Equipment and furniture	1,947,088	598,987	-	-	2,546,075
Infrastructure	5,835,197	-	-	-	5,835,197
Total other assets at historical cost	<u>7,976,501</u>	<u>598,987</u>	<u>-</u>	<u>-</u>	<u>8,575,488</u>
Less accumulated depreciation for:					
Buildings	(136,755)	(4,855)	-	-	(141,610)
Equipment and furniture	(1,588,801)	(233,420)	-	-	(1,822,221)
Infrastructure	(3,019,433)	(229,444)	-	-	(3,248,877)
Total accumulated depreciation	<u>(4,744,989)</u>	<u>(467,719)</u>	<u>-</u>	<u>-</u>	<u>(5,212,708)</u>
Total Capital Assets	<u>\$ 3,240,112</u>	<u>\$ 131,268</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,371,380</u>
<b>Consolidated Gravity Drainage District No. 2</b>					
Capital Assets not being depreciated					
Land	\$ 2,594,657	\$ -	\$ -	\$ -	\$ 2,594,657
Construction in progress	8,097,306	7,426,869	(59,765)	-	15,464,410
Total capital assets not being depreciated	<u>10,691,963</u>	<u>7,426,869</u>	<u>(59,765)</u>	<u>-</u>	<u>18,059,067</u>
Other Capital Assets					
Buildings	264,233	-	-	-	264,233
Equipment and furniture	2,933,820	64,777	(53,208)	-	2,945,389
Infrastructure	8,863,359	16,142	(1,109)	-	8,878,392
Total other assets at historical cost	<u>12,061,412</u>	<u>80,919</u>	<u>(54,317)</u>	<u>-</u>	<u>12,088,014</u>
Less accumulated depreciation for:					
Buildings	(250,225)	(3,481)	-	-	(253,706)
Equipment and furniture	(2,017,874)	(74,051)	28,474	-	(2,063,451)
Infrastructure	(4,671,193)	(248,011)	-	-	(4,919,204)
Total accumulated depreciation	<u>(6,939,292)</u>	<u>(325,543)</u>	<u>28,474</u>	<u>-</u>	<u>(7,236,361)</u>
Total Capital Assets, net	<u>\$ 15,814,083</u>	<u>\$ 7,182,245</u>	<u>\$ (85,608)</u>	<u>\$ -</u>	<u>\$ 22,910,720</u>
<b>Hospital District No. 1</b>					
Capital Assets not being depreciated					
Land	\$ 701,739	\$ 29,137	\$ -	\$ -	\$ 730,876
Construction in progress	8,729	71,740	(900)	-	79,569
Total capital assets not being depreciated	<u>710,468</u>	<u>100,877</u>	<u>(900)</u>	<u>-</u>	<u>810,445</u>
Other Capital Assets					
Buildings	18,377,508	229,513	-	-	18,607,021
Equipment and furniture	15,487,871	661,686	(72,158)	-	16,077,399
Improvements	1,012,479	-	-	-	1,012,479
Total other assets at historical cost	<u>34,877,858</u>	<u>891,199</u>	<u>(72,158)</u>	<u>-</u>	<u>35,696,899</u>
Less accumulated depreciation for:					
Buildings	(9,363,964)	(735,856)	-	-	(10,099,820)
Equipment and furniture	(13,347,139)	(469,012)	72,158	-	(13,743,993)
Improvements	(656,929)	(50,061)	-	-	(706,990)
Total accumulated depreciation	<u>(23,368,032)</u>	<u>(1,254,929)</u>	<u>72,158</u>	<u>-</u>	<u>(24,550,803)</u>
Total Capital Assets, net	<u>\$ 12,220,294</u>	<u>\$ (262,853)</u>	<u>\$ (900)</u>	<u>\$ -</u>	<u>\$ 11,956,541</u>

NOTE 12- FIXED ASSETS (continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Reclass- ifications</u>	<u>Ending Balance</u>
<b>St. Mary Parish Library</b>					
Capital Assets not being depreciated					
Land	\$ 295,111	\$ 25,780	\$ -	\$ -	\$ 320,891
Construction in progress	-	13,500	-	-	13,500
Total capital assets not being depreciated	<u>295,111</u>	<u>39,280</u>	<u>-</u>	<u>-</u>	<u>334,391</u>
Other Capital Assets					
Buildings	6,462,069	17,893	-	-	6,479,962
Equipment and furniture	1,997,354	261,758	(124,601)	-	2,134,511
Total other assets at historical cost	<u>8,459,423</u>	<u>279,651</u>	<u>(124,601)</u>	<u>-</u>	<u>8,614,473</u>
Less accumulated depreciation for:					
Buildings	(1,681,432)	(167,571)	-	-	(1,849,003)
Equipment and furniture	(1,052,939)	(234,443)	124,601	-	(1,162,781)
Total accumulated depreciation	<u>(2,734,371)</u>	<u>(402,014)</u>	<u>124,601</u>	<u>-</u>	<u>(3,011,784)</u>
Total Capital Assets	<u>\$ 6,020,163</u>	<u>\$ (83,083)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,937,080</u>
<b>Major Components Total</b>					
Capital Assets not being depreciated					
Land	\$ 3,886,623	\$ 54,917	\$ -	\$ -	\$ 3,941,540
Construction in progress	9,764,998	8,329,584	(540,115)	(70,382)	17,484,085
Total capital assets not being depreciated	<u>13,651,621</u>	<u>8,384,501</u>	<u>(540,115)</u>	<u>(70,382)</u>	<u>21,425,625</u>
Other Capital Assets					
Buildings	29,909,492	302,626	-	-	30,212,118
Equipment and furniture	25,586,501	1,639,797	(253,938)	70,382	27,042,742
Improvements	58,827,635	815,135	-	-	59,642,770
Infrastructure	14,698,556	16,142	(1,109)	-	14,713,589
Total other assets at historical cost	<u>129,022,184</u>	<u>2,773,700</u>	<u>(255,047)</u>	<u>70,382</u>	<u>131,611,219</u>
Less accumulated depreciation for:					
Buildings	(14,194,123)	(1,008,619)	-	-	(15,202,742)
Equipment and furniture	(19,524,076)	(1,161,649)	229,204	-	(20,456,521)
Improvements	(40,091,329)	(1,664,272)	-	-	(41,755,601)
Infrastructure	(7,690,626)	(477,455)	-	-	(8,168,081)
Total accumulated depreciation	<u>(81,500,154)</u>	<u>(4,311,995)</u>	<u>229,204</u>	<u>-</u>	<u>(85,582,945)</u>
Total Capital Assets, net	<u>\$ 61,173,651</u>	<u>\$ 6,846,206</u>	<u>\$ (565,958)</u>	<u>\$ -</u>	<u>\$ 67,453,899</u>
<b>Nonmajor Components Total</b>					
Capital Assets not being depreciated					
Land	\$ 1,540,288	\$ 9,537	\$ -	\$ -	\$ 1,549,825
Improvements	2,470	-	-	-	2,470
Construction in progress	386,077	805,428	(277,426)	-	914,079
Total capital assets not being depreciated	<u>1,928,835</u>	<u>814,965</u>	<u>(277,426)</u>	<u>-</u>	<u>2,466,374</u>
Other Capital Assets					
Buildings	27,506,549	1,542,636	(3,000)	-	29,046,185
Equipment and furniture	26,486,638	1,250,184	(34,174)	-	27,702,648
Improvements	17,595,145	78,058	-	-	17,673,203
Infrastructure	184,199	3,284	-	-	187,483
Total other assets at historical cost	<u>71,772,531</u>	<u>2,874,162</u>	<u>(37,174)</u>	<u>-</u>	<u>74,609,519</u>
Less accumulated depreciation for:					
Buildings	(10,510,180)	(837,891)	3,000	-	(11,345,071)
Equipment and furniture	(14,492,202)	(1,546,417)	31,534	-	(16,007,085)
Improvements	(11,246,260)	(449,105)	-	-	(11,695,365)
Infrastructure	(150,705)	(2,784)	-	-	(153,489)
Total accumulated depreciation	<u>(36,399,347)</u>	<u>(2,836,197)</u>	<u>34,534</u>	<u>-</u>	<u>(39,201,010)</u>
Total Capital Assets, net	<u>\$ 37,302,019</u>	<u>\$ 852,930</u>	<u>\$ (280,066)</u>	<u>\$ -</u>	<u>\$ 37,874,883</u>

NOTE 12 - FIXED ASSETS (continued)

Total Components	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Reclass- ifications</u>	<u>Ending Balance</u>
Capital Assets not being depreciated					
Land	\$ 5,426,911	\$ 64,454	\$ -	\$ -	\$ 5,491,365
Improvements	2,470	-	-	-	2,470
Construction in progress	10,151,075	9,135,012	(817,541)	(70,382)	18,398,164
Total capital assets not being depreciated	<u>15,580,456</u>	<u>9,199,466</u>	<u>(817,541)</u>	<u>(70,382)</u>	<u>23,891,999</u>
Other Capital Assets					
Buildings	57,416,041	1,845,262	(3,000)	-	59,258,303
Equipment and furniture	52,073,139	2,889,981	(288,112)	70,382	54,745,390
Improvements	76,422,780	893,193	-	-	77,315,973
Infrastructure	14,882,755	19,426	(1,109)	-	14,901,072
Total other assets at historical cost	<u>200,794,715</u>	<u>5,647,862</u>	<u>(292,221)</u>	<u>70,382</u>	<u>206,220,738</u>
Less accumulated depreciation for:					
Buildings	(24,704,303)	(1,846,510)	3,000	-	(26,547,813)
Equipment and furniture	(34,016,278)	(2,708,066)	260,738	-	(36,463,606)
Improvements	(51,337,589)	(2,113,377)	-	-	(53,450,966)
Infrastructure	(7,841,331)	(480,239)	-	-	(8,321,570)
Total accumulated depreciation	<u>(117,899,501)</u>	<u>(7,148,192)</u>	<u>263,738</u>	<u>-</u>	<u>(124,783,955)</u>
Total Capital Assets, net	<u>\$ 98,475,670</u>	<u>\$ 7,699,136</u>	<u>\$ (846,024)</u>	<u>\$ -</u>	<u>\$ 105,328,782</u>

Depreciation expense for the component units were charged to functions as follows:

Governmental activities:	
General government	\$ 49,155
Drainage	1,185,773
Fire Protection	627,821
Recreation	1,101,296
Library	402,014
Tourism	144,017
Public safety	33,017
Total governmental activities depreciation expense	<u>\$ 3,543,093</u>
Business-type activities:	
Water & Sewer	\$ 2,320,912
Medical care	1,284,187
Total business-type activities depreciation expense	<u>\$ 3,605,099</u>

## NOTE 13 - LONG TERM DEBT

As of December 31, 2018, the Council's long-term debt is segregated between the amounts to be repaid from governmental activities and amounts to be repaid from business-type activities.

### Governmental Activities:

As of December 31, 2018, the governmental long-term debt of the Council consisted of the following:

#### Public Improvement Sales Tax Bonds

\$2,500,000 of General Obligation Bonds, Series 2009, were issued March 1, 2009, to improve, construct and acquire buildings, equipment, and books for the parish libraries, outside the City of Morgan City. The bonds bear interest at 3.8 to 4.0 percent and are payable through the year 2029. These bonds are to be retired from ad valorem taxes. Although the Council is servicing these bonds, the St. Mary Parish Library Fund will be expending the proceeds and will also be transferring ad valorem taxes to the Council to service the debt. These bonds are being paid from the St. Mary Parish Library General Obligation '96 Sinking Fund

\$1,680,000

\$6,865,000 of Public Improvement Sales Tax Bond, Series 2011 were issued on September 1, 2011, for the acquisition, construction, improvements, maintenance and repair of roads, capital improvements, public works and buildings, including the acquisition of sites and necessary fixtures, equipment, furnishings and appurtenance. The bonds bear interest at 3.0 to 4.25 percent and are payable through the year 2031. These bonds are being retired from the Sales Tax Bond Sinking Fund.

5,720,000

\$600,000 of Certificate of Indebtedness, Series 2011 were issued on November 22, 2011, to make capital improvements. The certificates bear interest of 1.93 percent and are payable through the year 2021. The Certificates are being paid by the Certificate of Indebtedness Sinking Fund.

203,000

#### REVENUE BONDS

\$2,190,000 Sewerage Sales Tax Refunding Bonds, Series 2015, were issued April 17, 2015, to repay \$2,135,000 of Sewerage Sales Tax Bonds Series 2006. The bonds bear interest of 2.09% and are payable through 2025. The bonds are to be retired from the Three-fourths Percent Sales Tax and are paid from the Three-fourths Percent Sales Tax Bond Sinking Fund.

1,730,000

NOTE 13 - LONG TERM DEBT (continued)

\$3,490,000 Jail Refunding and Revenue Bonds, Series 2010, were issued March 1, 2010, to repay \$2,290,000 of Revenue Refunding Bonds, Series 2004 and for renovating, improving, and equipping existing Jail Facilities. The Bonds bear interest of 3.83 percent and are payable through the year 2020. The bonds are to be retired from the net revenue derived from the operations of the jail facilities and are paid from the Jail Revenue Bond Sinking Fund. \$ 815,000

\$2,345,000 of revenue refunding bonds, Series 2012, were issued on November 1, 2012, for the refunding of revenue bonds issued on January 27, 2005, Certificates of Indebtedness, Series 2006A, Certificates of Indebtedness, Series 2006B, and revenue bonds issued August 7, 2007. The bonds bear interest of 1.45 to 1.7 percent and are payable through the year 2019. These bonds are being retired from ad valorem taxes from the Certificate of Indebtedness Sinking Fund. 95,000

\$3,890,000 of Sewerage Sales Tax refunding bonds, Series 2012, were issued on October 1, 2012, for the purpose of refunding \$3,810,000 of Sewerage Sales Tax Bonds, Series 2004 and paying the cost of issuance of the bonds. The bonds bear interest of 2.0 to 2.75 percent and are payable through the year 2024. The bonds are to be retired from the Three-fourths percent Sales Tax and are paid from the Three-fourths Percent Sales Tax Bond Sinking Fund. 2,380,000

Plus original issue premium, amortized on straight-line basis 33,376

\$10,000,000 of Limited Tax Revenue Bonds, Series 2018 were issued on June 1, 2018 to improve roads, streets and bridges including drainage and other improvements associated therein. The bonds bear interest at 3.83 percent and are payable through 2038. These bonds are being retired from the Certificates of Indebtedness Sinking Funds. 10,000,000

Accrued compensated absences-all noncurrent 242,000

Total Governmental Activity Debt \$22,898,376

NOTE 13 - LONG TERM DEBT (continued)

Business-type Activities:

As of December 31, 2018, the long-term debt payable from proprietary fund resources consisted of the following:

Portion of \$8,915,000 of Solid Waste Sales Tax Bonds, Series 2010, remaining outstanding after 2017 refunding. That were issued on December 21, 2010 for the purpose of constructing and acquiring improvements at the parish landfill. The certificates bear interest of 4 to 4.125 percent and are payable through the year 2020. The bonds are to be retired from the three-fourths percent sales tax and excess operating revenues from the landfill and are to be paid from the Reduction and Transfer Fund

\$695,000

\$6,010,000 of Solid Waste Sales Refunding Tax Bonds, Series 2017, were issued on July 13, 2017 for the purpose of constructing and acquiring improvements at the parish landfill. The certificates bear interest of 1.75 to 5 percent and are payable through the year 2028. The bonds are to be retired from the three-fourths percent sales tax and excess operating revenues from the landfill and are to be paid from the Reduction and Transfer Fund

6,010,000

Plus original issue premium

545,124

\$4,945,000 of Solid Waste Sales Tax Bonds, Series 2013, were issued on April 9, 2013 for the partial refunding of Solid Waste Bonds, Series 2008. The Certificates bear interest of 2.0 to 3.25 percent and payable through the year 2024. The bonds are to be retired from the three-fourths percent sales tax and excess operating revenues from the landfill and are to be paid from the Reduction and Transfer Fund

3,075,000

Total Enterprise Indebtedness

\$10,325,124

NOTE 13 - LONG TERM DEBT (continued)

At December 31, 2018, \$12,010,000 of the Council's outstanding bonds are considered defeased.

The Council is subject to certain affirmative and negative covenants pursuant to its bond and debt agreements. These covenants include but are not limited to:

- 1 Establishment and funding of certain debt service funds
- 2 Preparation and adoption of budgets
- 3 Preparation and independent audit of financial statements
- 4 Restriction as to additional debt issuance
- 5 Restriction as to investments

Long-term liability activity for the year ended December 31, 2018, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due within One Year</u>
<b>Governmental Activities:</b>					
<b>Bonds payable:</b>					
General obligation Debt	\$ 8,086,000		\$ (483,000)	\$ 7,603,000	\$ 505,000
Revenue bonds	6,100,000	\$ 10,000,000	(1,080,000)	15,020,000	1,220,000
Original issue premium	39,376	-	(6,000)	33,376	6,000
Total bonds payable	<u>14,225,376</u>	<u>10,000,000</u>	<u>(1,569,000)</u>	<u>22,656,376</u>	<u>1,731,000</u>
<b>Other liabilities:</b>					
Compensated absences	230,000	12,000	-	242,000	-
Total other liabilities	<u>230,000</u>	<u>12,000</u>	<u>-</u>	<u>242,000</u>	<u>-</u>
<b>Governmental activities long-term liabilities</b>	<u>\$ 14,455,376</u>	<u>\$ 10,012,000</u>	<u>\$ (1,569,000)</u>	<u>\$ 22,898,376</u>	<u>\$ 1,731,000</u>
<b>Business-type Activities</b>					
<b>Bonds payable:</b>					
Landfill debt	\$ 10,575,000		\$ (795,000)	\$ 9,780,000	\$ 830,000
Original issue premium	609,124	-	(64,000)	545,124	64,000
<b>Business-type activities long-term liabilities</b>	<u>\$ 11,184,124</u>	<u>\$ -</u>	<u>\$ (859,000)</u>	<u>\$ 10,325,124</u>	<u>\$ 894,000</u>

NOTE 13 - LONG TERM DEBT (continued)

Debt Maturity

Debt service requirements of the Council (excluding compensated absences and premiums or discounts) at December 31, 2018 were as follows:

Year Ended December 31,	Governmental Activities - Bonds			
	General Obligation		Revenue Bonds	
	Principal	Interest	Principal	Interest
2019	\$ 505,000	\$ 297,191	\$ 1,220,000	\$ 688,422
2020	533,000	278,251	1,095,000	463,888
2021	555,000	258,239	955,000	435,520
2022	510,000	240,494	1,050,000	407,186
2023	540,000	219,894	1,085,000	376,162
2024-2028	3,110,000	752,470	3,295,000	1,465,636
2029-2033	1,850,000	144,882	2,860,000	944,667
2034-2038	-	-	3,460,000	341,445
Total	<u>\$ 7,603,000</u>	<u>\$ 2,191,421</u>	<u>\$ 15,020,000</u>	<u>\$ 5,122,926</u>

	Business-type Activities Solid Waste		Council's Total Debt		
	Landfill Debt		Principal	Interest	Total
	Principal	Interest			
2019	\$ 830,000	\$ 339,769	\$ 2,555,000	\$ 1,325,382	\$ 3,880,382
2020	855,000	312,709	2,483,000	1,054,848	3,537,848
2021	880,000	287,726	2,390,000	981,485	3,371,485
2022	905,000	265,407	2,465,000	913,087	3,378,087
2023	930,000	241,269	2,555,000	837,325	3,392,325
2024-2028	5,380,000	637,880	11,785,000	2,855,986	14,640,986
2029-2033	-	-	4,710,000	1,089,549	5,799,549
2034-2038	-	-	3,460,000	341,445	3,801,445
	<u>\$ 9,780,000</u>	<u>\$ 2,084,760</u>	<u>\$ 32,403,000</u>	<u>\$ 9,399,107</u>	<u>\$ 41,802,107</u>

NOTE 13 - LONG TERM DEBT (continued)

OBLIGATIONS PAYABLE BY COMPONENT ENTITIES ARE AS FOLLOWS:

MAJOR COMPONENTS

Water & Sewer Commission No. 2

\$1,400,000 for General Obligation Bonds, Series 2002 were issued in 2002 for the purpose of constructing and acquiring improvements to the waterworks and sewer plant and systems. The bonds bear interest at rates ranging from 1.75 percent to 3.0 percent and are payable through the year 2020. The bonds are being retired from the operating revenues of Water & Sewer Commission No. 2 \$195,000  
 Total for Water & Sewer Commission No. 2 \$195,000

Water & Sewer Commission No. 3 formally Sewerage District No. 5

Compensated absences \$13,232

On June 6, 2013 the District executed a Cooperative Endeavor Agreement whereby the Parish will fund the cost of the Bakertown Sewer Project and the District will reimburse the Parish 15% of such costs. Repayment is five annual installments representing a minimum of one-fifth of the District's representative share of the costs. The loan is non-interest Bearing. 65,527  
 Total for Water & Sewerage Commission No. 3 \$78,759

Water & Sewer Commission No. 4

\$350,000 of Water Improvement Bonds, Series 2007, were issued in 2007. The bonds bear interest at 4.119 percent and are payable in annual installments of \$16,000-\$30,000 through August 2022. \$114,000

\$1,200,000 of General Obligation Bonds, Series 2008 were issued in 2008. The bonds bear interest at 3.94 percent and are payable in annual installments of 35,000-\$95,000 through March 2028. 755,000

\$3,000,000 General Obligation Bond Series 2014, issued July 2014 for construction improvements to the waterworks plant and system, payable in annual installments of \$175,000 to \$260,000 through 2028; semi-annual interest payable at 0.25% to 3.00% per annum. 2,275,000

\$900,000 Water Revenue Notes Payable Bonds, due in monthly installments of \$4,230 beginning January 27, 2003; payable over 40 years; interest rate of 4.75% per annum 712,550

\$655,000 General Refunding Bonds, Series 2016, dated June 22, 2016; due in annual installments of \$75,000 to \$90,000 through March 1, 2024; interest Payable at 1.875 percent to 2.25 percent 500,000

Compensated absences 102,920

NOTE 13 - LONG TERM DEBT (continued)

(Formally Sewerage District No. 9)

\$1,100,000 on Sewerage Revenue Bonds were issued in 2000 for the purpose of constructing and acquiring improvements to the sewerage system. The bonds bear interest at 4.50 percent and are payable through the year 2042.

Total Water & Sewer Commission No. 4

840,061  
\$5,299,531

Consolidated Gravity District No. 1

\$272,898 Capital Lease Payable with payment due monthly collateralized by equipment. Lease includes provisions for additional incremental payments in the event the equipment is used more than certain amounts. These additional payments have not been included in the lease liability

238,075

\$221,482 Capital Lease Payable with payment due monthly collateralized by equipment. Lease includes provisions for additional incremental payments in the event the equipment is used more than certain amounts. These additional payments have not been included in the lease liability

206,818

Total for Consolidated Gravity Drainage District No. 1

\$444,893

Consolidated Gravity Drainage No. 2

\$6,320,000 of General Obligation Bonds, Series 2009, payable in annual installments of \$175,000 to \$380,000 with interest at 4.00 to 5.00 percent payable through March 1, 2022. During 2017, the bond maturities for the years 2023 through 2029 were defeased.

1,370,000

\$3,280,000 of General Obligation Refunding Bonds, Series 2014, payable in annual installments of \$285,000 to \$505,000 through March 1, 2025, with an interest rate of 2.39%

1,530,000

\$3,130,000 of General Obligation Refunding Bonds, Series 2017, payable in annual installments of \$360,000 to \$535,000 with interest at 3.00 to 4.00 percent payable through March 1, 2029

3,130,000

\$6,115,000 of General Obligation Bonds, Series 2017, payable in annual installments of \$65,000 to \$565,000 with interest at 2.00 To 4.00 percent payable through March 1, 2037

6,115,000

Plus original issue premium

694,113

Total for Consolidated Gravity Drainage District No. 2

\$12,839,113

NOTE 13 - LONG TERM DEBT (continued)

Hospital Service District No. 1

\$5,000,000 of revenue bonds were issued in 2007. The bonds bear interest at 4.25 percent and are payable through the year 2047. \$3,995,941

\$6,295,462 of revenue bonds were issued in 2010. The bonds bear interest at 4.45 percent and are payable through the year 2027. 1,312,262

Capital Lease Payable dated July 19, 2018, bearing interest of 2.63 percent maturing July 19, 2023 with payments due monthly collateralized by lab equipment. 53,685

\$92,516 Capital Lease Payable dated October 1, 2016, bearing interest of 1.14 percent maturing September 1, 2012 with payment due monthly collateralized by lab equipment 68,788

Total for Hospital Service District No. 1 \$5,430,676

Total for Major Components \$24,287,972

NOTE 13 - LONG TERM DEBT (continued)

NONMAJOR COMPONENTS

Waterworks District No.5

\$1,305,000 of Public Improvement refunding bonds were issued in 2006 to partially refund previously issued debt. The bonds bear interest at 4.33% and are payable through the year 2020.

\$290,000

Total Waterworks District No. 5

\$290,000

Wax Lake East Drainage District

\$1,775,000 General Obligation Refunding Bonds Series 2013, issued May 1, 2013, paid in annual installments of \$145,000 to \$210,000 through 2023 with an interest rate of 1.77%

\$985,000

Total for Wax Lake East Drainage District

\$985,000

Fire Protection District No. 2

The District entered into two capital lease agreements for financing the acquisition of fire trucks. Annual payments due on January 15 of each year for seven years beginning January 15, 2014, in the amount of \$27,340 at a fixed interest rate of 2.79%. Annual payments due on September 22 of each year with an initial lease payment of \$50,000 due September 22, 2016 and seven payments in the amount of \$38,099 at a fixed Interest rate of 3.20% beginning September 22, 2017.

\$225,714

Total for Fire Protection District No. 2

\$225,714

Fire Protection District No. 3

Capital Lease Payable dated October 1, 2018 bearing interest of 2.94 percent maturing October 1, 2018 with payment due monthly collateralized by equipment

\$429,325

Total for Fire Protection District No. 3

\$429,325

NOTE 13 - LONG TERM DEBT (continued)

Fire Protection District No. 7

\$750,000 of General Obligation Bonds were issued in 2008 for the purpose of acquiring, constructing, and improving fire protection facilities and equipment, including purchasing and equipping a ladder truck. The bonds bear interest at 3.95 percent and are payable through the year 2023. The bonds are to be retired with ad valorem taxes. \$115,000

\$1,250,000 of General Obligation Bonds were issued on August 30, 2012 for the purpose of acquiring, constructing, and improving fire protection facilities, machinery, and equipment. The bonds bear interest at a rate of 3.15 percent and are payable through the year 2032. The bonds are to be retired with ad valorem taxes by the debt service fund. 954,000

Total Fire Protection District No. 7 \$1,069,000

Fire Protection District No. 11

\$400,000 Limited Tax Revenue Bonds, Series 2012 dated September 6, 2012, the bonds are payable in annual installments of \$47,000 to \$54,000 through March 1, 2020 and bear interest at 2.12 percent. The bonds are being retired from valorem taxes. \$107,000

Total Fire Protection District No. 11 \$107,000

NOTE 13 - LONG TERM DEBT (continued)

Recreation District No. 2

\$2,000,000 of 10 year general obligation bonds were issued in 2012 for the purpose of acquiring, constructing, or improving the parks, recreation centers and other recreation facilities. \$855,000

Total Recreation District No. 2 \$855,000

Recreation District No. 3

\$250,000 General Obligation Bonds, Series 2005, due in annual installments of \$5,000 to \$25,000 through March 1, 2025, interest fixed at 3.95 percent payable from ad valorem taxes. Issued for the purpose of constructing, equipping and furnishing an addition to the community center and improving existing parks and other recreational facilities. \$ 54,000

\$700,000 General Obligation Bonds, Series 2010, due in annual installments of \$35,000 to \$70,000 through March 1, 2023, interest fixed at 3.42 percent payable from ad valorem taxes. Issued to construct or improve facilities. 330,000

\$812,000 Limited Tax Refunding Bonds, Series 2018, due in annual installments of \$127,000 to \$145,000 through March 1, 2024, interest fixed at 3.12% payable from ad valorem taxes of the District. Issued to redeem its outstanding Series 2013 Limited Tax Bonds and Series 2014 Certificate of Indebtedness 812,000

\$215,000 General Obligation Refunding Bonds, Series 2018, due in installments of \$41,000 to \$45,000 through March 1, 2023, interest fixed at 3.05% payable from ad valorem taxes to be levied by the District. Issued to redeem its outstanding Series 2013 Bonds, Series 2005 Bonds, Series 2010 General Obligation Bonds 215,000

Total for Recreation District No. 3 \$1,411,000

NOTE 13 - LONG TERM DEBT (continued)

Recreation District No. 5

\$745,000 of General Obligation Refunding Bonds, Series 2015 were issued on April 8, 2015 in order to refund General Obligation Bonds, issued on December 1, 2002. The new bonds bear interest at rates of 1.94 percent and are payable through the year 2022. The new bonds are being retired from ad valorem taxes by the Debt Service Fund.

\$447,000

Total for Recreation District No. 5

\$447,000

Atchafalaya Golf Course

The Atchafalaya Golf Course entered into a lease purchase agreement to acquire various pieces of equipment for maintenance and upkeep of golf course. In 2015, the Atchafalaya Golf Course entered into a lease purchase agreement to acquire 66 new golf carts and 1 new beverage cart. In 2012 the Commission entered into a lease purchase agreement to acquire various pieces of equipment for maintenance and upkeep of the golf course. These lease agreements are capital leases and have been recorded at the present value of the future minimum lease payments as of the lease inception.

\$243,000

Total for Atchafalaya Golf Course

\$243,000

St. Mary Parish Tourist Commission

\$1,700,000 of Economic Development Bonds, Series 2004 were issued in November 2004, for the purpose of constructing, equipping and furnishing a new welcome center and constructing the Atchafalaya Golf Course at Idlewild. Bond principal matures in varying annual amounts from 2006 to 2020. Interest rates vary from 2.7 percent to 4.6 percent. The bonds are being retired through excess revenues of the Tourist Commission.

\$295,000

\$600,000 of Economic Development Bonds, Series 2009, were issued in October 2009 for the purpose of the costs of construction, equipping, & furnishing a new welcome center. Bond principle matures in varying annual amounts from 2009 to 2019. The interest rate is 3.72 percent. The bonds are being retired through excess revenues of the Tourist Commission.

140,000

Total for St. Mary Parish Tourist Commission

\$435,000

St. Mary Parish Clerk of Court

Compensated Absences

\$17,965

Total for the St. Mary Parish Clerk of Court

\$17,965

Total Nonmajor Components

\$6,515,004

Total Component Units

\$30,802,976

NOTE 13 - LONG TERM DEBT (continued)

Long-term liability activity for the component units for 2018 was as follows:

Major Components	Beginning Balance	Consolidation Additions	Additions	Reductions	Ending Balance	Amounts Due within One Year
<b>Water and Sewer Commission No. 2</b>						
Bonds Payable:						
General Obligation Debt	\$ 285,000	-	-	\$ (90,000)	\$ 195,000	\$ 95,000
Total Bonds Payable	285,000	-	-	(90,000)	195,000	95,000
<b>Water and Sewer Commission No. 4</b>						
Bonds Payable:						
General Obligation Debt	3,995,000	-	-	(351,000)	3,644,000	357,000
Revenue Bonds	1,590,692	-	-	(38,081)	1,552,611	-
Compensated Absences	102,049	-	871	-	102,920	-
Total	5,687,741	-	871	(389,081)	5,299,531	357,000
<b>Consolidated Gravity Drainage District No. 1</b>						
Capital Leases Payable	-	-	444,893	-	444,893	93,308
Total	-	-	444,893	-	444,893	93,308
<b>Consolidated Gravity Drainage District No. 2</b>						
Bonds Payable:						
General Obligation Debt	13,643,239	-	-	(804,126)	12,839,113	635,420
Total Bonds Payable	13,643,239	-	-	(804,126)	12,839,113	635,420
<b>Water and Sewer Commission No. 3</b>						
Bonds Payable:						
General Obligation Debt	131,054	-	-	(65,527)	65,527	65,527
Total Bonds Payable	131,054	-	-	(65,527)	65,527	65,527
Other Liabilities:						
Compensated Absences	7,215	-	6,017	-	13,232	-
Total other liabilities	7,215	-	6,017	-	13,232	-
Total	138,269	-	6,017	(65,527)	78,759	65,527
<b>Hospital Service District No. 1</b>						
Bonds Payable:						
Revenue Bonds	5,873,070	-	-	(564,867)	5,308,203	526,258
Other Liabilities:						
Capital Leases Payable	94,100	-	57,400	(29,027)	122,473	30,950
Total debt	5,967,170	-	57,400	(593,894)	5,430,676	557,208
<b>Total Major Components</b>	<b>\$ 25,721,419</b>	<b>\$ -</b>	<b>\$ 509,181</b>	<b>\$ (1,942,628)</b>	<b>\$ 24,287,972</b>	<b>\$ 1,803,463</b>
<b>Nonmajor Components</b>						
<b>Waterworks District No. 5</b>						
Bonds Payable:						
General Obligation Debt	\$ 425,000	-	-	\$ (135,000)	\$ 290,000	\$ 140,000
Total Bonds Payable	425,000	-	-	(135,000)	290,000	140,000
<b>Water and Sewer Commission No. 5</b>						
Bonds Payable:						
Revenue Bonds	125,588	-	-	(125,588)	-	-
Total Bonds Payable	125,588	-	-	(125,588)	-	-
<b>Wax Lake East Drainage District</b>						
Bonds Payable:						
General Obligation Debt	1,155,000	-	-	(170,000)	985,000	180,000
Total Bonds Payable	1,155,000	-	-	(170,000)	985,000	180,000
<b>Fire Protection District No. 2</b>						
Capital Leases Payable	282,334	-	-	(56,620)	225,714	58,344
Total other liabilities	282,334	-	-	(56,620)	225,714	58,344

NOTE 13 - LONG TERM DEBT (continued)

	Beginning Balance	Consolidation Additions	Additions	Reductions	Ending Balance	Amounts Due within One Year
<b>Fire Protection District No. 3</b>						
Bonds Payable:						
General Obligation Debt	-	-	429,325	-	429,325	81,005
Total Bonds Payable	-	-	429,325	-	429,325	81,005
<b>Fire Protection District No. 7</b>						
Bonds Payable:						
General Obligation Debt	1,177,000	-	-	(108,000)	1,069,000	110,000
Total Bonds Payable	1,177,000	-	-	(108,000)	1,069,000	110,000
<b>Fire Protection District No. 11</b>						
Bonds Payable:						
Revenue Bonds	159,000	-	-	(52,000)	107,000	53,000
Total Bonds Payable	159,000	-	-	(52,000)	107,000	53,000
<b>Recreation District No. 1</b>						
Bonds Payable:						
General Obligation Debt	90,000	-	-	(90,000)	-	-
Total Bonds Payable	90,000	-	-	(90,000)	-	-
<b>Recreation District No. 2</b>						
Bonds Payable:						
General Obligation Debt	1,060,000	-	-	(205,000)	855,000	210,000
Total Bonds Payable	1,060,000	-	-	(205,000)	855,000	210,000
<b>Recreation District No. 3</b>						
Bonds Payable:						
General Obligation Debt	1,753,000	-	1,027,000	(1,369,000)	1,411,000	253,000
Total Bonds Payable	1,753,000	-	1,027,000	(1,369,000)	1,411,000	253,000
<b>Recreation District No. 5</b>						
Bonds Payable:						
General Obligation Debt	551,000	-	-	(104,000)	447,000	106,000
Total Bonds Payable	551,000	-	-	(104,000)	447,000	106,000
<b>Atchafalaya Golf Course</b>						
Bonds Payable:						
Capital Leases Payable	355,393	-	-	(112,393)	243,000	112,393
Total Bonds Payable	355,393	-	-	(112,393)	243,000	112,393
<b>St. Mary Parish Tourist Commission</b>						
General Obligation Debt	635,000	-	-	(200,000)	435,000	435,000
Total Bonds Payable	635,000	-	-	(200,000)	435,000	435,000
<b>St. Mary Parish Clerk of Court</b>						
Compensated Absences Payable	17,965	-	-	-	17,965	-
Total other liabilities	17,965	-	-	-	17,965	-
<b>Total Nonmajor Components.</b>	<u>\$ 7,786,280</u>	<u>\$ -</u>	<u>\$ 1,456,325</u>	<u>\$ (2,727,601)</u>	<u>\$ 6,515,004</u>	<u>\$ 1,738,742</u>
<b>Total Component Units</b>	<u>\$ 33,507,699</u>	<u>\$ -</u>	<u>\$ 1,965,506</u>	<u>\$ (4,670,229)</u>	<u>\$ 30,802,976</u>	<u>\$ 3,542,205</u>

NOTE 13 - LONG TERM DEBT (continued)

Debt Maturity

Debt Service Requirements (excluding compensated absences and premiums or discounts) at the component's 2018 year ends, are as follows:

Major Components	General Obligation		Revenue Bonds		Capital Leases	
	Principal	Interest	Principal	Interest	Principal	Interest
<b>Water and Sewer Commission No. 2</b>						
2019	95,000	4,306				
2020	100,000	1,500				
Total	<u>\$ 195,000</u>	<u>\$ 5,806</u>				
<b>Water and Sewer Commission No. 3</b>						
2019	65,527	-				
Total	<u>\$ 65,527</u>	<u>\$ -</u>				
<b>Water and Sewer Commission No. 4</b>						
2019	357,000	98,892	39,874	70,814		
2020	368,000	90,767	41,751	68,937		
2021	389,000	82,283	43,716	66,972		
2022	400,000	71,564	45,775	64,913		
2023	385,000	60,413	47,929	62,759		
2024-2028	1,745,000	136,664	275,696	277,743		
2029-2033	-	-	347,007	206,433		
2034-2038	-	-	436,781	116,658		
2039-2043	-	-	274,082	18,334		
Total	<u>\$ 3,644,000</u>	<u>\$ 540,583</u>	<u>\$ 1,552,611</u>	<u>\$ 953,563</u>		
<b>Consolidated Gravity</b>						
<b>Drainage District No. 1</b>						
2019					93,308	14,084
2020					96,627	10,765
2021					100,064	7,328
2022					103,623	3,769
2023					51,271	560
Total					<u>\$ 444,893</u>	<u>\$ 36,506</u>
<b>Consolidated Gravity</b>						
<b>Drainage District No. 2</b>						
2019	575,000	420,300				
2020	610,000	399,916				
2021	640,000	379,517				
2022	670,000	356,918				
2023	705,000	336,180				
2024-2028	4,035,000	1,335,786				
2029-2033	2,770,000	691,500				
2034-2037	2,140,000	218,000				
Total	<u>\$ 12,145,000</u>	<u>\$ 4,138,117</u>				
<b>Hospital Service District No. 1</b>						
2019			557,208	215,466		
2020			622,186	194,661		
2021			532,365	167,958		
2022			119,551	155,513		
2023			120,356	150,540		
2024-2028			639,084	674,916		
2029-2033			790,100	523,900		
2034-2038			976,803	337,197		
2039-2043			1,073,023	107,589		
Total			<u>\$ 5,430,676</u>	<u>\$ 2,527,740</u>		
<b>Total Major Components</b>	<u>\$ 16,049,527</u>	<u>\$ 4,684,506</u>	<u>\$ 6,983,287</u>	<u>\$ 3,481,303</u>	<u>\$ 444,893</u>	<u>\$ 36,506</u>

NOTE 13 - LONG TERM DEBT (continued)

Nonmajor Components

	General Obligation		Revenue Bonds		Capital Leases	
	Principal	Interest	Principal	Interest	Principal	Interest
<b>Waterworks District No. 5</b>						
2019	140,000	12,558				
2020	150,000	6,496				
Total	<u>\$ 290,000</u>	<u>\$ 19,054</u>				

**Wax Lake East Drainage District**

2019	\$ 180,000	\$ 15,860
2020	190,000	12,582
2021	200,000	9,126
2022	205,000	5,538
2023	210,000	1,861
Total	<u>\$ 985,000</u>	<u>\$ 44,967</u>

**Fire Protection District No. 2**

2019	58,344	7,094
2020	60,119	5,319
2021	34,613	3,486
2022	35,738	2,361
2023	36,900	1,199
Total	<u>\$ 225,714</u>	<u>\$ 19,459</u>

**Fire Protection District No. 3**

2019	81,005	12,510
2020	83,365	10,150
2021	85,794	7,721
2022	88,294	5,221
2023	90,867	2,648
Total	<u>\$ 429,325</u>	<u>\$ 38,250</u>

**Fire Protection District No. 7**

2019	110,000	32,641
2020	117,000	28,606
2021	59,000	25,594
2022	61,000	23,704
2023	62,000	21,767
2024-2028	344,000	77,553
2029-2032	316,000	20,498
Total	<u>\$ 1,069,000</u>	<u>\$ 230,363</u>

**Fire Protection District No. 11**

2018		
2019	\$ 53,000	\$ 1,423
2020	54,000	856
Total	<u>\$ 107,000</u>	<u>\$ 2,279</u>

NOTE 13 - LONG TERM DEBT (continued)

	General Obligation		Revenue Bonds		Capital Leases	
	Principal	Interest	Principal	Interest	Principal	Interest
<b>Recreation District No. 2</b>						
2019	210,000	15,300				
2020	210,000	11,016				
2021	215,000	6,681				
2022	<u>220,000</u>	<u>2,244</u>				
Total	<u>\$ 855,000</u>	<u>\$ 35,241</u>				
<b>Recreation District No. 3</b>						
2019	253,000	40,689				
2020	257,000	32,879				
2021	247,000	24,744				
2022	251,000	16,786				
2023	256,000	8,690				
2024-2027	<u>147,000</u>	<u>2,341</u>				
Total	<u>\$ 1,411,000</u>	<u>\$ 126,129</u>				
<b>Recreation District No. 5</b>						
2019	106,000	8,000				
2020	111,000	5,000				
2021	112,000	3,000				
2022	<u>118,000</u>	<u>1,000</u>				
Total	<u>\$ 447,000</u>	<u>\$ 17,000</u>				
<b>Atchafalaya Golf Course</b>						
2019					149,102	4,791
2020					49,062	1,545
2021					<u>44,836</u>	<u>1,391</u>
Total					<u>\$ 243,000</u>	<u>\$ 7,727</u>
<b>St. Mary Parish Tourist Commission</b>						
2019	215,000	8,515				
2020	<u>220,000</u>	<u>2,860</u>				
Total	<u>\$ 435,000</u>	<u>\$ 11,375</u>				
<b>Total Nonmajor Components</b>	<u>\$ 5,492,000</u>	<u>\$ 484,129</u>	<u>\$ 107,000</u>	<u>\$ 2,279</u>	<u>\$ 898,039</u>	<u>\$ 65,436</u>
<b>Total Component Units</b>	<u>\$ 21,541,527</u>	<u>\$ 5,168,635</u>	<u>\$ 7,090,287</u>	<u>\$ 3,483,582</u>	<u>\$ 1,342,932</u>	<u>\$ 101,942</u>

NOTE 14- CAPITAL LEASE

The Council entered into a lease purchase agreement to acquire a new gradall and two new tractors. This agreement qualified as a capital lease for accounting purposes and therefore the obligation was recorded at the present value of the future minimum lease payments as of the lease inception.

The total cost of the equipment in the amount of \$519,623 was financed. The term of the lease is 60 months beginning January 15, 2017 and ending December 15, 2021 and the Council is to pay \$9,581 each month beginning January 15, 2017.

As of December 31, 2018, the gradall and tractors are reported at \$389,713 (\$519,623 less \$129,910 for accumulated depreciation) in the Statement of Net Position as equipment and furniture.

In the year 2018 \$64,955 of depreciation was taken on the equipment.

The future minimum lease obligations and the net present value of the minimum lease payments as of December 31, 2018 is as follows:

Year ending December 31

2019	\$ 114,978
2020	114,978
2021	<u>114,978</u>
Total minimum lease payments	\$344,934
Less: Interest portion	<u>(17,934)</u>
Present value of minimum lease payments	<u>\$327,000</u>

## NOTE 15 - CONDUIT DEBT OBLIGATION AND ECONOMIC DEVELOPMENT GRANTS

The Council works with the Louisiana Economic Development Corporation (LEDC) to assist certain private entities in expanding their business in order to create jobs in the parish.

LEDC assists these private businesses by issuing grants to the Council, that the Council in turn uses to acquire assets to be leased to the private businesses. The businesses agree to use the assets to create a specified number of new jobs. At the end of the lease, the assets become the property of the business. If the businesses fail to create the agreed number of new jobs, the LEDC may require repayment of the grant by the business. During 2018 the LEDC and the Council were assisting a local business under this program.

In 2004, the Council and another business entered into an economic development award contract with LEDC for \$450,000. According to this contract, the Council is responsible for acquiring and refurbishing a building, then leasing the building to the private business entity. Under the contract, the private business entity is responsible for starting and operating a business and creating certain jobs in the future. The LEDC is responsible for reimbursing the Council for the purchase of the building and renovations up to \$450,000. The money is to be used to purchase and refurbish a building to be owned by the Council. Upon completion of the renovations, the building is to be leased to the private business entity. During 2005 the Council completed the project and received the final reimbursement from LEDC. The business began its operations in 2005. The business failed to create the specified number of jobs in 2011 and in prior years. Due to the business' failure to provide the agreed upon number of jobs, in October 2011 LEDC demanded repayment of principle and interest of \$202,269. The business began making monthly payments of \$1,700 in December 2011 and is currently making monthly payments of \$5,300 on this debt. The Council is not responsible for any repayments related to this debt.

In addition, the Council was assisting another local businesses by issuing Revenue Bonds in the business's behalf.

In 2007 the I D Board issued \$2.1 million of Tax Exempt Revenue Bonds to assist with the development of a new business. These Bonds are secured solely by properties owned by the business and revenues earned by the business and a guarantee by its affiliated company. In 2009, all of the approved bond proceeds had been drawn and utilized by the Company and the project was complete. The Company began making principle payments in 2010 and the outstanding balance of the debt was \$1,032,511 at December 31, 2018.

Neither the Council, nor any political subdivision thereof is obligated in any manner for repayment of any of the above described debt. Accordingly, the debt is not reported as liabilities in the accompanying financial statements.

At December 31, 2018, \$1,032,511 of conduit debt was outstanding.

## NOTE 16 - VENTURES WITH OTHER GOVERNMENTS

The Council is participating in an agreement with the City of Franklin (City) for the operation of sewerage facilities for the City and surrounding Parish areas. The City government operates the system including budgetary and financial matters and the Council does not participate in the operation or management of the system. The Council reimburses the City for thirty percent of the operating costs. The Council, in turn, is reimbursed for 33% of its share by St. Mary Parish Water and Sewer Commission No. 4. The fiscal year for the project ends April 30, 2018.

Total revenues for the year ended April 30, 2018, were approximately \$236,000; total expenditures were approximately \$476,000. Separate balance sheet amounts are not readily available at year end.

The City maintains separate financial information for this project, which is included in its financial report for the year ended April 30, 2018, which is available from the Chief Financial Officer of the City of Franklin.

The City, Parish, and the St. Mary Parish Consolidated Drainage District No. 1 (District) have agreed to set up a fund for maintenance of the Yokely Pumping Station. Each of the three is to place in a Capital Maintenance Fund money in the amount of \$3,333 per year until the amount reaches the sum of \$50,000. At any time the fund falls below \$50,000 each entity is to replenish the fund on the same equal basis up to \$50,000. The District is in charge of overseeing the Capital Maintenance Fund. The District maintains separate financial information for this project, which is included in its financial report for the year ended September 30, 2018, which is available from the Clerk of the St. Mary Parish Council. Total revenues for the year ended September 30, 2018, were approximately \$10,000; total expenditures were approximately \$11,000. At September 30, 2018, total assets were approximately \$41,000 and the total fund balance was approximately \$38,000.

In 2009 the City, the Council, and the District entered into another intergovernmental agreement with the State of Louisiana to fund Phase II of the Yokely Project. The total estimated cost of this phase of the project is \$1,666,650, with the State's share being 70% of the cost or \$1,166,650 and the local share of the project being 30% or \$500,000. The City, the Council, and the District are each responsible for one-third of the local share. The Council has made payments totaling approximately \$109,000 through 2018. The City is in charge of overseeing the project until completion and will maintain financial information on the project which will be available from the City's Chief Financial Officer.

The Council entered into an agreement with Franklin City Court to provide 34% of the operation expenses for the Court and Marshal's office. The Council's share totaled approximately \$122,000 in 2018.

NOTE 16 - VENTURES WITH OTHER GOVERNMENTS (continued)

Water & Sewer Commission No. 4

In 1995, the Commission (through the abolished Sewerage District No. 9) entered into an agreement with the Sovereign Nation of the Chitimacha (Tribe) for the construction, operation and maintenance of sanitary sewerage collection and treatment facilities. During 2007 the District was merged into Water and Sewer Commission No. 4 (Commission). The Commission assumed all assets and obligations of the District. The agreement shall be binding on the Commission and Tribe for a period of 40 years. The Commission is responsible for the construction, administration, operation and maintenance of the joint service components. The costs associated with the construction of the sewer treatment facility shall be shared equally by the Commission and the Tribe up to \$425,000 each. Ownership shall vest to the Commission and the Tribe in relation of their cost contribution in proportion to the total costs of the construction.

The Commission shall be responsible for the proper physical operation and maintenance of all joint service components constructed under the agreement. The Tribe shall pay to the District their pro-rata share of the costs of operating and maintaining the joint service components. No significant transaction related to this agreement occurred during the year.

Water and Sewer Commission No. 2

All of the water sold by St. Mary Parish Water and Sewer Commission No. 2 (Commission) is obtained from Berwick-Bayou Vista Joint Waterworks Commission. The Berwick-Bayou Vista Joint Waterworks Commission was created and established with the sole responsibility and duty to maintain, operate, and administer the joint water treatment plant for the Commission and Town of Berwick. The water treatment plant was constructed and is owned by the Commission and the Town of Berwick, Louisiana. The Commission and the Town of Berwick appoint the members of the Board of Commissioners for the Joint Waterworks Commission. The Commission's portion of the cost of the plant is carried in property, plant and equipment. Amounts reported as an investment in joint water works represents the Commission's equity in the joint venture. The following is a summary of selected financial information of the Berwick-Bayou Vista Joint Waterworks Commissions:

	Year Ended <u>9/30/18</u>
Total assets & deferred outflows	\$1,371,227
Total liabilities & deferred inflows	93,138
Total net position	1,278,089
Total revenues	731,215
Total expenditures	793,913
Change in net position	(62,698)

The Commission purchased \$303,224 of water from the Joint Waterworks Commission during the year.

## NOTE 17- PENSION PLAN

### **PAROCHIAL EMPLOYEES' RETIREMENT SYSTEM**

#### ***Plan Description***

The Council and eight component units contribute to the Parochial Employees' Retirement System of Louisiana (Plan A), and two component units contribution to Parochial Employees' Retirement System of Louisiana (Plan B). The Parochial Employees' Retirement System of Louisiana Plan A (PERS-A) is a cost sharing multiple-employer public employee retirement system administered by a Board of Trustees. The System was established and provided for by the Louisiana Revised Statutes (LRS).

#### ***Benefits Provided***

PERS-A provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. All permanent employees who work at least 28 hours a week may become members on the date of employment. New employees meeting the age and Social Security criteria have up to 90 days from the date of hire to elect to participate.

#### **Retirement Benefits**

Members can retire providing he/she meets one of the following criteria:

For employees hired prior to January 1, 2007:

1. Any age with thirty (30) or more years of creditable service.
2. Age 55 with twenty-five (25) years of creditable service.
3. Age 60 with a minimum of ten (10) years of creditable service.
4. Age 65 with a minimum of seven (7) years of creditable service.

For employees hired after January 1, 2007:

1. Age 55 with 30 years of service.
2. Age 62 with 10 years of service.
3. Age 67 with 7 years of service.

The monthly retirement allowance consists of an amount equal to three percent (Plan A) and two percent (Plan B) of the member's final average compensation multiplied by his/her years of creditable service. However, under certain conditions, as outlined in the statutes, the benefits are limited to specified amounts.

#### **Survivor Benefits**

Upon the death of any member with five or more years of creditable service who is not eligible for retirement, the Plan A provides for benefits for the surviving spouse and minor children, as outlined in the statutes. Any Plan A member who is eligible for normal retirement at time of death, the surviving spouse shall receive benefits, as outlined in the statutes. A surviving spouse of a Plan A member who is not eligible for Social Security survivorship or retirement benefits, and married not less than twelve months immediately preceding death of the member, shall be paid benefits beginning at age 50.

NOTE 17- PENSION PLAN (continued)

Survivor Benefits (continued)

Plan B members need ten (10) years of service credit to be eligible for survivor benefits. Upon the death of any member of Plan B with twenty (20) or more years of creditable service who is not eligible for normal retirement, the plan provides for an automatic Option 2 benefit for the surviving spouse when he/she reaches age 50 and until remarriage, if the remarriage occurs before age 55. A surviving spouse who is not eligible for Social Security survivorship or retirement benefits, and married not less than twelve (12) months immediately preceding death of the member, shall be paid an Option 2 benefit beginning at age 50.

Deferred Retirement Option Plan.

Act 338 of 1990 established the Deferred Retirement Option Plan (DROP) for the Retirement System. DROP is an option for members who are eligible for normal retirement. In lieu of terminating employment and accepting a service retirement, members who are eligible to retire may elect to participate in DROP in which they are enrolled for three years and defer the receipt of benefits. During participation in the plan, employer contributions are payable but employee contributions cease. The monthly retirement benefits that would be payable, had the person elected to cease employment and receive a service retirement allowance, are paid into the DROP Fund.

Upon termination of employment prior to or at the end of the specified period of participation, a participant in the DROP may receive, at his option, a lump sum from the DROP account equal to the payments into the account, a true annuity based upon his account balance in that fund, or roll over the fund to an Individual Retirement Account.

Interest is accrued on the DROP benefits for the period between the end of DROP participation and the member's retirement date.

For individuals who become eligible to participate in DROP on or after January 1, 2004, all amounts which remain credited to the individual's subaccount after termination in the Plan will be placed in liquid asset money market investments at the discretion of the board of trustees. These subaccounts may be credited with interest based on money market rates of return or, at the option of the System, the funds may be credited to self-directed subaccounts. The participant in the self-directed portion of this Plan must agree that the benefits payable to the participant are not the obligations of the state or PERS-A, and that any returns and other rights of the Plan are the sole liability and responsibility of the participant and the designated provider to which contributions have been made.

Disability Benefits.

Members shall be eligible to retire and receive a disability benefit if they were hired prior to January 1, 2007, and have at least five years of creditable service or if hired after January 1, 2007, have seven years of creditable service, and are not eligible for normal retirement and have been officially certified as disabled by the State Medical Disability Board. Upon retirement caused by disability, a member shall be paid a disability benefit equal to the lesser of an amount equal to three percent (Plan A) and two percent (Plan B) of the member's final average compensation multiplied by his years of service, not to be less than fifteen years, or three percent multiplied by years of service assuming continued service to age sixty (Plan A) and or an amount equal to what the member's normal benefit would be based on the member's current final compensation but assuming the member remained in continuous service until his earliest normal retirement age (Plan B).

NOTE 17- PENSION PLAN (continued)

Cost of Living Increases.

The Board is authorized to provide a cost of living allowance for those retirees who retired prior to July 1973. The adjustment cannot exceed 2% of the retiree's original benefit for each full calendar year since retirement and may only be granted if sufficient funds are available from investment income in excess of normal requirements. In addition, the Board may provide an additional cost of living increase to all retirees and beneficiaries who are over age sixty-five equal to 2% of the member's benefit paid on October 1, 1977, (or the member's retirement date, if later). Also, the Board may provide a cost of living increase up to 2.5% for retirees 62 and older (RS 11:1937). Lastly, Act 270 of 2009 provided for further reduced actuarial payments to provide an annual 2.5% cost of living adjustment commencing at age 55.

**Contributions**

According to state statute, contributions for all employers are actuarially determined each year. For the year ended December 31, 2017, the actuarially determined contribution rate was 9.35% of member's compensation for Plan A and 6.75% for Plan B. However, the actual rate for the fiscal year ending December 31, 2017 was 12.50% for Plan A and 8.00% for Plan B. The following table consists of contributions that the Primary Government and Component Units made as of December 31, 2018:

	<u>Contributions</u>
Plan A	
Primary Government	\$ 687,935
Component Unit	
Consolidated Gravity Drainage District No. 1	43,593
St. Mary Parish Library	121,808
Sales & Use Tax Dept	52,551
Atchafalaya Golf Course	54,039
Water and Sewer Commission No. 3	33,248
Wards 5 & 8 Joint Sewerage	8,442
Communications District	21,681
Plan B	
Component Unit	
Water & Sewer No. 4	\$ 48,203
Waterworks District No. 5	26,939

According to state statute, the System also receives  $\frac{1}{4}$  of 1% of ad valorem taxes collected within the respective parishes. The System also receives revenue sharing funds each year as appropriated by the Legislature. Tax monies and revenue sharing monies are apportioned between Plan A and Plan B in proportion to the member's compensation. These additional sources of income are used as additional employer contributions and are considered support from non-employer contributing entities.

NOTE 17- PENSION PLAN AND OTHER RETIREMENT BENEFITS (continued)

*Pension Liabilities (Assets), Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Relate to Pensions*

The following table consists of the net pension liability (asset), the proportionate share, the change in proportionate share, the pension expense, and the revenue that the Primary Government and Component Units recognized as of December 31, 2018:

	Net Pension Liability (Asset)	Proportionate Share	Change in Proportionate Share	Pension Expense (Benefit)	Non-Employer Contributions
Plan A					
Primary Government	\$ (681,547)	0.91822%	-0.07308%	\$ 854,135	\$ 68,265
Component Unit					
Consolidated Gravity Drainage					
District No. 1	(44,276)	0.059651%	-0.00022%	55,125	4,435
St. Mary Parish Library	(126,895)	0.170961%	-0.00333%	154,447	12,710
Sales & Use Tax Dept	(53,762)	0.072431%	-0.00163%	67,130	5,385
Atchafalaya Golf Commission	(21,876)	0.031885%	0.01313%	27,416	1,326
Water & Sewer Commission No. 3	(35,892)	0.048356%	0.00550%	43,541	3,595
Wards 5 & 8 Joint Sewerage	(8,998)	0.012122%	0.00041%	12,188	901
Communication District	(45,387)	0.061480%	0.00233%	59,448	4,546
Plan B					
Component Unit					
Water & Sewer No. 4	\$ (68,250)	0.542440%	-0.05302%	\$ 46,796	\$ 6,888
Waterworks District No. 5	(43,282)	0.343996%	0.01262%	29,771	4,368

NOTE 17- PENSION PLAN (continued)

At December 31, 2018, the Council and nine component units reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows				Deferred Inflows			
	Changes of Assumptions	Changes in Proportion	Contributions Subsequent to the Measurement Date	Total Deferred Outflows of Resources	Diff Between Expected and Actual Experience	Diff Projected and Actual Earnings	Change in Proportion	Total Deferred Inflows of Resources
<u>Plan A</u>								
Primary Government Component Unit	\$ 860,214	\$ -	\$ 637,812	\$ 1,498,026	\$ 441,181	\$ 1,574,571	\$ 29,022	\$ 2,044,774
Consolidated Gravity Drainage								
District # 1	55,883		31,549	87,432	28,661	102,290	315	131,266
SMP Library	160,161		121,808	281,969	82,142	293,165	5,710	381,017
Sales & Use Dept.	67,855	72	52,551	120,478	34,801	124,205	634	159,640
Atchafalaya Golf Commission	27,611		15,097	42,708	14,161	50,541	932	65,634
Water and Sewer District # 3	45,301	5,190	22,551	73,042	23,233	82,921	3,140	109,294
Wards 5 & 8 Joint Sewerage	11,356	1,039	6,218	18,613	5,824	20,787		26,611
Communications District	57,285	774	54,039	112,098	29,380	104,857	647	134,884
<u>Plan B</u>								
Component Unit								
Water & Sewer Commission # 4	40,156	1,730	34,936	76,822	35,544	80,327	945	116,816
Waterworks District No. 5	25,466	472	10,614	36,552	22,540	50,941		73,481

The amounts reported by the Council and component units as deferred outflows of resources from contributions subsequent to measurement date will be recognized as a reduction in net pension liability (or as an addition to net pension asset) in the year ended December 31, 2018.

NOTE 17- PENSION PLAN (continued)

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

	December 31, <u>2018</u>	December 31, <u>2019</u>	December 31, <u>2020</u>	December 31, <u>2021</u>	December 31, <u>2022</u>
Plan A					
Primary Government	\$ 91,315	\$ (113,633)	\$ (538,171)	\$ (624,071)	
Component Unit					
Consolidated Gravity Drainage					
District No. 1	6,419	(6,789)	(34,459)	(40,544)	
St. Mary Parish Library		14,706	(20,225)	(99,144)	\$ (116,193)
Sales & Use Tax Dept	7,848	(8,343)	(41,990)	(49,227)	
Atchafalaya Golf Commission	2,931	(3,647)	(17,274)	20,032	
Water & Sewer Commission No. 3		5,996	(4,606)	(27,327)	(32,866)
Wards 5 & 8 Joint Sewerage		2,286	(1,308)	(6,957)	(8,237)
Communications District		4,420	(5,645)	(34,039)	(41,561)
Plan B					
Component Unit					
Water & Sewer No. 4		(3,324)	(10,778)	(29,696)	(31,132)
Waterworks District No. 5		(2,114)	(6,835)	(18,878)	(19,744)

NOTE 17- PENSION PLAN (continued)

Actuarial Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension liability as of December 31, 2017, are as follows:

Valuation Date	December 31, 2017
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	6.75% (Net of investment expense)
Expected Remaining Service lives	4 years
Projected Salary Increases	5.25% (2.75% Merit/2.50% Inflation)
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 increase not yet authorized by the Board of Trustees.
Mortality	RP-2000 Employee Mortality Table was selected for active members. RP-2000 Healthy Annuitant Mortality Table was selected for healthy annuitants and beneficiaries. RP-2000 Disabled Lives Mortality Table was selected for disabled annuitants.

The mortality rate assumption used was set based upon an experience study performed on plan data for the period January 1, 2010 through December 31, 2014. The data was then assigned credibility weighting and combined with a standard table to produce current levels of mortality. This mortality was then projected forward to a period equivalent to the estimated duration of the System's liabilities. Health Annuitant Sex Distinct Table (set forward two years for males and set forward one year for females) projected to 2031 using 2000 Disabled Lives Mortality Table set back 5 years for males and 3 years for females was selected. For active employees, RP-2000 Disabled Lives Mortality Table set back 4 years for males and 3 years for females was used.

The long-term expected rate of return on pension plan investments was determined using a triangulation method which integrated the Capital Asset Pricing Model, (CAPM) (top-down), a treasury yield curve approach (bottom-up) and an equity building-block model (bottom-up). Risk return and correlations are projected on a forward looking basis in equilibrium, in which best-estimates 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 rates 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 of 2.00% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term rate of return is 7.66% for the year ended December 31, 2016.

NOTE 17- PENSION PLAN (continued)

Actuarial Assumptions (continued)

Best estimates of arithmetic real rates of return for each major asset class included in the System's target asset allocation as of December 31, 2017 are summarized in the following table:

Asset Class	Target Asset Allocation	Long-Term Expected Portfolio Real Rate of Return
Fixed Income	35%	1.24%
Equity	52%	3.57%
Alternatives	11%	0.69%
Real Assets	2%	0.12%
Totals	100%	5.62%
Inflation		2.0%
Expected Arithmetic Nominal Return		7.62%

Discount Rate

The discount rate used to measure the total pension liability was 6.75%. 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 and non-employer contributing entities will be made at the actuarially determined contribution rates, which are calculated in accordance with relevant statutes and approved by the Board of Trustees and the Public Retirement Systems' Actuarial Committee. 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 of the Net Pension Liability (Asset) to Changes in the Discount Rate

The following presents the net pension liability (asset) of the participating employers calculated using the discount rate of 6.75%, as well as what the employers' net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower 5.75% or one percentage point higher 7.75% than the current rate:

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Plan A			
Primary Government	\$ 3,360,273	\$ (681,547)	\$ (4,280,521)
Component Unit			
Consolidated Gravity Drainage District No. 1	218,296	(44,276)	(278,078)
St. Mary Parish Library	625,639	(126,895)	(796,978)
Sales & Use Tax Dept	265,064	(53,762)	(337,655)
Atchafalaya Golf Commission	107,859	(21,876)	(137,397)
Water & Sewer Commission No. 3	176,961	(35,892)	(225,424)
Wards 5 & 8 Joint Sewerage	44,361	(8,998)	(56,510)
Communications District	223,774	(45,387)	(285,057)

NOTE 17- PENSION PLAN (continued)

**Discount Rate (continued)**

	1% Decrease <u>(5.75%)</u>	Current Discount Rate <u>(6.75%)</u>	1% Increase <u>(7.75%)</u>
Plan B			
Component Unit			
Water & Sewer No. 4	\$ 145,429	\$ (68,250)	\$ (248,496)
Waterworks District No. 5	92,226	(43,282)	(157,587)

The Parochial Employees' Retirement System of Louisiana issued a stand-alone audit report on its financial statements for the year ended December 31, 2017. Access to the audit report can be found on the System's website: [www.persla.org](http://www.persla.org) or on the Office of Louisiana Legislative Auditor's official website: [www.lla.state.la.us](http://www.lla.state.la.us).

**LOUISIANA ASSESSOR'S RETIREMENT SYSTEM**

***Plan Description***

The St. Mary Parish Assessor contributes to the Louisiana Assessor's Retirement System, a cost sharing multiple-employer defined benefit pension plan administered by a separate board of trustees (LARS). The System provides retirement, disability, and death benefits to plan members and beneficiaries.

***Benefits Provided***

The following is a description of the plan and its benefits and is provided for general information purposes only. LARS provides pension, death, disability, back-deferred retirement option (Back-DROP), and excess benefits. Participants should refer to the Plan Agreement for more complete information.

**Retirement Benefits**

Employees who were hired before October 1, 2013, will be eligible for pension benefits once they have either reached the age of 55 and have at least 12 years of service or have at least 30 years of service, regardless of age. Employees who were hired on or after October 1, 2013, will be eligible for pension benefits once they have either reached the age of 60 and have at least 12 years of service or have reached the age of 55 and have at least 30 years of service.

Employees who became members prior to October 1, 2006, are entitled to annual pension benefits equal to three and one-third percent of their average final compensation based on the 36 consecutive months of highest pay, multiplied by their total years of service, not to exceed 100% of final compensation. Employees who become members on or after October 1, 2006 will have

NOTE 17- PENSION PLAN (continued)

their benefit based on the highest 60 months of consecutive service. Employees may elect to receive their pension benefits in the form of a joint and survivor annuity.

Retirement Benefits(continue)

If employees terminate before rendering 12 years of service, they forfeit the right to receive the portion of their accumulated plan benefits attributable to the employer's contributions. Benefits are payable over the employees' lives in the form of a monthly annuity. Employees may elect a reduced benefit or any of four options at retirement:

- a. If the member dies before he has received in annuity payments the present value of the member's annuity, as it was at the time of retirement, the balance is paid to his beneficiary.
- b. Upon retirement, the member receives a reduced benefit. Upon the member's death, the surviving spouse will continue to receive the same reduced benefit.
- c. Upon retirement, the member receives a reduced benefit. Upon the member's death, the surviving spouse will receive one-half of the member's reduced benefit.
- d. Upon retirement, the member may elect to receive a board-approved benefit that is actuarially equivalent to the maximum benefit.

Death Benefits

As set forth in R.S. 11 .1441, benefits for members who die in service are as follows:

- a. If a member of LARS dies in service with less than 12 years of creditable service and leaves a surviving spouse, their accumulated contributions shall be paid to the surviving spouse.
- b. If a member dies and has 12 or more years of creditable service and is not eligible for retirement, the surviving spouse shall receive an automatic optional benefit which is equal to the joint and survivorship amounts provided in Option 2 as provided for in R.S. 11:1423, which shall cease upon a subsequent remarriage, or a refund of the member's accumulated contributions, whichever the spouse elects to receive.
- c. If a member dies and is eligible for retirement, the surviving spouse shall receive an automatic optional benefit which is equal to the Option 2 benefits provided for in R.S. 11:1423, which shall not terminate upon a subsequent remarriage.
- d. Benefits set forth in item number 2 above, shall cease upon remarriage and shall resume upon a subsequent divorce or death of a new spouse. The spouse shall be entitled to receive a monthly benefit equal to the amount being received prior to remarriage.

NOTE 17- PENSION PLAN (continued)

Disability Benefits

The Board of Trustees shall award disability benefits to eligible members who have been officially certified as disabled by the State Medical Disability Board. The disability benefit shall be the lesser of (1) or (2) as set forth below:

- a. A sum equal to the greater of forty-five percent (45%) of final average compensation, or the member's accrued retirement benefit at the time of termination of employment due to disability; or
- b. The retirement benefit which would be payable assuming accrued creditable service plus additional accrued service, if any, to the earliest normal retirement age based on final average compensation at the time of termination of employment due to disability.

Upon approval for disability benefits, the member shall exercise an optional retirement allowance as provided in R.S. 11:1423 and no change in the option selected shall be permitted after it has been filed with the board. The retirement option factors shall be the same as those utilized for regular retirement based on the age of the retiree and that of the spouse, had the retiree continued in active service until the earliest normal retirement date.

Back-Deferred Retirement Option Plan (Back-DROP)

In lieu of receiving a normal retirement benefit pursuant to R.S. 11:1421 through 1423, an eligible member of LARS may elect to retire and have their benefits structured, calculated, and paid as provided in this section.

An active, contributing member of LARS shall be eligible for Back-DROP only if all of the following apply:

- a. The member has accrued more service credit than the minimum required for eligibility for a normal retirement benefit.
- b. The member has attained an age that is greater than the minimum required for eligibility for a normal retirement benefit, if applicable.
- c. The member has revoked their participation, if any, in the Deferred Retirement Option Plan pursuant to R.S. 11:14568.2.

At the time of retirement, a member who elects to receive a Back-DROP benefit shall select a Back-DROP period to be specified in whole months. The duration of the Back-DROP period shall not exceed the lesser of thirty-six months or the number of months of creditable service accrued after the member first attained eligibility for normal retirement. The Back-DROP period shall be comprised of the most recent calendar days corresponding to the member's employment for which service credit in LARS accrued.

The Back-DROP benefit shall have two portions: a lump-sum portion and a monthly benefit portion. The member's Back-DROP monthly benefit shall be calculated pursuant to the provisions applicable for service retirement set forth in R.S. 11:1421 through 1423, subject to the following conditions:

NOTE 17- PENSION PLAN (continued)

Back-Deferred Retirement Option Plan (Back-DROP)(continue)

- a. Creditable service shall not include service credit reciprocally recognized pursuant to R.S. 11:142.
- b. Accrued service at retirement shall be reduced by the Back-DROP.
- c. Final average compensation shall be calculated by excluding all earnings during the Back-DROP period.
- d. Contributions received by LARS during the Back-DROP period and any interest that has accrued on employer and employee contributions received during the period shall remain with LARS and shall not be refunded to the employee or to the employer.
- e. The member's Back-DROP monthly benefit shall be calculated based upon the member's age and service and LARS provisions in effect on the last day of creditable service before the Back-DROP period.
- f. At retirement, the member's maximum monthly retirement benefit payable as a life annuity shall be equal to the Back-DROP monthly benefit.
- g. The member may elect to receive a reduced monthly benefit in accordance with the options provided in R.S. 11:1423 based upon the member's age and the age of the member's beneficiary as of the actual effective date of retirement. No change in the option selected or beneficiary shall be permitted after the option is filed with the Board of Trustees.

In addition to the monthly benefit received, the member shall be paid a lump-sum benefit equal to the Back-DROP maximum monthly retirement benefit multiplied by the number of months selected as the Back-DROP period. Cost-of-living adjustments shall not be payable on the member's Back-DROP lump sum.

Upon the death of a member who selected the maximum option pursuant to R.S. 11:1423, the member's named beneficiary or, if none, the member's estate shall receive the deceased member's remaining contributions, less the Back-DROP benefit amount. Upon the death of a member who selected Option 1 pursuant to R.S. 11:1423, the member's named beneficiary or, if none, the member's estate, shall receive the member's annuity savings fund balance as of the member's date of retirement reduced by the portion of the Back-DROP account balance and previously paid retirement benefits that are attributable to the member's annuity payments as provided by the annuity savings fund.

Excess Benefit Plan

Under the provisions of this excess benefit plan, a member may receive a benefit equal to the amount by which the member's monthly benefit from LARS has been reduced because of the limitations of Section 415 of the Internal Revenue Code.

**Contributions**

Contributions for all members are established by statute at 8.0% of earned compensation. The contributions are deducted from the member's salary and remitted by the participating agency.

NOTE 17- PENSION PLAN (continued)

*Contributions (continued)*

Administrative costs of LARS are financed through employer contributions. According to state statute, contributions for all employers are actuarially determined each year. Employer contributions were 10.00% of members' earnings for the year ended September 30, 2018.

LARS also receives one-fourth of one percent of the property taxes assessed in each parish of the state as well as a state revenue sharing appropriation. According to state statute, in the event that contributions for ad valorem taxes and revenue sharing funds are insufficient to provide for the gross employer actuarially required contribution, the employer is required to make direct contributions as determined by the Public Retirement System's Actuarial Committee. Although the direct employer actuarially required contribution for the fiscal year ended September 30, 2018 was 5.24%, the actual employer contribution rate for the fiscal year ended September 30, 2018 was 10.00%. The actual rate differs from the actuarially required rate due to state statutes that require the contribution rate be calculated and set one year prior to the year effective.

The Assessor's contributions to the plan for the years ended December 31, 2018, 2017, and 2016 were \$120,249; \$130,317; and \$154,596; respectively. In 2018, 2017, and 2016, the Assessor elected to make the required contributions of plan members in lieu of a pay raise. The contributions made on behalf of eligible employees in 2018, 2017, and 2016 were \$60,124, \$59,511 and \$59,964 respectively, and were equal to the required contributions for each year.

The Assessor recognized revenue of \$227,609 equal to the amount of contributions made by non-employer contributing entities.

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

At December 31, 2017, the Assessor reported a liability of \$327,605 for its proportionate share of the net pension liability. The net pension liabilities were measured as of September 30, 2018 and the total pension liability used to calculate the net pension obligation was determined by separate actuarial valuations performed as of that date. The Assessor's proportion of the net pension liability was based on a projection of the Assessor's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At September 30, 2018, the Assessor's proportion was 1.685178%, which was a decrease of 0.028047% from its proportion measured as of September 30, 2017.

For the year ended December 31, 2018, the Assessor recognized a net pension expense of \$133,220.

NOTE 17- PENSION PLAN (continued)

*Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Relate to Pensions (continued)*

At December 31, 2018, the Assessor reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ 24,720	\$ 149,989
Changes of assumptions	420,387	-
Net difference between projected and actual earnings on pension plan investments	-	166,795
Changes in proportion and differences between employer contributions and proportionate share of contributions	3,095	14,539
Employer contributions subsequent to the measurement date	<u>15,031</u>	<u>-</u>
	<u>\$ 463,233</u>	<u>\$ 331,323</u>

The \$15,031 reported as deferred outflows of resources related to pensions resulting from the Assessor's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending December 31,	
2019	\$ 68,497
2020	(29,201)
2021	( 6,124)
2022	44,371
2023	<u>39,336</u>
	<u>\$ 116,879</u>

NOTE 17- PENSION PLAN (continued)

Actuarial Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension liability as of September 30, 2017 as follows:

Actuarial Cost Method	Entry Age Normal
Amortization Approach	Closed
Actuarial Assumptions: Expected Remaining Service Lives	6 years
Investment Rate of Return	6.25%, net of pension plan investment expense, including inflation
Inflation Rate	2.20%
Salary Increases	5.75%
Annuitant and beneficiary mortality	RP-2000 Healthy Annuitant Table set forward one year and projected to 2030 for males and females.
Active Members mortality	RP-2000 employee Table set back four years for males and three years for females
Retiree Cost of Living Increases	The present value of future retirement benefits is based on benefits currently being paid by LARS 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.
Disabled Lives Mortality	RP- 2000 Disabled Lives Mortality Tables set back five years for males and three years for females

With the exception of mortality, the actuarial assumptions used in the September 30, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2009 through June 30, 2014, unless otherwise specified. In cases where benefit structures were changed after the study period, assumptions were based on estimates of future experience.

NOTE 17- PENSION PLAN (continued)

*Discount Rate*

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation and an adjustment for the effect of rebalancing/diversification. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2018, are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	7.50%
International equity	8.50%
Domestic bonds	2.50%
International bonds	3.50%
Real estate	4.50%
Alternative Assets	6.24%

The long-term expected rate of return selected by LARS for the measurement period ended September 30, 2018 was 6.25%. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from the participating employers and non-employer calculated in accordance with relevant statutes and approved by the Board of Trustees and the

NOTE 17- PENSION PLAN (continued)

***Discount Rate (continued)***

Public Retirement Systems' Actuarial Committee. Based on these assumptions and the other assumptions and methods as specified, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. Thus, the discount rate used to measure the total pension liability was 6.25%.

**Sensitivity to Changes in Discount Rate**

The following presents the Assessor's proportionate share of the net pension liability using the discount rate 6.25%, as well as what the Assessor's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (5.25%) or one percentage point higher (7.25%) than the current rate (assuming all other assumptions remain the same):

	1% Decrease (5.25%)	Current Discount Rate (6.25%)	1% Increase (7.25%)
Assessor's proportionate share Of the net pension liability	<u>\$ 1,101,875</u>	<u>\$ 327,605</u>	<u>\$ (335,722)</u>

The Louisiana Assessors' Retirement Fund and Subsidiary has issued a stand-alone audit report on their financial statements for the year ended September 30, 2018. Access to the report can be found on the Louisiana Legislative Auditor's website, [www.lia.la.gov](http://www.lia.la.gov), or by contacting the Louisiana Assessors' Retirement Fund, Post Office Box 14699, Baton Rouge, Louisiana 70898.

**LOUISIANA CLERK OF COURT RETIREMENT AND RELIEF FUND**

***Pension Plan***

The St. Mary Parish Clerk of Court contributes to the Louisiana Clerks of Court Retirement and Relief Fund, a cost sharing multiple-employer defined benefit pension plan controlled and administered by a separate board of trustees (LCCRRF). LCCRRF was established for the purpose of providing retirement allowances and other benefits as stated under the provisions of R.S. Title 11:1501 for eligible employees of the clerk of the supreme court, each of the district courts, each of the courts of appeal, each of the city and traffic courts in cities having a population in excess of four hundred thousand at the time of entrance into LCCRRF, the Louisiana Clerks' of Court Association, the Louisiana Clerks of Court Insurance Fund, and the employees of LCCRRF.

**Retirement Benefits**

A member or former member shall be eligible for regular retirement benefits upon attaining twelve or more years of credited service, attaining the age of fifty-five years or more and terminating employment. Regular retirement benefits, payable monthly for life, equal 3 1/3 percent of the member's average final compensation multiplied by the number of years of credited service, not to exceed one hundred percent of the monthly average final compensation.

NOTE 17- PENSION PLAN (continued)

Retirement Benefits (continue)

Monthly average final compensation is based on the highest compensated thirty-six consecutive months, with a limit of increase of 10% in each of the last three years of measurement. For those members hired on or after July 1, 2006, compensation is based on the highest compensated sixty consecutive months with a limit of 10% increase in each of the last six years of measurement. Act 273 of the 2010 regular session applied the sixty consecutive months to all members. This Act has a transition period for those members who retire on or after January 1, 2011 and before December 31, 2012. Additionally, Act 273 of the 2010 regular session increased a member's retirement to age 60 with and accrual rate of 3% for all members hired on or after January 1, 2011.

A member leaving covered employment before attaining early retirement age but after completing twelve years' credited service becomes eligible for a deferred allowance provided the member lives to the minimum service retirement age and does not withdraw his or her accumulated contributions.

Disability Benefits

Effective through June 30, 2008, a member who has been officially certified as totally and permanently disabled by the State Medical Disability Board shall be paid disability retirement benefits determined and computed as follows:

- 1) A member who is totally and permanently disabled solely as the result of injuries sustained in the performance of his official duties shall be paid monthly benefits equal to the greater of one-half of his monthly average final compensation or, at the option of the disability retiree, two and one-half percent of his monthly average final compensation multiplied by the number of his years of credited service; however, such monthly benefit shall not exceed twenty-five dollars for each year of his credited service of two-thirds of his monthly average final compensation, whichever is less.
- 2) A member who has ten or more years of credited service and who is totally and permanently disabled due to any cause not the result of injuries sustained in the performance of his official duties shall be paid monthly benefits equal to three percent of his monthly average final compensation multiplied by the number of his years of credited service; however, such monthly benefit shall not exceed thirty-five dollars for each year of his credited service or eighty percent of his monthly average final compensation, whichever is less.

The following is effective for any disability retiree whose application for disability retirement is approved on or after July 1, 2008. The provisions related to the calculation of benefits will apply to any disability retiree whose application for disability retirement was approved before July 1, 2008, for benefits due and payable on or after January 1, 2008.

NOTE 17- PENSION PLAN (continued)

Disability Benefits (continue)

A member is eligible to receive disability retirement benefits from LCCRRF if he or she is certified to be totally and permanently disabled pursuant to R.S. 11:218 and one of the following applies:

- 1) The member's disability was caused solely as a result of injuries sustained in the performance of their official duties.
- 2) The member has at least ten years of service credit.

A member who has been certified as totally and permanently disabled will be paid monthly disability retirement benefits equal to the greater of:

- 1) Forty percent of their monthly average final compensation.
- 2) Seventy-five percent of their monthly regular retirement benefit computed pursuant to R.S. 11:1521(c).

A member leaving covered employment before attaining early retirement age but after completing twelve years' credited service becomes eligible for a deferred allowance provided the member lives to the minimum service retirement age and does not withdraw his or her accumulated contributions.

Survivor Benefits

If a member who has less than five years of credited service dies, his accumulated contributions are paid to his designated beneficiary. If the member has five or more years of credited service, automatic Option 2 benefits are payable to the surviving spouse. These benefits are based on the retirement benefits accrued at the member's date of death with option factors used as if the member had continued in service to earliest normal retirement age. Benefit payments are to commence on the date a member would have first become eligible for normal retirement assuming continued service until that time. In lieu of a deferred survivor benefit, the surviving spouse may elect benefits payable immediately with benefits reduced 1/4 of 1% for each month by which payments commence in advance of member's earliest normal retirement age. If a member has no surviving spouse, the surviving minor children under 18 or disabled children shall be paid 1/2 of the member's accrued retirement benefit in equal shares. Upon the death of any former member with 12 or more years of service, automatic Option 2 benefits are payable to the surviving spouse with payments to commence on the member's retirement eligibility date. In lieu of periodic payments, the surviving spouse or children may receive a refund of the member's accumulated contributions.

NOTE 17- PENSION PLAN (continued)

Deferred Retirement Option Plan

In lieu of terminating employment and accepting a service allowance, any member of LCCRRF who is eligible for a service retirement allowance may elect to participate in the Deferred Retirement Option Plan (DROP) for up to thirty-six months and defer the receipt of benefits. During the year ended June 30, 2007, participants had to have been an active contributing member for one full year before becoming eligible for DROP. Upon commencement of participation in the plan, active membership in LCCRRF terminates and the participant's contributions cease; however, employer contribution continues. Compensation and creditable service remain as they existed on the effective date of commencement of participation in the plan.

The monthly retirement benefits that would have been payable, had the member elected to cease employment and receive a service retirement allowance, are paid into the Deferred Retirement Option Plan account.

Upon termination of employment at the end of the specified period of participation, a participant in the program may receive, at his option, a lump sum payment from LCCRRF. If employment is not terminated at the end of the participation period, payments into the account cease and the member resumes active contributing membership in LCCRRF. Upon termination, the member receives a lump sum payment from the DROP fund equal to the payments made to that fund on his behalf, or a true annuity based on his account (subject to approval by the Board of Trustees). The monthly benefit payments that were being paid into the DROP fund are paid to the retiree and an additional benefit based on his additional service rendered since termination of DROP participation is calculated using the normal method of benefit computation. The average compensation used to calculate the additional benefit is that used to calculate the original benefit unless his period of additional service is at least thirty-six months. In no event can the entire monthly benefit amount paid to the retiree exceed 100% of the average compensation used to compute the additional benefit. If a participant dies during the period of participation in the program, a lump sum payment equal to his account balance is paid to his named beneficiary or, if none, his estate.

Cost of Living Adjustments

The Board of Trustees is authorized to provide a cost of living increase to members who have been retired for at least one full calendar year. The increase cannot exceed the lesser of 2.5% of the retiree's benefit or an increase of forty dollars per month. The Louisiana statutes allow the Board to grant an additional cost of living increase to all retirees and beneficiaries over age 65 equal to 2% of the benefit paid on October 1, 1977 or the member's retirement date if later.

In lieu of granting a cost of living increase as described above, Louisiana statutes allow the board to grant a cost of living increase where the benefits shall be calculated using the number of years of service at retirement or at death plus the number of years since retirement or death multiplied by the cost of living amount which cannot exceed \$ 1.

In order to grant any cost of living increase, LCCRRF must meet criteria as detailed in the Louisiana statutes related to funding status.

NOTE 17- PENSION PLAN (continued)

***Employer Contributions***

According to state statute, contribution requirements for all employers are actuarially determined each year. For the year ending June 30, 2017, the actual employer contribution rate was 19.00%.

***Non-employer Contributions***

In accordance with state statute, LCCRRF receives ad valorem taxes and state revenue sharing funds. These additional sources of income are used as employer contributions and are considered support from non-employer contributing entities, non-employer contributions revenue for the year ended June 30, 2017 was \$89,385.

***Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources***

At June 30, 2018, the Clerk of Court reported liabilities in its government-wide financial statements of \$1,263,326 for its proportionate share of the net pension liabilities of LCCRRF. The net pension liabilities were measured as of June 30, 2017 and the total pension liability used to calculate the net pension obligation was determined by separate actuarial valuations performed as of that date. The Clerk of Court's proportion of the net pension liability was based on a projection of the Clerk of Court's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2016, the Clerk of Court's proportional share of LCCRRF was 0.835017%, which was a decrease of 0.046496% from its proportion measured as of June 30, 2016.

For the year ended June 30, 2018, the Clerk of Court recognized a net pension expense of \$190,845 in its governmental activities.

At June 30, 2018, the Clerk of Court reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflow <u>of Resources</u>	Deferred Inflow <u>of Resources</u>
Difference between expected and actual experience	\$ 38,259	\$ 33,150
Changes of assumptions	55,098	-
Net difference between projected and actual earnings on pension plan investments	17,301	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	15,430	54,342
Employer contributions subsequent to the measurement date	142,121	-
	<u>\$ 268,209</u>	<u>\$ 87,492</u>

NOTE 17- PENSION PLAN (continued)

***Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continue)***

The \$142,121 reported as deferred outflows of resources related to pensions resulting from Clerk of Court contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2018. Other 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</u>	
2019	\$ 22,234
2020	58,409
2021	16,329
2022	<u>(58,376)</u>
	<u>\$ 38,596</u>

**Actuarial Assumptions**

A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2017 are as follows:

Valuation Date	June 30, 2017
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	7.00% (Net of investment expense, including Inflation)
Projected Salary Increases	5.00%
Mortality Rates	RP-2000 Employee Table (set back 4 years for males and 3 years for females) RP-2000 Disables Lives Mortality Table (set back 5 years for males and 3 years for females) RP-2000 Healthy Annuitant Table (set forward 1 year for males)
Expected Remaining Service lives	5 years

NOTE 17- PENSION PLAN (continued)

Actuarial Assumptions (continued)

The actuarial assumptions used are based on the assumptions used in the 2017 actuarial funding valuation which (with the exception of mortality) were based on results of an actuarial experience study for the period July 1, 2009 through June 30, 2014, unless otherwise specified.

The mortality rate assumption used was verified by combining data for this plan with three other statewide plans which have similar workforce composition in order to produce a credible experience. The aggregated data was collected over the period July 1, 2009 through June 30, 2014. The data was then assigned credibility weighting and combined with a standard table to produce current levels of mortality. This mortality was then projected forward to a period equivalent to the estimated duration of the System's liabilities. Annuity values calculated based on this mortality were compared to those produced by using a setback of standard tables. The result of the procedure indicated that the tables used would produce liability values approximating the appropriate generational mortality tables used.

The long-term expected real 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 were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The long term expected rate of return was 7.60%, for the year ended June 30, 2017.

The best estimates of geometric real rates of return for each major asset class included in the LCCRRF's target asset allocation as of June 30, 2017 is summarized in the following table:

Asset Class	Target Asset Allocation	Long-Term Expected Portfolio Real Rate of Return
Fixed Income:		
Core fixed income	5.00%	1.75%
Core plus fixed income	15.00%	1.50%
Domestic Equity:		
Large cap domestic equity	21.00%	5.25%
Non-large cap domestic equity	7.00%	5.00%
International Equity:		
Large cap international equity	14.00%	5.25%
Small cap international equity	6.50%	5.25%
Emerging markets	6.50%	7.25%
Real Estate	10.00%	4.50%
Master Limited Partnership	5.00%	7.00%
Hedge Funds	10.00%	3.00%
	100.00%	

NOTE 17- PENSION PLAN (continued)

**Discount Rate**

The discount rate used to measure the total pension liability was 7.00%. 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 LCCRRF's actuary. Based on those assumptions, LCCRRF'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 to 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 7.00%, 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 6.00% or one percentage point higher 8.00% than the current rate.

	Changes in Discount Rate 2017		
	1% Decrease	Current Discount Rate	1% Increase
	<u>6.00%</u>	<u>7.00%</u>	<u>8.00%</u>
Net Pension Liability	\$ 1,933,342	\$ 1,263,326	\$ 694,506

The Louisiana Clerks' of Court Retirement and Relief Fund of Louisiana has issued a standalone audit report on their financial statements for the year ended June 30, 2016. Access to the report can be found on the Louisiana Legislative Auditor's website, [www.la.la.gov](http://www.la.la.gov).

**STATE OF LOUISIANA'S FIREFIGHTERS' RETIREMENT SYSTEM**

***Plan Description***

Fire Protection Districts No. 3 and in prior years, Fire Protection District No. 7 contributed to the Firefighters' Retirement System (FRS), a cost-sharing multiple-employer plan administered by a separate board of trustees. The system provides retirement, disability, and death benefits to plan members and beneficiaries.

***Eligibility***

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.

NOTE 17- PENSION PLAN (continued)

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 reached fifty or over shall become a member unless it is due to a merger or unless the System received an application for membership before turning 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

***Benefits Provided***

Retirement Benefits

Employees with 20 or more years of service who have attained age 50, or employees who have 12 years of service who have attained age 55, or 25 years of service at any age are entitled to annual pension benefits equal to 3.333% of their average final compensation based on the 36 consecutive months of highest pay multiplied by their total years of service, not to exceed 100%. Employees may elect to receive their pension benefits in the form of a joint and survivor annuity.

If employees terminate before rendering 12 years of service, they forfeit the right to receive the portion of their accumulated benefits attributable to their employer's contributions.

Benefits are payable over the employees' lives in the form of a monthly annuity. An employee may elect an unreduced benefit or any of seven options at retirement.

Disability Benefits

A member who acquires a disability, and who files for disability benefits while in service, and who upon medical examination and certification as provided for in Title 11, is found to have a total disability solely as the result of injuries sustained in the performance of his official duties, or for any cause, provided the member has at least five years of creditable service and provided that the disability was incurred while the member was active contributing member in active service, shall be entitled to disability benefits under the provisions of R.S. 11:2258(B).

Death Benefits

Benefits shall be payable to the surviving eligible spouse or designated beneficiary of a deceased member as specified in R.S. 11:2256(B) & (C).

Deferred Retirement Option Plan.

After completing 20 years of creditable service and age 50 or 25 years at any age, a member may elect to participate in the deferred retirement option plan (DROP) for up to 36 months.

NOTE 17- PENSION PLAN (continued)

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 paid by the System 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.

Deferred Retirement Option Plan

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.

Initial Benefit Option Plan.

Effective June 16, 1999, members eligible to retire and who do not choose to participate in DROP may elect to receive, at the time of retirement, an initial benefit option (IBO) in an amount up to 36 months of benefits, with an actuarial reduction of their future benefits. Such amounts may be withdrawn or remain in the IBO account earning interest at the same rate as the DROP account.

Cost of Living Adjustments (COLAs)

The board of trustees is authorized to grant retired members and widows of members who have retired an annual cost of living increase of up to 3% of their current benefit, and all retired members and widows who are 65 years of age and older a 2% increase in their original benefit. In order for the board to grant either of these increases, the System must meet certain criteria detailed in the statute related to funding status and interest earnings.

NOTE 17- PENSION PLAN (continued)

***Contributions***

Employer contributions are actuarially determined each year. For the year ended June 30, 2018, employer and employee contributions for members above the poverty line were 26.50% and 10.0%, respectively. The employer and employee contribution rates for those members below the poverty line were 28.50% and 8.00%, respectively.

***Non-Employer Contributions***

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 June 30, 2018 and were excluded from pension expense. Non-employer contributions received by the Districts during the year ended June 30, 2018 was \$25,642; District 7 received none.

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

At September 30, 2018, the District 3 and 7 reported a liability of \$568,288 and \$0, respectively, for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2018, District 3's and 7's proportion was 0.098797% and 0%, which was an increase of 0.00442% and 0% from its proportion measured as of June 30, 2017, respectively.

For the year ended September 30, 2018, District 7 recognized a pension benefit of \$32,944 while District 3 recognized a pension expense of \$79,221.

***Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Relate to Pensions(continue)***

At September 30, 2018, Districts 3 and 7 reported as deferred outflows of resources and deferred inflows of resources related to pensions are estimated to be recognized in pension expense as follows:

NOTE 17- PENSION PLAN (continued)

	Fire District 3		Fire District 7	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	-	\$ 43,253	-	-
Change of assumptions	\$ 39,644	90	-	-
Net difference between projected and actual investment earnings on pension plan investments	36,953	-	-	-
Change in proportion and differences between the District's contributions and proportionate share of contributions	96,431	106,355	-	\$ 96,239
District's contributions subsequent to the measurement date	12,980	-	-	-
	<u>\$ 186,008</u>	<u>\$ 149,698</u>	<u>-</u>	<u>\$ 96,239</u>

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

Year Ending June 30:	<u>Fire District 3</u>	<u>Fire District 7</u>
2019	\$ 13,998	\$ 32,944
2020	(7,620)	32,944
2021	(19,142)	18,733
2022	11,678	11,618
2023	20,836	
2024	3,580	-
	<u>\$ 23,330</u>	<u>\$ 96,239</u>

Actuarial Assumptions

The actuarial assumptions used in the June 30, 2018 valuation were based on the assumptions used in the June 30, 2017 actuarial funding valuation, and were based on results of an actuarial experience study for the period July 1, 2009 – June 30, 2014. In cases where benefit structures were changed after the study period, assumptions were based on estimates of future experience.

NOTE 17- PENSION PLAN (continued)

A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2018, are as follows:

Valuation Date	June 30, 2018
Actuarial Cost Method	Entry Age Normal
Estimated Remaining Service Life	7 years
Investment Rate of Return	7.3% per annum (net of fees)
Inflation Rate	2.700% per annum
Salary Increases	Vary from 15.0% in the first two years of service to 4.75 after 25 years or more service
Cost of Living Adjustments	Only those previously granted

The mortality rate assumption used was set based upon an experience study performed on plan data for the period July 1, 2009 through June 30, 2014. The data was then assigned credibility weighting and combined with a standard table to produce current levels of mortality. This mortality was then projected forward to a period equivalent to the estimated duration of the System's liabilities. The RP-2000 Combined Healthy with Blue Collar Adjustment Sex Distinct Tables projected to 2031 using Scale AA were selected for employee, annuitant, and beneficiary mortality. The RP-2000 Disabled Lives Mortality Table set back five years for males and set back three years for females was selected for disabled annuitants. Setbacks in these tables were used to approximate mortality improvement.

The estimated long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The long term expected nominal rate of return was 8.09% as of June 30, 2018.

NOTE 17- PENSION PLAN (continued)

Actuarial Assumptions (continued)

Best estimates of real rates of return for each major asset class included in FRS' target asset allocation as of June 30, 2018 are summarized in the following table:

<u>Asset Class</u>	<u>Target Asset Allocation</u>	<u>Long-Term Expected Real Rates of Return</u>
Equity:		
U.S. Equity	22.00%	6.14%
Non-U.S. Equity	22.00%	7.46%
Global Equity	10.00%	6.74%
Fixed Income	26.00%	1.76%
Alternatives:		
Real Estate	6.00%	4.38%
Private Equity	4.00	8.73%
Multi-Asset Strategies:		
Global Tactical Asset	5.00%	4.31%
Risk Parity	<u>5.00%</u>	4.89%
	100.00%	

Discount Rate

The discount rate used to measure the total pension liability was 7.3%, a decrease from 7.4%. 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 Public Retirement Systems' Actuarial Committee 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 of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the participating employers calculated using the discount rate of 7.3%, 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 6.3% or one percentage point higher 8.3% than the current rate:

	1% Decrease (6.30%)	Current Discount Rate (7.30%)	1% Increase (7.30%)
District 3	\$829,267	\$568,288	\$348,976
District 7	\$0	\$0	\$0

Firefighters' Retirement System issued a stand-alone audit report on its financial statements for the year ended June 30, 2018. Access to the audit report can be found on the System's website: [www.lafirefightersret.com](http://www.lafirefightersret.com) or on the Office of Louisiana Legislative Auditor's official website: [www.la.state.la.us](http://www.la.state.la.us).

## NOTE 18 – POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

*Plan Descriptions.* The Council and three component units have other postemployment benefit plans which provide certain continuing health care or life insurance benefits for its retired employment entities.

The Council's OPEB plan (St. Mary Parish's OPEB Plan) is a single-employer defined benefit OPEB plan administered by the Council for the benefit of its retirees. The authority to establish and/or amend the obligation of the employer, employees, and retirees rests with the Council.

The St. Mary Assessor's (Assessor) plan is a multiple-employer defined benefit healthcare plan administered by the Insurance Committee of the Assessors' Fund dba Louisiana Assessors' Association. The Insurance Committee of the Assessor's Insurance Fund has the authority to establish and amend the benefit provisions of the plan. This plan issues a publicly available financial report.

The St. Mary Parish Clerk of Court's (Clerk of Court) OPEB Plan is provided through the Louisiana Clerks of Court Insurance Trust ("LCCIT"), a multiple-employer healthcare plan administered by the Louisiana Clerks of Court Association. Louisiana Revised Statute §13:783 grants the authority to establish and amend the benefit terms and financing requirements. The premium rates are established and may be amended by the LCCIT board of trustees, with the Clerk of Court determining the contribution requirements of the retirees.

The St. Mary Sales and Use Tax Department's (Sales Tax Dept.) OPEB plan (the Sales Tax Department OPEB Plan) is a single-employer defined benefit OPEB plan administered by the Sales Tax Dept. The authority to establish and/or amend the obligation of the employer, employees, and retirees rests with both the Sales Tax Dept. and the Council.

None of these plans have accumulated assets in a trust that meets the criteria in Paragraph 4 of GASB 75 – *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

*Benefits Provided.* Benefit terms of the OPEB Plans provide payment of retirees' health insurance premiums or supplemental health insurance premiums for Medicare eligible retirees.

The Council and Sales Tax Dept.'s OPEB plans provide for 100% of retiree premiums as well as 60% of health insurance premiums or supplemental health insurance premiums for the spouses of living and deceased retirees

The Assessor's OPEB plan provides for 50% of retiree premiums for medical and dental benefits.

**NOTE 18 – POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)**  
(continued)

The Clerk of Court provides medical, dental, vision, and life insurance benefits for retirees and their dependents. The benefit terms provide for payment of 100% of retiree pre-Medicare health. Medicare Supplement, vision, and dental insurance premiums. The plan also provides for payment of 100% of retiree life insurance payments.

*Employees covered by benefit terms.* At December 31, 2018, the following employees were covered by benefit terms:

	<u>Council</u>	<u>Assessor</u>	<u>Clerk of Court</u>	<u>Sales Tax Dept.</u>
Inactive employees or beneficiaries currently receiving benefit payments	68	8	13	3
Inactive employees entitled but not yet receiving benefit payments	-	-	-	-
Active employees	<u>166</u>	<u>13</u>	<u>16</u>	<u>8</u>
Total	<u>234</u>	<u>21</u>	<u>29</u>	<u>11</u>

**Total OPEB Liability**

*Total OPEB Liability*

The total OPEB liabilities at year end are as follows:

<u>Council</u>	<u>Assessor</u>	<u>Clerk of Court</u>	<u>Sales Tax Dept</u>
\$16,691,651	\$4,455,562	\$4,360,833	\$1,227,560

*Assumptions and other inputs* – The total OPEB liability in the December 31, 2018 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

	<u>Council</u>	<u>Assessor</u>	<u>Clerk of Court</u>	<u>Sales Tax Dept.</u>
<b>Inflation</b>	2.50%	2.30%	2.40%	2.50%
<b>Salary Increases</b>	4%	3%	3%	4%
<b>Discount Rate</b>	4.10%	4.10%	3.62%	4.10%
<b>Healthcare cost trend rates</b>				
<b>Medical</b>	5.5% flat	4.00% to 4.70%	7.5% decreasing to 5%	5.3% increasing to 5.6%
<b>Dental</b>	-	-	3.5% decreasing to 3%	-
<b>Vision</b>	-	-	3%	-
<b>Valuation date</b>	December 31, 2018	January 1, 2018	January 1, 2018	January 1, 2018

NOTE 18 – POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

(continued)

*Discount rate*—The discount rates for the Council, Sales Tax Dept., and Assessor are based on the average of the Bond Buyers' 20 year General Obligation Municipal bond index as of December 31, 2018. The discount rate for the Clerk of Court is based on the Fidelity General Obligation AA 20-Year Yield at June 30, 2018

*Mortality*—Mortality rates for the Council and were based on the RP-2000 Table without with projection with 50%/50% unisex blend. Mortality rates for the Assessor were based on Sex-distinct RP-2014 Total Dataset Mortality. Mortality rates for the Clerk of Court were based on the RPH-2014 Healthy Annuitant Mortality Table for males or females as appropriate with generational adjustments for mortality improvement based on Scale MP-2017. Life expectancies for the Sales Tax Dept. were based on the 2015 United States Life Tables for Males and for Female mortality tables from the United States of America's Social Security Administration.

**Changes in Total OPEB Liability**

	<u>Council</u>	<u>Assessor</u>	<u>Clerk of Court</u>	<u>Sales Tax Dept.</u>
Balance at December 31, 2017	\$ 17,870,440	\$ 3,613,155	\$ 4,344,278	\$ 1,395,180
Changes for the year				
Service cost	544,183	87,924	41,828	78,772
Interest	604,744	126,105	155,671	55,807
Differences between expected and actual experience	(85,358)	79,770	(9,384)	(32,531)
Changes in assumptions	(1,661,026)	619,413		(239,847)
Benefit payments	(581,332)	(71,105)	(171,560)	(29,821)
Net changes	<u>(1,178,789)</u>	<u>842,107</u>	<u>16,555</u>	<u>(167,620)</u>
Balance at December 31, 2018	<u>\$ 16,691,651</u>	<u>\$ 4,455,262</u>	<u>\$ 4,360,833</u>	<u>\$ 1,227,560</u>

*Changes of Assumptions.* Changes of assumptions for the Council reflect a change in discount rate from 3.44% at December 31, 2017 to a rate of 4.10% at December 31, 2018. Changes in assumptions for the Sales Tax Dept. reflect a change in discount rate from 3.44% at December 31, 2017 to a rate of 4.10% at December 31, 2018, in addition to other actuarial assumptions detailed in the Sales Tax Dept's separately-issued report. Changes of assumptions for the Assessor reflect changes of actuarial assumptions detailed in the plan's publicly-available financial report.

NOTE 18 – POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

(continued)

*Sensitivity of the total OPEB liability to changes in the discount rate* – The following presents the OPEB liabilities of the Council and its component units, as well as what these OPEB liabilities would be if they were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate:

	1% Decrease <u>(3.10%)</u>	Current Discount Rate <u>(4.10%)</u>	1% Increase <u>(5.10%)</u>
Council	\$ 19,386,689	\$ 16,691,651	\$ 14,513,290
Sales Tax Dept.	1,372,762	1,227,560	1,094,849
Clerk of Court	5,011,437	4,360,833	3,826,293

	1% Decrease <u>(2.62%)</u>	Current Discount Rate <u>(3.62%)</u>	1% Increase <u>(4.62%)</u>
Assessor	\$ 5,315,091	\$ 4,455,262	\$ 3,785,424

*Sensitivity of the total OPEB liability to changes in healthcare cost trend rates* – The following presents the OPEB liabilities of the primary government and its component units, as well as what these OPEB liabilities would be if they were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare trend rates:

	1% Decrease <u>(4.50%)</u>	Current Trend Rate <u>(5.50%)</u>	1% Increase <u>(6.50%)</u>
Council	\$ 14,468,093	\$ 16,691,651	\$ 19,416,003

	1% Decrease <u>(4.30% to 4.60%)</u>	Current Trend Rate <u>(5.30% to 5.60%)</u>	1% Increase <u>(6.30% to 6.60%)</u>
Sales Tax Dept.	\$ 1,045,298	\$ 1,227,560	\$ 1,450,122

	1% Decrease <u>(6.50% to 4.00%)</u>	Current Trend Rate <u>(7.50% to 5.00%)</u>	1% Increase <u>(8.50% to 6.00%)</u>
Clerk of Court	\$ 3,869,556	\$ 4,360,833	\$ 4,730,692

	1% Decrease <u>(3.00% to 3.70%)</u>	Current Trend Rate <u>(4.00% to 4.70%)</u>	1% Increase <u>(5.00% to 5.70%)</u>
Assessor	\$ 3,843,702	\$ 4,455,262	\$ 5,241,202

NOTE 18 – POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

(continued)

**OPEB Expense and Deferred Outflows of Resources Related to OPEB**

For the year ended December 31, 2018, the entities recognized OPEB expense as follows:

<u>Council</u>	<u>Assessor</u>	<u>Clerk of Court</u>	<u>Sales Tax Dept</u>
\$1,003,395	\$362,791	\$196,159	N/A

At December 31, 2018, the Council reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Council</u>	<u>Sales Tax Dept.</u>	<u>Clerk of Court</u>	<u>Assessor</u>
Deferred Outflows				
Difference between expected and actual experience				\$ 62,798
Changes in assumptions				487,623
Contributions subsequent to the	-	\$ 30,283	-	-
Total	<u>\$ -</u>	<u>\$ 30,283</u>	<u>\$ -</u>	<u>\$ 550,421</u>
Deferred Inflows				
Difference between expected and actual experience	\$ 78,245		\$ 8,044	
Changes in Assumptions	1,522,607	-	-	-
Total	<u>\$ 1,600,852</u>	<u>\$ -</u>	<u>\$ 8,044</u>	<u>\$ -</u>

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

	<u>Council</u>	<u>Sales Tax Dept.</u>	<u>Clerk of Court</u>	<u>Assessor</u>
Years ending December 31:				
2019	(145,532)	(30,283)	(1,341)	148,762
2020	(145,532)		(1,341)	148,762
2021	(145,532)		(1,341)	148,762
2022	(145,532)		(1,341)	104,135
2023	(145,532)		(1,340)	
Thereafter	(873,192)		(1,340)	

## NOTE 19 - COMMITMENTS

In late 2016, the Council renewed an agreement with the Belle of Orleans, LLC (Belle), a riverboat casino approved by parish voters to be berthed in and operate in Amelia, Louisiana, as the Amelia Belle. In lieu of the Council imposing an admission fee upon the Belle's patrons, the Belle has agreed to pay fees to the Council based upon a percentage of its net gaming proceeds for a period of ten years. Presently, the fee is \$1,400,000 annually.

In 2011, the Council was awarded a federal grant for approximately \$19,500,000 to be funded and expended over ten years for various infrastructure and housing redevelopment and rehabilitation projects throughout the parish. The total amount spent on the projects through 2018 is approximately \$17,330,000. The Council will continue to conduct these projects in future years.

In 2018 the Council issued \$10,000,000 of Revenue Bonds. The proceeds of these bonds will be used for improving roads, streets and bridges, and other improvements associated therewith. The Council has entered into approximately \$5,600,000 in contracts for work related to seven roadways approximately \$400,000 was spent on these roadways in 2018, the remaining construction is to be completed in 2019.

NOTE 20 - SOLID WASTE LANDFILL CLOSURE AND POST CLOSURE CARE COSTS

The Council provides for the collection and disposal of garbage through the operation of the Reduction and Transfer Fund, an enterprise fund. As part of this operation, a landfill composed of five areas is maintained. The operation of the landfill is subject to certain federal and state regulations. In 1989, the Council ceased operating and closed approximately 40 acres of the landfill which composed areas one and two.

Area 4 was permitted in 2002 and began operations in 2008, it includes approximately 65 acres and is the main portion of the Parish landfill currently in operation. Area 3A which totals approximately 7 acres is restricted to receiving construction waste and debris and has been used primarily for debris from storms. Area 3 covers approximately 40 acres, in 2008 it reached capacity and was capped on an interim basis, it is now available for additional use.

Since the Council accepted solid wastes at the landfill site after October 1993, the Council will be responsible for meeting state and federal requirements on the portions of the landfill which operate after that time. Those requirements mandate not only rigid landfill closure requirements but also monitoring, remediation and containment requirements for thirty years after closure. For 2018 management, with the assistance of consulting engineers, has re-estimated costs for closure of the landfill to be approximately \$7,890,000. In 2018 the costs for postclosure care, monitoring, and containment have been estimated to be approximately \$1,830,000 (\$61,000 per year for thirty years). These new estimated costs are based upon adjustments to prior estimates based upon inflationary increases in costs.

GASB statement No. 18, which specifies the accounting method to be utilized by governments that operate landfills, became applicable to the Council's operations effective January 1, 1994. GASB No. 18 requires that landfills estimate the total cost of closure and post closure care. Further that the landfill recognize a portion of these estimated closure and postclosure costs over the operating life of the landfill. These closure and postclosure costs should be recognized as a liability and charged as an expense of operations of the landfill each year based upon the amount of landfill space utilized in that year as compared to the total available landfill space.

As of December 31, 2018, the Council has recognized \$4,950,000 as the total estimated closure and postclosure care costs based upon the actual utilization through yearend compared to estimated total available usable landfill space as follows: Area 3 - 88%, Area 3A - 30%, and Area 4 - 31%. This leaves approximately \$4,770,000 of estimated closure and postclosure care costs remaining to be recognized in future years.

It is estimated that the landfill will reach its capacity in approximately 28 years at the current rate of use.

NOTE 20 - SOLID WASTE LANDFILL CLOSURE AND POST CLOSURE CARE COSTS (continued)

Estimated costs for closure and post closure are based on estimated costs at the current time and under the current regulations. Future changes in inflation, technology, or regulating requirements could cause these estimated costs to increase or decrease.

The Council meets the federal and state financial assurance requirements for operations of landfills, under the financial test or "self-insurance" method. The Council has set aside approximately \$4,045,000 in restricted assets for closure or post closure care costs, which is reported with restricted assets on the balance sheet of the Reduction and Transfer Fund.

NOTE 21 - RELATED PARTY

The Council received payment from the St. Mary Parish Sales Tax Department of approximately \$10,000 for office rental payments in 2018.

The Council made the following payments from the Wards 5 & 8 Sales Tax Fund during the year:

St. Mary Parish Recreation District No. 3	\$107,327
St. Mary Parish Recreation District No. 4	52,371
Wax Lake East Drainage District	4,364

The Council made the following payments from the Wards 1,2,3,4,7 & 10 Sales Tax Fund during the year:

St. Mary Parish Recreation No. 7	\$31,000
Water & Sewer District No. 4	1,875

Payments from Fairview Treatment Center for 2018 were as follows:

St. Mary Hospital Service District No. 3	\$157,000
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Payments from Clair House for 2018 were as follows:

St. Mary Hospital Service District No. 3	\$61,000
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The Council made grant payments of \$250,000 to the Atchafalaya Golf Course during the year.

See Note 11 for the amounts due to and from Components at December 31, 2018.

NOTE 21 - RELATED PARTY (continued)

Three component units in the Centerville Verdunville area jointly own a multi-purpose building. Ownership in the building is as follows: Fire Protection District No. 2 – 66%, Sewerage District No. 5 – 17%, and Water District No. 5 – 17%.

Wards 5 & 8 Joint Sewer Commission provides wastewater treatment for two other component units. During 2018, the Commission received \$247,000 from Water & Sewer Commission No. 2 and \$114,000 from St. Mary Parish Water and Sewer Commission No. 3 for these services.

## NOTE 22 - RISK MANAGEMENT AND CONTINGENCIES

The Council is exposed to various risks of loss related to torts, theft or damage to assets, errors and omissions, injuries to employees and natural disasters. The Council has purchased commercial insurance to protect against loss from most of these perils. In addition, the Council provides certain medical and health care to parish prisoners. The Council has entered into a "Health Services Agreement" with a Commercial Health Care provider to provide certain medical care to prisoners on an ongoing basis for a monthly fee (a portion of which is reimbursed to the Council by the Sheriff). However the Council is still responsible for the hospitalization and certain other serious medical problems of the prisoners. During 2018 the Council paid \$700,000 and was reimbursed \$106,000 by the Sheriff under this agreement. In 2018, the Council paid an additional \$44,000 for hospitalization or other serious medical care.

There are no significant reductions in insurance coverages from prior years in the Council's insurance.

Settlements in the prior three years have not exceeded insurance coverages.

The Council participates in a number of federally assisted programs. These programs are audited in accordance with the Single Audit Act of 1984. Audits of prior years have not resulted in any significant disallowed costs; however, grantor agencies may provide for further examinations.

The Council is subject to several lawsuits. The Council intends to vigorously defend itself against these claims. Management and its legal counsel cannot yet predict the outcome of these matters. However management believes the Council's ultimate liability, if any, after insurance company and third party reimbursements would be immaterial. Accordingly, no liability is recorded in these financial statements for these claims.

NOTE 23 – CONCENTRATIONS - Component Units

Hospital Service District No. 1 grants credit without collateral to its patients, most of whom are local residents and are insured under third-party payor agreements. The mix of receivables (net of allowances) from patients and third-party payors is as follows at year end:

Medicare	20%
Medicaid	23%
Commercial and other third -party payors	<u>57%</u>
	100%

The Hospital participates in the Medicare and Medicaid programs as a provider of medical services to program beneficiaries. The Hospital derived approximately 72% of its gross patient services revenue in 2018 from patients covered by the Medicare and Medicaid programs. The Hospital received total grant revenue, including operating and non-operating, of \$4,786,314 for 2018.

Receivables from the Medicare and Medicaid programs represent a concentrated credit risk for the Hospital District. The Hospital's management does not believe that there is a significant risk of loss associated with these programs. Various other payors, subject to differing economic conditions, do represent significant concentrated credit risks to the Hospital District. The Hospital's management continually monitors and adjusts its reserves and allowances associated with these receivables.

The Communication District's revenues are in the form of communications and cellular tax. The communications and cellular taxes accounted for approximately 97% of the District's total revenues.

Hospital Service District No. 3 rents its facility to three entities. The three entities account for 100% of the District's rental income. Fairview Treatment Center accounts for 61%, the Drug Court 15%, and Claire House 24% of total rental income.

The St. Mary Parish Tourist Commission receives 48% of its revenues from the Hotel-motel tax.

A substantial number of the remaining components rely upon ad valorem taxes to fund a significant portion of their operations.

NOTE 24 – SUBSEQUENT EVENT

In April of 2019, the Council authorized the issuance of \$11,500,000 of Revenue Bonds. The proceeds of these bonds will be used for funding qualified GoMESA Projects within the parish and paying the cost of issuance of the bonds.

Subsequent to year end, Hospital Service District No. 1 completed the purchase of approximately \$60,000 of property and \$740,000 of equipment and entered into a lease agreement to acquire approximately \$530,000 of equipment.

NOTE 25 – REISSUANCE OF FINANCIAL STATEMENTS

The Council previously issued its financial statements for the year ended December 31, 2018 with the Independent Auditors' Report dated June 27, 2019.

Subsequent to the issuance of those financial statements it was discovered that the activities of a partially Federally funded construction grant were omitted from the financial statements.

Accordingly the Council's management revised its financial statements to include those activities. The Council is reissuing its December 31, 2018 financial statements with an updated Independent Auditors' Report dated September 6, 2019. The opinions in the updated auditors' report dated September 6, 2019 do not differ from the opinions in the original report.

REQUIRED SUPPLEMENTAL INFORMATION

**St. Mary Parish Council**  
**SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)**

Parochial Employees Retirement System of Louisiana (Plan A)  
as of December 31, 2014 (The Plan Measurement Date)

	Primary Government	Consolidated Gravity Drainage District No. 1	St. Mary Parish Library	Sales & Use Tax Dept	Atchafalaya Golf Course	Sewerage District No. 5	Sewerage District No. 8	Wards 5 & 8 Joint Sewerage	Communications District
Entity's proportion of the net pension liability (asset)	1.101947%	0.056614%	0.180284%	0.069040%	0.033060%	0.033032%	0.011699%	0.013888%	0.051340%
Amount of Entity's proportionate share of the net pension liability (asset)	\$ 301,282	\$ 15,479	\$ 49,291	\$ 18,876	\$ 9,038	\$ 9,031	\$ 3,199	\$ 3,797	\$ 14,037
Entity's covered-employee payroll	\$ 6,035,133	\$ 337,035	\$ 1,027,210	\$ 404,647	\$ 234,563	\$ 180,864	\$ 66,446	\$ 73,940	\$ 280,314
Entity's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	4.99%	4.59%	4.80%	4.66%	3.85%	4.99%	4.81%	5.14%	5.01%
Plan fiduciary net position as a percentage of the total pension liability	99.15%	99.15%	99.15%	99.15%	99.15%	99.15%	99.15%	99.15%	99.15%

Parochial Employees Retirement System of Louisiana (Plan A)  
as of December 31, 2015 (The Plan Measurement Date)

	Primary Government	Consolidated Gravity Drainage District No. 1	St. Mary Parish Library	Sales & Use Tax Dept	Atchafalaya Golf Course	Sewerage District No. 5	Sewerage District No. 8	Wards 5 & 8 Joint Sewerage	Communications District
Entity's proportion of the net pension liability (asset)	1.106930%	0.061322%	0.019039%	0.071476%	0.034240%	0.029362%	0.015524%	0.009329%	0.054509%
Amount of Entity's proportionate share of the net pension liability (asset)	\$ 2,913,768	\$ 161,417	\$ 501,172	\$ 188,145	\$ 90,117	\$ 77,289	\$ 40,864	\$ 24,557	\$ 143,483
Entity's covered-employee payroll	\$ 6,343,977	\$ 351,590	\$ 1,089,096	\$ 407,905	\$ 206,928	\$ 160,357	\$ 88,294	\$ 71,745	\$ 312,503
Entity's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	45.93%	45.91%	46.02%	46.12%	43.55%	48.20%	46.28%	34.23%	45.91%
Plan fiduciary net position as a percentage of the total pension liability	92.23%	92.23%	92.23%	92.23%	92.23%	92.23%	92.23%	92.23%	92.23%

Unaudited

**St. Mary Parish Council**  
**SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET) (continued)**

Parochial Employees Retirement System of Louisiana (Plan A)  
as of December 31, 2016 (The Plan Measurement Date)

	Primary Government	Consolidated Gravity Drainage District No. 1	St. Mary Parish Library	Sales & Use Tax Dept	Atchafalaya Golf Course	Wards 5 & 8 Joint Sewerage	Communications District
Entity's proportion of the net pension liability (asset)	1.025232%	0.059870%	0.174292%	0.074065%	0.018758%	0.011712%	0.059151%
Amount of Entity's proportionate share of the net pension liability (asset)	\$ 2,041,589	\$ 123,303	\$ 358,957	\$ 152,538	\$ 69,890	\$ 24,121	\$ 121,822
Entity's covered-employee payroll	\$ 6,080,187	\$ 353,605	\$ 1,033,649	\$ 439,244	\$ 170,897	\$ 69,458	\$ 349,834
Entity's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	33.58%	34.87%	34.73%	34.73%	40.90%	34.73%	34.82%
Plan fiduciary net position as a percentage of the total pension liability	94.15%	94.15%	94.15%	94.15%	94.15%	94.15%	94.15%

Parochial Employees Retirement System of Louisiana (Plan A)  
as of December 31, 2017 (The Plan Measurement Date)

	Primary Government	Consolidated Gravity Drainage District No. 1	St. Mary Parish Library	Sales & Use Tax Dept	Atchafalaya Golf Course	Water and Sewer Commission No. 3	Wards 5 & 8 Joint Sewerage	Communications District
Entity's proportion of the net pension liability (asset)	0.918222%	0.059651%	0.170961%	0.072431%	0.031885%	0.048356%	0.012122%	0.061480%
Amount of Entity's proportionate share of the net pension liability (asset)	\$ (681,547)	\$ (44,276)	\$ (126,895)	\$ (53,762)	\$ (21,876)	\$ (35,892)	\$ (8,998)	\$ (45,387)
Entity's covered-employee payroll	\$ 5,724,217	\$ 370,690	\$ 1,059,209	\$ 456,966	\$ 184,210	\$ 281,668	\$ 71,859	\$ 469,901
Entity's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	-11.91%	-11.94%	-11.98%	-11.76%	-11.88%	-12.74%	-12.52%	-9.66%
Plan fiduciary net position as a percentage of the total pension liability	101.98%	101.98%	101.98%	101.98%	101.98%	101.98%	101.98%	101.98%

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

Unaudited

**St. Mary Parish Council**  
**SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)**

Parochial Employees Retirement System of Louisiana (Plan B)  
as of (The Plan Measurement Date)

	<u>December 31, 2014</u>			<u>December 31, 2015</u>			<u>December 31, 2016</u>			<u>December 31, 2017</u>		
	Water & Sewer Commission No. 4	Water & Sewer Commission No. 4	Waterworks District No. 5	Water & Sewer Commission No. 4	Waterworks District No. 5	Water & Sewer Commission No. 4	Waterworks District No. 5	Water & Sewer Commission No. 4	Waterworks District No. 5	Water & Sewer Commission No. 4	Waterworks District No. 5	
Entity's proportion of the net pension liability (asset)	0.590839%	0.609904%	0.377302%	0.595456%	0.331375%	0.542440%	0.343996%					
Amount of Entity's proportionate share of the net pension liability (asset)	\$ 1,641	\$ 108,591	\$ 67,177	\$ 77,354	\$ 43,048	\$ (68,250)	\$ (43,282)					
Entity's covered-employee payroll	\$ 513,227	\$ 512,135	\$ 372,900	\$ 593,188	\$ 358,201	\$ 631,653	\$ 345,587					
Entity's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0.32%	21.20%	18.01%	13.04%	12.02%	-10.80%	-12.52%					
Plan fiduciary net position as a percentage of the total pension liability	99.89%	93.48%	93.48%	95.50%	95.50%	104.02%	104.02%					

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

Unaudited

St. Mary Parish Council

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)  
Louisiana Clerks' of Court Retirement and Relief Fund  
as of (The Plan Measurement Date)

	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017
	Clerk of Court	Clerk of Court	Clerk of Court	Clerk of Court
Clerk's proportion of the net pension liability (asset)	0.866400%	0.874800%	0.881500%	0.835000%
Amount of Clerk's proportionate share of the net pension liability (asset)	\$ 1,168,654	\$ 1,312,253	\$ 1,630,776	\$ 1,263,326
Clerk's covered-employee payroll	\$ 787,696	\$ 779,553	\$ 774,548	\$ 753,209
Clerk's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	148.36%	168.33%	210.55%	167.73%
Plan fiduciary net position as a percentage of the total pension liability	79.37%	78.13%	74.17%	79.69%

Firefighters' Retirement System of Louisiana  
as of (The Plan Measurement Date)

	June 30, 2015		June 30, 2016		June 30, 2017	June 30, 2018
	Fire District No. 3	Fire District No. 7	Fire District No. 3	Fire District No. 7	Fire District No. 3	Fire District No. 3
District's proportion of the net pension liability (asset)	0.088403%	0.016270%	0.072803%	0.000000%	0.094377%	0.098797%
Amount of District's proportionate share of the net pension liability (asset)	\$ 477,121	\$ 87,811	\$ 476,197	\$ -	\$ 540,955	\$ 568,288
District's covered-employee payroll	\$ 159,738	\$ 40,185	\$ 164,154	\$ -	\$ 220,378	\$ 235,357
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	298.69%	218.52%	290.09%	0.00%	245.47%	241.46%
Plan fiduciary net position as a percentage of the total pension liability	72.45%	72.45%	68.16%	68.16%	73.55%	74.76%

Louisiana Assessors' Retirement Fund and Subsidiary  
as of (The Plan Measurement Date)

	September 30, 2015	September 30, 2016	September 30, 2017	September 30, 2018
	St. Mary Parish Assessor			
Assessor's proportion of the net pension liability (asset)	1.70069%	1.69142%	1.71323%	1.68518%
Amount of Assessor's proportionate share of the net pension liability (asset)	\$ 890,008	\$ 596,850	\$ 300,621	\$ 327,605
Assessor's covered-employee payroll	\$ 714,617	\$ 736,403	\$ 752,138	\$ 742,804
Assessor's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	124.54%	81.05%	39.97%	44.10%
Plan fiduciary net position as a percentage of the total pension liability	85.57%	90.68%	95.61%	95.46%

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

**ST. MARY PARISH COUNCIL  
SCHEDULE OF CONTRIBUTIONS**

Parochial Employees Retirement System of Louisiana (Plan A)  
For the Year Ended December 31, 2015

	Primary Government	St. Mary Parish Library	Sales & Use Tax Dept	Communications District
Contractually required contribution	\$ 919,881	\$ 144,892	\$ 59,146	\$ 32,350
Contributions in relation to the contractually require contribution	<u>(919,881)</u>	<u>(144,892)</u>	<u>(75,029)</u>	<u>(32,350)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (15,883)</u>	<u>\$ -</u>
Entity's covered-employee payroll	\$ 6,343,977	\$ 1,001,567	\$ 407,905	\$ 223,104
Contributions as a percentage of covered-employee payroll	14.50%	14.47%	18.39%	14.50%

Parochial Employees Retirement System of Louisiana (Plan A)  
For the Year Ended September 30, 2015

	Consolidated Gravity Drainage District No. 1	Atchafalaya Golf Course	Sewerage District No. 5	Sewerage District No. 8	Wards 5 & 8 Joint Sewerage
Contractually required contribution	\$ 48,811	\$ 28,839	\$ 23,846	\$ 13,128	\$ 10,677
Contributions in relation to the contractually require contribution	<u>(48,811)</u>	<u>(28,839)</u>	<u>(23,846)</u>	<u>(13,128)</u>	<u>(10,677)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Entity's covered-employee payroll	\$ 327,814	\$ 193,651	\$ 160,357	\$ 88,294	\$ 71,745
Contributions as a percentage of covered-employee payroll	14.89%	14.89%	14.87%	14.87%	14.88%

Parochial Employees Retirement System of Louisiana (Plan A)  
For the Year Ended December 31, 2016

	Primary Government	St. Mary Parish Library	Sales & Use Tax Dept	Communications District
Contractually required contribution	\$ 767,238	\$ 134,374	\$ 57,102	\$ 45,729
Contributions in relation to the contractually require contribution	<u>(767,238)</u>	<u>(134,374)</u>	<u>(57,102)</u>	<u>(45,729)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Entity's covered-employee payroll	\$ 6,080,187	\$ 1,033,649	\$ 439,244	\$ 350,802
Contributions as a percentage of covered-employee payroll	12.62%	13.00%	13.00%	13.04%

Parochial Employees Retirement System of Louisiana (Plan A)  
For the Year Ended September 30, 2016

	Consolidated Gravity Drainage District No. 1	Atchafalaya Golf Course	Sewerage District No. 5	Sewerage District No. 8	Wards 5 & 8 Joint Sewerage
Contractually required contribution	\$ 49,637	\$ 27,505	\$ 22,560	\$ 11,982	\$ 9,616
Contributions in relation to the contractually require contribution	<u>(49,637)</u>	<u>(27,505)</u>	<u>(22,560)</u>	<u>(11,982)</u>	<u>(9,616)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Entity's covered-employee payroll	\$ 369,715	\$ 206,312	\$ 168,039	\$ 89,582	\$ 71,957
Contributions as a percentage of covered-employee payroll	13.43%	13.33%	13.43%	13.38%	13.36%

**ST. MARY PARISH COUNCIL  
SCHEDULE OF CONTRIBUTIONS**

Parochial Employees Retirement System of Louisiana (Plan A) (continued)  
For the Year Ended December 31, 2017

	Primary Government	St. Mary Parish Library	Sales & Use Tax Dept	Communications District
Contractually required contribution	\$ 698,309	\$ 131,326	\$ 55,728	\$ 51,296
Contributions in relation to the contractually require contribution	<u>(698,309)</u>	<u>(131,326)</u>	<u>(55,728)</u>	<u>(51,296)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Entity's covered-employee payroll	\$ 5,586,519	\$ 1,050,608	\$ 445,821	\$ 410,368
Contributions as a percentage of covered-employee payroll	12.50%	12.50%	12.50%	12.50%

Parochial Employees Retirement System of Louisiana (Plan A)  
For the Year Ended September 30, 2017

	Consolidated Gravity Drainage District No. 1	Atchafalaya Golf Course	Wards 5 & 8 Joint Sewerage
Contractually required contribution	\$ 45,503	\$ 23,205	\$ 9,205
Contributions in relation to the contractually require contribution	<u>(45,503)</u>	<u>(23,205)</u>	<u>(9,205)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Entity's covered-employee payroll	\$ 360,439	\$ 183,689	\$ 72,990
Contributions as a percentage of covered-employee payroll	12.62%	12.63%	12.61%

Parochial Employees Retirement System of Louisiana (Plan A) (continued)  
For the Year Ended December 31, 2018

	Primary Government	St. Mary Parish Library	Sales & Use Tax Dept	Communications District
Contractually required contribution	\$ 658,284	\$ 121,808	\$ 52,551	\$ 54,039
Contributions in relation to the contractually require contribution	<u>(658,284)</u>	<u>(121,808)</u>	<u>(52,551)</u>	<u>(54,039)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Entity's covered-employee payroll	\$ 5,724,217	\$ 1,059,209	\$ 456,966	\$ 469,901
Contributions as a percentage of covered-employee payroll	11.50%	11.50%	11.50%	11.50%

Parochial Employees Retirement System of Louisiana (Plan A)  
For the Year Ended September 30, 2018

	Consolidated Gravity Drainage District No. 1	Atchafalaya Golf Course	Water and Sewer Commission No. 3	Wards 5 & 8 Joint Sewerage
Contractually required contribution	\$ 43,593	\$ 21,681	\$ 33,248	\$ 8,442
Contributions in relation to the contractually require contribution	<u>(43,593)</u>	<u>(21,681)</u>	<u>(33,248)</u>	<u>(8,442)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Entity's covered-employee payroll	\$ 370,690	\$ 184,210	\$ 281,668	\$ 71,859
Contributions as a percentage of covered-employee payroll	11.76%	11.77%	11.80%	11.75%

**ST. MARY PARISH COUNCIL  
SCHEDULE OF CONTRIBUTIONS**

Parochial Employees Retirement System of Louisiana (Plan B)  
For the Year Ended

	<u>September 30, 2015</u>		<u>September 30, 2016</u>		<u>September 30, 2017</u>		<u>September 30, 2018</u>	
	Water & Sewer Commission No. 4	Water & Sewer Commission No. 4	Waterworks District No. 5	Water & Sewer Commission No. 4	Waterworks District No. 5	Water & Sewer Commission No. 4	Waterworks District No. 5	
Contractually required contribution	\$ 53,893	\$ 49,793	\$ 30,052	\$ 44,868	\$ 27,883	\$ 48,203	\$ 26,939	
Contributions in relation to the contractually require contribution	(53,893)	(49,793)	(30,052)	(44,868)	(27,883)	(48,203)	(26,939)	
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Entity's covered-employee payroll	\$ 512,135	\$ 602,042	\$ 358,202	\$ 560,836	\$ 348,532	\$ 631,653	\$ 345,587	
Contributions as a percentage of covered-employee payroll	10.52%	8.27%	8.39%	8.00%	8.00%	7.63%	7.80%	

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

Unaudited

**St. Mary Parish Council  
SCHEDULE OF CONTRIBUTIONS**

Louisiana Clerks' of Court Retirement and Relief Fund  
as of

	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018
	St. Mary Parish Clerk of Court			
Contractually required contribution	\$ 144,217	\$ 147,164	\$ 136,713	\$ 142,121
Contributions in relation to the contractually required contribution	<u>(144,217)</u>	<u>(147,164)</u>	<u>(136,713)</u>	<u>(142,121)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Clerk's covered-employee payroll	\$ 779,553	\$ 774,548	\$ 719,541	\$ 748,004
Contributions as a percentage of covered-employee payroll	18.50%	19.00%	19.00%	19.00%

Firefighters' Retirement System of Louisiana  
as of

	September 30, 2015		September 30, 2016		September 30, 2017	September 30, 2018
	Fire District No. 3	Fire District No. 7	Fire District No. 3	Fire District No. 7	Fire District No. 3	Fire District No. 3
Contractually required contribution	\$ 46,337	\$ 8,048	\$ 46,500	\$ -	\$ 58,649	\$ 59,888
Contributions in relation to the contractually required contribution	<u>(46,337)</u>	<u>(8,048)</u>	<u>(46,500)</u>	<u>-</u>	<u>(58,649)</u>	<u>(59,888)</u>
Contribution deficiency (excess)	<u>\$ -</u>					
District's covered-employee payroll	\$ 161,172	\$ 27,648	\$ 172,845	\$ -	\$ 229,384	\$ 225,992
Contributions as a percentage of covered-employee payroll	28.75%	29.11%	26.90%	0.00%	25.57%	26.50%

Louisiana Assessors' Retirement Fund and Subsidiary  
as of

	December 31, 2015	December 31, 2016	December 31, 2017	December 31, 2018
	St. Mary Parish Assessor	St. Mary Parish Assessor	St. Mary Parish Assessor	St. Mary Parish Assessor
Contractually required contribution	\$ 96,226	\$ 94,631	\$ 70,806	\$ 60,124
Contributions in relation to the contractually required contribution	<u>(96,226)</u>	<u>(94,631)</u>	<u>(70,806)</u>	<u>(60,124)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Assessor's covered-employee payroll	\$ 712,782	\$ 749,555	\$ 743,888	\$ 751,553
Contributions as a percentage of covered-employee payroll	13.50%	12.62%	9.52%	8.00%

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

**ST. MARY PARISH COUNCIL**

**Schedule of Changes in Total OPEB Liability and Related Ratios  
For the Year Ended December 31, 2018**

	2018			
	Council	Assessor	Clerk of Court	Sales Tax Dept.
Changes in total OPEB Liab.				
Service cost	\$ 544,183	\$ 87,924	\$ 41,828	\$ 78,772
Interest on total OPEB liability	604,744	126,105	155,671	55,807
Effect of assumption changes or inputs	(85,358)	79,770	(9,384)	(32,531)
Changes in assumptions	(1,661,026)	619,413	-	(239,847)
Benefit payments	(581,332)	(71,105)	(171,560)	(29,821)
Net change in total OPEB liability	(1,178,789)	842,107	16,555	(167,620)
Total OPEB liability, beginning	17,870,440	3,613,155	4,344,278	1,395,180
Total OPEB liability, ending	<u>\$ 16,691,651</u>	<u>\$ 4,455,262</u>	<u>\$ 4,360,833</u>	<u>\$ 1,227,560</u>
Covered employee payroll	\$ 5,338,820	\$ 825,975	\$ 776,039	\$ 495,751
Total OPEB liability as a percentage of covered employee payroll	312.6%	539.4%	561.9%	247.6%

**Notes to Schedule:**

No assets are accumulated in a trust that meets the criteria of GASBS No. 75, paragraph 4.

There were no changes of benefit terms for the year ended December 31, 2018.

Changes of Assumptions:

Changes of assumptions for the Council reflect the discount rate as of 12/31/2017 was 3.44% and it changed to 4.10% as of 12/31/2018.

Changes of assumptions for the St. Mary Parish Sales and Use Tax Department reflect the adoption of turnover rates derived from the U.S. Office of Personnel Management in 2018 and effects of changes in the discount rate and healthcare cost trend rates:

For the Year Ended December 31,	Healthcare Cost	Discount
	Trend Rates	Rate
2017	5.4% to 5.8%	4.00%
2018	5.3% to 5.6%	4.10%

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

SUPPLEMENTARY INFORMATION NON-MAJOR GOVERNMENTAL FUNDS

**ST. MARY PARISH COUNCIL**  
**COMBINING FINANCIAL STATEMENTS**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
By Governmental Fund Type

**SPECIAL REVENUE FUNDS**

Special revenue funds are used to account for the proceeds of specific revenue sources that are earmarked for expenditures for specified purposes.

**DEBT SERVICE FUNDS**

Debt Service Funds are used to account for the accumulation of resources for, and the payment of long-term debt principal, interest and related costs.

**ST. MARY PARISH COUNCIL**

Combining Balance Sheet  
Nonmajor Governmental Funds - By Fund Type  
December 31, 2018

	Special Revenue <u>Funds</u>	Debt Service <u>Funds</u>	Total Nonmajor Governmental <u>Funds</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 419,561	\$ 3,504,095	\$ 3,923,656
Investments	759,157	34,206	793,363
Receivables (net of allowances for uncollectibles)	302,741		302,741
Due from other governments	946,908	468,416	1,415,324
Advance to other funds	1,404,471		1,404,471
Other assets	204		204
Total assets	<u>\$ 3,833,042</u>	<u>\$ 4,006,717</u>	<u>\$ 7,839,759</u>
<b>LIABILITIES AND FUND EQUITY</b>			
<b>Liabilities</b>			
Accounts payable	\$ 273,670		\$ 273,670
Accrued liabilities	49,152		49,152
Advance from other funds	432,076	\$ 328,000	760,076
Total liabilities	<u>754,898</u>	<u>328,000</u>	<u>1,082,898</u>
Deferred inflows of resources	70,405	-	70,405
Total liabilities and deferred inflows	<u>825,303</u>	<u>328,000</u>	<u>1,153,303</u>
<b>Fund equity</b>			
<b>Fund balances</b>			
<b>Restricted for</b>			
Use in specific geographic areas	1,131,139		1,131,139
Debt services		2,331,576	2,331,576
<b>Assigned for</b>			
General Government	285,537		285,537
Public safety	134,507		134,507
Culture & recreation	314,605		314,605
Health & welfare	673,826		673,826
Urban redevelopment & housing	5,521		5,521
Debt services		1,347,141	1,347,141
Unassigned	462,604		462,604
Total fund equity	<u>3,007,739</u>	<u>3,678,717</u>	<u>6,686,456</u>
Total liabilities and fund equity	<u>\$ 3,833,042</u>	<u>\$ 4,006,717</u>	<u>\$ 7,839,759</u>

ST. MARY PARISH COUNCIL

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
 Nonmajor Governmental Funds - By Fund Type  
 For the Year Ending December 31, 2018

	Special Revenue Funds	Debt Service Funds	Total Nonmajor Governmental Funds
<b>REVENUES</b>			
Taxes			
Sales and use	\$ 1,541,552	\$ 1,744,052	\$ 3,285,604
Ad Valorem		135,409	135,409
Intergovernmental revenues			
Federal	1,215,014		1,215,014
Medicaid	2,318,435		2,318,435
State	433,056		433,056
Local	148,544		148,544
Riverboat fees	1,400,000		1,400,000
Licenses & Permits	21,870		21,870
Fees, Charges, & Commission	162,263		162,263
Investment earnings & interest	42,204	45,006	87,210
Other revenues	4,992		4,992
Total revenues	<u>7,287,930</u>	<u>1,924,467</u>	<u>9,212,397</u>
<b>EXPENDITURES</b>			
Current:			
General government	251,039		251,039
Public safety	2,215,504		2,215,504
Public works	203,901		203,901
Culture & Recreation	385,984		385,984
Health & Welfare	3,592,268		3,592,268
Urban redevelopment & housing	389,719		389,719
Capital outlay	39,000		39,000
Debt service			
Principal		1,563,000	1,563,000
Interest		448,559	448,559
Fees		75,883	75,883
Total expenditures	<u>7,077,415</u>	<u>2,087,442</u>	<u>9,164,857</u>
Excess (deficiency) of revenues over (under) expenditures	<u>210,515</u>	<u>(162,975)</u>	<u>47,540</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Proceeds from refunding bonds		10,000,000	10,000,000
Operating transfers in	1,531,515	1,326,365	2,857,880
Operating transfers out	(1,826,365)	(11,096,317)	(12,922,682)
Total other financing sources (uses)	<u>(294,850)</u>	<u>230,048</u>	<u>(64,802)</u>
Excess of revenues and other sources over expenditures and other uses	<u>(84,335)</u>	<u>67,073</u>	<u>(17,262)</u>
Fund balance at beginning of year	3,092,074	3,611,644	6,703,718
Fund balance at end of year	<u>\$ 3,007,739</u>	<u>\$ 3,678,717</u>	<u>\$ 6,686,456</u>

## ST. MARY PARISH COUNCIL

### COMBINING FINANCIAL STATEMENTS & BUDGETARY COMPARISON SCHEDULES NON-MAJOR SPECIAL REVENUE FUNDS

#### GAMING RECEIPT FUND

The Gaming Receipt Fund is used to account for money received under an agreement with the Amelia Belle Riverboat Casino.

#### WITNESS FEE FUND

The Witness Fee Fund is used to account for monies received for court costs and fines related to cases in St. Mary Parish. Funds are used to pay witness fees related to Parish court cases.

#### JUROR COMPENSATION FUND

The Juror Compensation Fund is used to account for monies received related to juror compensation fees and paid for jury costs for cases in St. Mary Parish.

#### WARDS 5 AND 8 SALES TAX FUND

The Wards 5 and 8 Sales Tax Fund accounts for the proceeds of the three-tenths of one percent sales and use tax levied within Wards 5 and 8 to acquire and maintain lights, public works, fire protection, recreational, and health facilities.

#### WARDS 1, 2, 3, 4, 7, AND 10 SALES TAX FUND

The Wards 1, 2, 3, 4, 7, and 10 Sales Tax Fund accounts for the proceeds of the three-tenths of one percent sales and use tax levied within these wards to acquire and maintain lights, public works, fire protection, recreational, and health facilities.

#### JAIL OPERATING AND MAINTENANCE FUND

The Jail Operating fund is used to account for the proceeds of the one-half of one percent sales and use tax levied in St. Mary Parish to be used solely for the purposes of paying the cost of operating and maintaining jail facilities and minimum security facilities of the Parish.

#### 16th JDC - ST. MARY PARISH DRUG COURT FUND

The 16th JDC - St. Mary Parish Drug Court fund accounts for the operation of the adult and juvenile outpatient drug court program funded by federal and state grants from the Louisiana Supreme Court.

## JOB READINESS PROGRAM FUND

The Job Readiness Program Fund is used to account for Federal and State funds received for the purpose of providing work readiness training and job development/placement for drug court clients and inmates in the Sixteenth Judicial District.

## BOAT LANDING PERMITS FUND

The Boat Landing Permits Fund accounts for funds received from the sale of permits and launch fees to users of the various boat landings located throughout St. Mary Parish.

## HOUSING PROGRAM

The Housing Program administers the Section 8 Housing Program which covers all of St. Mary Parish, excluding Morgan City.

## DWI COURT

The DWI Court Fund is used to increase public safety by ensuring DWI offenders are held accountable for their behavior.

## DWI COURT - PATIENT FUND

The DWI Court Patient Fee Fund is used to account for fees received and other expenses related to participants in the DWI Court Program.

## FAIRVIEW TREATMENT CENTER

The Fairview Treatment Center operates an alcohol and drug abuse, inpatient treatment facility for the residents of Louisiana.

## CLAIRE HOUSE

Claire House operates a long-term residential treatment facility for chemically addicted women and their children.

**ST. MARY PARISH COUNCIL**

Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2018

	Gaming Receipt Fund	Witness Fee Fund	Juror Compensation Fund	Wards 5 & 8 Sales Tax Fund	Wards 1,2,3,4,7 & 10 Sales Tax Fund	Jail Operating & Maint. Fund	16th JDC- St. Mary Parish Drug Court	Job Readiness Program Fund
<b>ASSETS</b>								
Cash and cash equivalents	\$ 115	\$ 85,597			\$ 150,840	\$ 161,611		\$ 59
Investments				\$ 732,396	25,587	956		
Accounts receivable				59,688	73,278	159,326	\$ 1,410	45
Due from other governments							89,535	
Advance to other funds	472,493		\$ 199,940		283,594		141,597	
Other assets								
Total assets	<u>\$ 472,608</u>	<u>\$ 85,597</u>	<u>\$ 199,940</u>	<u>\$ 792,084</u>	<u>\$ 533,299</u>	<u>\$ 321,893</u>	<u>\$ 232,542</u>	<u>\$ 104</u>
<b>LIABILITIES AND FUND EQUITY</b>								
<b>Liabilities</b>								
Accounts payable	\$ 10,603			\$ 8,164	\$ 12,438	\$ 187,386	\$ 11,823	\$ 27
Accrued liabilities					758		13,584	
Advance from other funds				172,884			248,555	
Total liabilities	<u>10,603</u>	<u>-</u>	<u>-</u>	<u>181,048</u>	<u>13,196</u>	<u>187,386</u>	<u>273,962</u>	<u>27</u>
<b>Deferred inflows of resources</b>								
Total liabilities and deferred inflows	<u>10,603</u>	<u>-</u>	<u>-</u>	<u>181,048</u>	<u>13,196</u>	<u>187,386</u>	<u>273,962</u>	<u>27</u>
<b>Fund equity (deficit)</b>								
<b>Fund balances (deficits)</b>								
Restricted for use in specific geographic areas				611,036	520,103			
Assigned for								
General government		85,597	199,940					
Public safety						134,507		
Culture & Recreation								
Health & Welfare							(41,420)	77
Urban redevelopment & housing								
Unassigned	462,005							
Total fund equity (deficit)	<u>462,005</u>	<u>85,597</u>	<u>199,940</u>	<u>611,036</u>	<u>520,103</u>	<u>134,507</u>	<u>(41,420)</u>	<u>77</u>
Total liabilities and fund equity	<u>\$ 472,608</u>	<u>\$ 85,597</u>	<u>\$ 199,940</u>	<u>\$ 792,084</u>	<u>\$ 533,299</u>	<u>\$ 321,893</u>	<u>\$ 232,542</u>	<u>\$ 104</u>

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

ST. MARY PARISH COUNCIL

Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2018

	Boat Landing Permit Fund	Housing Program	DWI Court	DWI Court - Patient Fee	Fairview Treatment Center	Claire House	Total Nonmajor Special Revenue Funds
<b>ASSETS</b>							
Cash and cash equivalents	\$ 15,301	\$ 5,838				\$ 200	\$ 419,561
Investments	218						759,157
Accounts receivable		2,955			\$ 6,039		302,741
Due from other governments			\$ 14,907		618,666	223,800	946,908
Advance to other funds	299,962			\$ 6,885			1,404,471
Other assets						204	204
Total assets	<u>\$ 315,481</u>	<u>\$ 8,793</u>	<u>\$ 14,907</u>	<u>\$ 6,885</u>	<u>\$ 624,705</u>	<u>\$ 224,204</u>	<u>\$ 3,833,042</u>
<b>LIABILITIES AND FUND EQUITY</b>							
<b>Liabilities</b>							
Accounts payable	\$ 876	\$ 3,272	\$ 771	\$ 58	\$ 30,834	\$ 7,418	\$ 273,670
Accrued liabilities			2,900		31,910		49,152
Advance from other funds			10,637				432,076
Total liabilities	<u>876</u>	<u>3,272</u>	<u>14,308</u>	<u>58</u>	<u>62,744</u>	<u>7,418</u>	<u>754,898</u>
Deferred inflows of resources					70,405		70,405
Total liabilities and deferred inflows	<u>876</u>	<u>3,272</u>	<u>14,308</u>	<u>58</u>	<u>133,149</u>	<u>7,418</u>	<u>825,303</u>
<b>Fund equity (deficit)</b>							
<b>Fund balances (deficits)</b>							
Restricted for use in specific geographic areas							1,131,139
<b>Assigned for</b>							
General government							285,537
Public safety							134,507
Culture & Recreation	314,605						314,605
Health & Welfare				6,827	491,556	216,786	673,826
Urban redevelopment & housing		5,521					5,521
Unassigned			599				462,604
Total fund equity (deficit)	<u>314,605</u>	<u>5,521</u>	<u>599</u>	<u>6,827</u>	<u>491,556</u>	<u>216,786</u>	<u>3,007,739</u>
Total liabilities and fund equity	<u>\$ 315,481</u>	<u>\$ 8,793</u>	<u>\$ 14,907</u>	<u>\$ 6,885</u>	<u>\$ 624,705</u>	<u>\$ 224,204</u>	<u>\$ 3,833,042</u>

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

ST. MARY PARISH COUNCIL

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
 Nonmajor Special Revenue Funds  
 For the Year Ending December 31, 2018

	Gaming Receipt Fund	Witness Fee Fund	Juror Compensation Fund	Wards 5 & 8 Sales Tax Fund	Wards 1,2,3,4,7 & 10 Sales Tax Fund	Jail Operating & Maint. Fund	16th JDC- St. Mary Parish Drug Court	Job Readiness Program Fund
<b>REVENUES</b>								
Taxes								
Sales and use				\$ 291,814	\$ 408,658	\$ 841,080		
Intergovernmental revenues								
Federal							\$ 155,345	
Medicaid							371,129	
State							42,279	
Local						106,265		
Riverboat fees	\$ 1,400,000							
Licenses & Permits								
Fees, Charges, & Commission		\$ 54,356	\$ 46,680			2,322	17,644	\$ 1,015
Investment earnings & interest	14,181			14,153	8,180	1,847		
Other revenues	4,242				750			
Total revenues	<u>1,418,423</u>	<u>54,356</u>	<u>46,680</u>	<u>305,967</u>	<u>417,588</u>	<u>951,514</u>	<u>586,397</u>	<u>1,015</u>
<b>EXPENDITURES</b>								
Current:								
General government	187,149	48,140	15,750					
Public safety	95,184			10,000	55,441	2,054,879		
Public works				61,631	142,270			
Culture & Recreation	73,320			163,698	146,878			
Health & Welfare	1,130				18,069		585,538	5,192
Urban redevelopment & Housing								
Capital outlay								
Total expenditures	<u>356,783</u>	<u>48,140</u>	<u>15,750</u>	<u>235,329</u>	<u>362,658</u>	<u>2,054,879</u>	<u>585,538</u>	<u>5,192</u>
Excess (deficiency) of revenues over (under) expenditures	1,061,640	6,216	30,930	70,638	54,930	(1,103,365)	859	(4,177)
<b>OTHER FINANCING SOURCES</b>								
Operating transfers in		6,515				1,525,000		
Operating transfers out	(1,133,634)			(175,000)		(452,731)		
Total other financing sources (uses)	<u>(1,133,634)</u>	<u>6,515</u>	<u>-</u>	<u>(175,000)</u>	<u>-</u>	<u>1,072,269</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(71,994)	12,731	30,930	(104,362)	54,930	(31,096)	859	(4,177)
Fund balance (deficits) at beginning of year	<u>533,999</u>	<u>72,866</u>	<u>169,010</u>	<u>715,398</u>	<u>465,173</u>	<u>165,603</u>	<u>(42,279)</u>	<u>4,254</u>
Fund balance (deficits) at end of year	\$ <u>462,005</u>	\$ <u>85,597</u>	\$ <u>199,940</u>	\$ <u>611,036</u>	\$ <u>520,103</u>	\$ <u>134,507</u>	\$ <u>(41,420)</u>	\$ <u>77</u>

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

ST. MARY PARISH COUNCIL

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
 Nonmajor Special Revenue Funds  
 For the Year Ending December 31, 2018

	Boat Landing Permit Fund	Housing Program	DWI Court	DWI Court - Patient Fee Fund	Fairview Treatment Center	Claire House	Total Nonmajor Special Revenue Funds
<b>REVENUES</b>							
Taxes							
Sales and use							\$ 1,541,552
Intergovernmental revenues							
Federal		\$ 389,481			\$ 188,558	\$ 481,630	1,215,014
Medicaid					2,318,435		2,318,435
State			\$ 61,927				433,056
Local							148,544
Riverboat fees							1,400,000
Licenses & Permits	\$ 21,870						21,870
Fees, Charges, & Commission	35,068			\$ 827	4,351		162,263
Investment earnings & interest	3,968		(213)	88			42,204
Other revenues							4,992
Total revenues	<u>60,906</u>	<u>389,481</u>	<u>61,714</u>	<u>915</u>	<u>2,511,344</u>	<u>481,630</u>	<u>7,287,930</u>
<b>EXPENDITURES</b>							
Current:							
General government							251,039
Public safety							2,215,504
Public works							203,901
Culture & Recreation	2,088						385,984
Health & Welfare			64,066	2,835	2,300,279	615,159	3,592,268
Urban redevelopment & Housing		389,719					389,719
Capital outlay	39,000						39,000
Total expenditures	<u>41,088</u>	<u>389,719</u>	<u>64,066</u>	<u>2,835</u>	<u>2,300,279</u>	<u>615,159</u>	<u>7,077,415</u>
Excess (deficiency) of revenues over (under) expenditures	19,818	(238)	(2,352)	(1,920)	211,065	(133,529)	210,515
<b>OTHER FINANCING SOURCES</b>							
Operating transfers in							1,531,515
Operating transfers out					(65,000)		(1,826,365)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(65,000)</u>	<u>-</u>	<u>(294,850)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	19,818	(238)	(2,352)	(1,920)	146,065	(133,529)	(84,335)
Fund balance (deficits) at beginning of year	294,787	5,759	2,951	8,747	345,491	350,315	3,092,074
Fund balance (deficits) at end of year	<u>\$ 314,605</u>	<u>\$ 5,521</u>	<u>\$ 599</u>	<u>\$ 6,827</u>	<u>\$ 491,556</u>	<u>\$ 216,786</u>	<u>\$ 3,007,739</u>

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

**ST. MARY PARISH COUNCIL**

Budgetary Comparison Schedule  
Gaming Receipt Fund  
For the Year Ended December 31, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Riverboat fees	\$ 1,500,000	\$ 1,400,000	\$ 1,400,000	\$ -
Investment earnings & interest	1,000	6,000	14,181	8,181
Other revenues		3,743	4,242	499
Total revenues	<u>1,501,000</u>	<u>1,409,743</u>	<u>1,418,423</u>	<u>8,680</u>
<b>EXPENDITURES</b>				
Current:				
General government	187,000	188,366	187,149	1,217
Public safety	96,000	96,000	95,184	816
Culture & Recreation	75,000	73,320	73,320	-
Health & Welfare	1,500	1,500	1,130	370
Total expenditures	<u>359,500</u>	<u>359,186</u>	<u>356,783</u>	<u>2,403</u>
Excess of revenues over expenditures	<u>1,141,500</u>	<u>1,050,557</u>	<u>1,061,640</u>	<u>11,083</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers out				
General Fund	(465,000)	(540,000)	(540,000)	-
Jail Operating & Maintenance Fund	(525,000)	(525,000)	(525,000)	-
Certificate of Indebtedness Sinking Fund	(68,634)	(68,634)	(68,634)	-
Total other financing sources (uses)	<u>(1,058,634)</u>	<u>(1,133,634)</u>	<u>(1,133,634)</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	82,866	(83,077)	(71,994)	11,083
Fund balance at beginning of year	<u>510,169</u>	<u>533,999</u>	<u>533,999</u>	<u>-</u>
Fund balance at end of year	<u>\$ 593,035</u>	<u>\$ 450,922</u>	<u>\$ 462,005</u>	<u>\$ 11,083</u>

**ST. MARY PARISH COUNCIL**

Budgetary Comparison Schedule  
 Witness Fee Fund  
 For the Year Ended December 31, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Fees, Charges, & Commission	\$ 55,000	\$ 55,000	\$ 54,356	\$ (644)
Total revenues	<u>55,000</u>	<u>55,000</u>	<u>54,356</u>	<u>(644)</u>
<b>EXPENDITURES</b>				
Current:				
General government				
Witness Fees	25,000	20,000	18,760	1,240
Payment to 16th JDC Crimnal Court Fund		29,380	29,380	-
Total expenditures	<u>25,000</u>	<u>49,380</u>	<u>48,140</u>	<u>1,240</u>
Excess (deficiency) of revenues over (under) expenditures	<u>30,000</u>	<u>5,620</u>	<u>6,216</u>	<u>596</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in				
General Fund		6,515	6,515	-
Total other financing sources (uses)	<u>-</u>	<u>6,515</u>	<u>6,515</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	30,000	12,135	12,731	(596)
Fund balance at beginning of year	<u>80,000</u>	<u>72,866</u>	<u>72,866</u>	<u>-</u>
Fund balance at end of year	<u>\$ 110,000</u>	<u>\$ 85,001</u>	<u>\$ 85,597</u>	<u>\$ 596</u>

**ST. MARY PARISH COUNCIL**

Budgetary Comparison Schedule  
Juror Compensation Fund  
For the Year Ended December 31, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Fees, Charges, & Commission	\$ 50,000	\$ 50,000	\$ 46,680	\$ (3,320)
Total revenues	<u>50,000</u>	<u>50,000</u>	<u>46,680</u>	<u>(3,320)</u>
<b>EXPENDITURES</b>				
Current:				
General government	<u>35,000</u>	<u>15,000</u>	<u>15,750</u>	<u>(750)</u>
Total expenditures	<u>35,000</u>	<u>15,000</u>	<u>15,750</u>	<u>(750)</u>
Excess revenues over expenditures	15,000	35,000	30,930	(4,070)
Fund balance at beginning of year	<u>163,630</u>	<u>169,010</u>	<u>169,010</u>	<u>-</u>
Fund balance at end of year	<u>\$ 178,630</u>	<u>\$ 204,010</u>	<u>\$ 199,940</u>	<u>\$ (4,070)</u>

**ST. MARY PARISH COUNCIL**

Budgetary Comparison Schedule  
 Wards 5 & 8 Sales Tax Fund  
 For the Year Ended December 31, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Taxes				
Sales and use	\$ 220,000	\$ 270,000	\$ 291,814	\$ 21,814
Investment earnings & interest	2,500	12,500	14,153	1,653
Total revenues	<u>222,500</u>	<u>282,500</u>	<u>305,967</u>	<u>23,467</u>
<b>EXPENDITURES</b>				
Current:				
General government	3,300	3,300		3,300
Public safety				
Fire fighting	10,000	10,000	10,000	-
Public works				
Street lighting	55,000	55,000	57,267	(2,267)
Wax Lake East Drainage District	12,000	18,000	4,364	13,636
Culture & Recreation				
Town of Berwick	3,000	3,000	3,000	-
Other	2,700	2,700	1,000	1,700
Recreation District #3	108,000	108,000	107,327	673
Recreation District #4	50,000	58,000	52,371	5,629
Health & Welfare				
Hospital District No. 3	125,000			-
Total expenditures	<u>369,000</u>	<u>258,000</u>	<u>235,329</u>	<u>22,671</u>
Excess (deficiency) of revenues over (under) expenditures	(146,500)	24,500	70,638	46,138
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfer out				
General Fund	-	(125,000)	(125,000)	-
Kemper Williams Park	-	(50,000)	(50,000)	-
Total other financing sources (uses)	<u>-</u>	<u>(175,000)</u>	<u>(175,000)</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(146,500)	(150,500)	(104,362)	46,138
Fund balance at beginning of year	<u>663,389</u>	<u>715,398</u>	<u>715,398</u>	<u>-</u>
Fund balance at end of year	<u>\$ 516,889</u>	<u>\$ 564,898</u>	<u>\$ 611,036</u>	<u>\$ 46,138</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
 Wards 1, 2, 3, 4, 7, & 10 Sales Tax Fund  
 For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Taxes				
Sales and use	\$ 350,000	\$ 390,000	\$ 408,658	\$ 18,658
Investment earnings & interest	1,500	7,500	8,180	680
Other revenues			750	750
Total revenues	<u>351,500</u>	<u>397,500</u>	<u>417,588</u>	<u>20,088</u>
<b>EXPENDITURES</b>				
Current:				
Public safety				
Fire fighting	55,523	55,523	55,441	82
Public works				
Water & Sewer #4		3,250	1,875	1,375
Water & Sewer #5		500		500
Street lighting	127,500	127,500	140,395	(12,895)
Culture & Recreation				
Elizabeth B. Davis Park	68,752	41,252	24,991	16,261
Hebert-Washington Park	63,813	35,813	33,184	2,629
City of Franklin	8,334	19,134	19,133	1
St. Joseph Recreation Area	6,825	7,385	6,698	687
Recreation District #5		18,000	-	18,000
Recreation District #7	30,000	31,000	31,000	-
Sorrell Park	500	500	372	128
Enrichment Programs	23,000	28,000	28,000	-
Other	1,000	3,500	3,500	-
Health & Welfare				
St. Mary Community Action Agency	2,500	2,500		2,500
Save Our Children Mentoring Program	14,960	14,960	14,960	-
General Assistance	2,000	3,500	3,109	391
Total expenditures	<u>404,707</u>	<u>392,317</u>	<u>362,658</u>	<u>29,659</u>
Excess (deficiency) of revenues over (under) expenditures	(53,207)	5,183	54,930	49,747
Fund balance at beginning of year	<u>298,389</u>	<u>465,173</u>	<u>465,173</u>	<u>-</u>
Fund balance at end of year	<u>\$ 245,182</u>	<u>\$ 470,356</u>	<u>\$ 520,103</u>	<u>\$ 49,747</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
 Jail Operating & Maintenance Fund  
 For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Taxes				
Sales and use	\$ 820,000	\$ 810,000	\$ 841,080	\$ 31,080
Local				
Sheriff	120,550	107,550	106,265	(1,285)
Fees, Charges, & Commission	4,000	2,000	2,322	322
Investment earnings & interest		1,500	1,847	347
Total revenues	<u>944,550</u>	<u>921,050</u>	<u>951,514</u>	<u>30,464</u>
<b>EXPENDITURES</b>				
Current:				
Public safety				
Administration	722,000	622,000	562,689	59,311
Adult Correctional Institution	1,315,500	1,294,500	1,244,163	50,337
Cost for Juvenile Prisoners	15,000	15,000	37,201	(22,201)
Adult Correctional Institution - Morgan City Jail	195,000	195,000	210,826	(15,826)
Total expenditures	<u>2,247,500</u>	<u>2,126,500</u>	<u>2,054,879</u>	<u>71,621</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,302,950)</u>	<u>(1,205,450)</u>	<u>(1,103,365)</u>	<u>102,085</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in				
General Fund	1,000,000	1,000,000	1,000,000	-
Gaming Receipt Fund	525,000	525,000	525,000	-
Operating transfers out				
Jail Sinking Fund	(431,173)	(431,173)	(431,172)	(1)
Jail Reserve Fund	(21,559)	(21,559)	(21,559)	-
Total other financing sources (uses)	<u>1,072,268</u>	<u>1,072,268</u>	<u>1,072,269</u>	<u>(1)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(230,682)</u>	<u>(133,182)</u>	<u>(31,096)</u>	<u>102,084</u>
Fund balance at beginning of year	<u>247,427</u>	<u>165,603</u>	<u>165,603</u>	<u>-</u>
Fund balance at end of year	<u>\$ 16,745</u>	<u>\$ 32,421</u>	<u>\$ 134,507</u>	<u>\$ 102,086</u>

**ST. MARY PARISH COUNCIL**

Budgetary Comparison Schedule  
 16th JDC - St. Mary Parish Drug Court  
 For the Year Ended December 31, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Federal grant	\$ 165,000	\$ 165,000	\$ 155,345	\$ (9,655)
State grant	385,000	385,000	371,129	(13,871)
16th Judicial District grant			42,279	42,279
Patient fees	<u>20,000</u>	<u>20,000</u>	<u>17,644</u>	<u>(2,356)</u>
Total revenues	<u>570,000</u>	<u>570,000</u>	<u>586,397</u>	<u>16,397</u>
<b>EXPENDITURES</b>				
Current				
Health and welfare				
Personal services and benefits	385,708	380,708	373,663	7,045
Operating services	81,422	81,722	92,328	(10,606)
Supplies	19,430	19,130	8,543	10,587
Professional services	52,640	72,640	59,309	13,331
Lab fees	70,000	70,000	48,514	21,486
Travel	5,000	5,000	2,438	2,562
Bad debts			<u>743</u>	<u>(743)</u>
Total expenditures	<u>614,200</u>	<u>629,200</u>	<u>585,538</u>	<u>43,662</u>
Excess (deficiency) of revenues over (under) expenditures	(44,200)	(59,200)	859	60,059
Fund balance (deficit) at beginning of year	<u>(42,279)</u>	<u>(42,279)</u>	<u>(42,279)</u>	<u>-</u>
Fund balance (deficit) at end of year	<u>\$ (86,479)</u>	<u>\$ (101,479)</u>	<u>\$ (41,420)</u>	<u>\$ 60,059</u>

**ST. MARY PARISH COUNCIL**

Budgetary Comparison Schedule  
 Job Readiness Program Fund  
 For the Year Ended December 31, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Intergovernmental Revenues				
Federal Grants	\$ 7,000			\$ -
Local Grants	1,800			-
Fees, Charges, & Commission	<u>1,000</u>	\$ <u>1,000</u>	\$ <u>1,015</u>	\$ <u>15</u>
Total Revenues	<u>9,800</u>	<u>1,000</u>	<u>1,015</u>	<u>15</u>
<b>EXPENDITURES</b>				
Current:				
Health & Welfare	<u>17,360</u>	<u>3,526</u>	<u>5,192</u>	<u>(1,666)</u>
Total expenditures	<u>17,360</u>	<u>3,526</u>	<u>5,192</u>	<u>(1,666)</u>
Excess (deficiency) of revenues over (under) expenditures	(7,560)	(2,526)	(4,177)	(1,651)
Fund balance at the beginning of year	<u>8,604</u>	<u>4,254</u>	<u>4,254</u>	<u>-</u>
Fund balance at the end of year	<u>\$ 1,044</u>	<u>\$ 1,728</u>	<u>\$ 77</u>	<u>\$ (1,651)</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
 Boat Landing Permit Fund  
 For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Licenses & permits	\$ 20,000	\$ 20,000	\$ 21,870	\$ 1,870
Fees, Charges, & Commission	33,250	31,400	35,068	3,668
Investment earnings & interest	500	500	3,968	3,468
Total revenues	<u>53,750</u>	<u>51,900</u>	<u>60,906</u>	<u>9,006</u>
<b>EXPENDITURES</b>				
Current:				
Culture & Recreation	1,500	1,500	2,088	(588)
Capital outlay	<u>105,000</u>	<u>51,000</u>	<u>39,000</u>	<u>12,000</u>
Total expenditures	<u>106,500</u>	<u>52,500</u>	<u>41,088</u>	<u>11,412</u>
Excess of revenues over expenditures	(52,750)	(600)	19,818	20,418
Fund balance at beginning of year	<u>106,671</u>	<u>294,787</u>	<u>294,787</u>	<u>-</u>
Fund balance at end of year	<u>\$ 53,921</u>	<u>\$ 294,187</u>	<u>\$ 314,605</u>	<u>\$ 20,418</u>

**ST. MARY PARISH COUNCIL**

Budgetary Comparison Schedule  
Housing Program  
For the Year Ended December 31, 2018

	Original & Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>			
Intergovernmental revenues			
Federal grants	\$ 381,250	\$ 389,481	\$ 8,231
Total revenues	<u>381,250</u>	<u>389,481</u>	<u>8,231</u>
<b>EXPENDITURES</b>			
Current:			
Urban redevelopment & housing			
Housing assistance and administrative	<u>381,250</u>	<u>389,719</u>	<u>(8,469)</u>
Total expenditures	<u>381,250</u>	<u>389,719</u>	<u>(8,469)</u>
Excess (deficiency) of revenues over (under) expenditures	-	(238)	(238)
Fund balance at beginning of year	<u>5,759</u>	<u>5,759</u>	-
Fund balance at end of year	<u>\$ 5,759</u>	<u>\$ 5,521</u>	<u>\$ (238)</u>

**ST. MARY PARISH COUNCIL**

Budgetary Comparison Schedule  
DWI Court  
For the Year Ended December 31, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final Budget Positive (Negative)
<b>REVENUES</b>				
Federal grant	\$ 55,000	\$ 60,410	\$ 61,927	\$ 1,517
Interest earnings			(213)	(213)
Total Revenue	<u>55,000</u>	<u>60,410</u>	<u>61,714</u>	<u>1,304</u>
<b>EXPENDITURES</b>				
Health & welfare	<u>55,000</u>	<u>63,361</u>	<u>64,066</u>	<u>(705)</u>
Total Expenditure	<u>55,000</u>	<u>63,361</u>	<u>64,066</u>	<u>(705)</u>
Excess of (deficiency) of revenues over (under) expenditures	-	(2,951)	(2,352)	599
Fund balance at beginning of year		<u>2,951</u>	<u>2,951</u>	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 599</u>	<u>\$ 599</u>

**ST. MARY PARISH COUNCIL**

Budgetary Comparison Schedule  
 DWI Court - Patient Fee Fund  
 For the Year Ended December 31, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Fees, charges, & commission	\$ 1,700	\$ 850	\$ 827	\$ (23)
Investment earnings & interest	15	55	88	33
Total revenues	<u>1,715</u>	<u>905</u>	<u>915</u>	<u>10</u>
<b>EXPENDITURES</b>				
Health & Welfare	<u>7,650</u>	<u>2,875</u>	<u>2,835</u>	<u>40</u>
Total expenditures	<u>7,650</u>	<u>2,875</u>	<u>2,835</u>	<u>40</u>
Excess (deficiency) of revenues over (under) expenditures	(5,935)	(1,970)	(1,920)	50
Fund balance at beginning of year	<u>8,385</u>	<u>8,747</u>	<u>8,747</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,450</u>	<u>\$ 6,777</u>	<u>\$ 6,827</u>	<u>\$ 50</u>

**ST. MARY PARISH COUNCIL**

Budgetary Comparison Schedule (Non GAAP Basis)  
Fairview Treatment Center  
For the Year Ended December 31, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Federal grant		\$ 188,558	\$ 188,558	
Medicaid	\$ 2,513,930	2,695,403	2,695,409	\$ 6
Patient fees	3,000	4,351	4,351	-
Total revenues	<u>2,516,930</u>	<u>2,888,312</u>	<u>2,888,318</u>	<u>6</u>
<b>EXPENDITURES</b>				
Current				
Health & welfare				
Personal services and benefits	1,348,933	1,359,480	1,359,470	10
Travel	21,199	5,807	5,807	-
Operating services	356,153	354,786	354,786	-
Supplies	77,802	63,947	78,331	(14,384)
Professional services	477,305	438,287	441,100	(2,813)
Lab fees	10,500	8,271	7,781	490
Capital outlay	72,038	58,420	29,270	29,150
Total expenditures	<u>2,363,930</u>	<u>2,288,998</u>	<u>2,276,545</u>	<u>12,453</u>
Excess of revenues over expenditures before transfer	<u>153,000</u>	<u>599,314</u>	<u>611,773</u>	<u>(12,459)</u>
Transfer out to General Fund		<u>(65,000)</u>	<u>(65,000)</u>	<u>-</u>
Net change in fund balance - Non-GAAP Basis	<u>153,000</u>	<u>534,314</u>	<u>546,773</u>	<u>(12,459)</u>
Reconciliation of Non-GAAP (Cash) Budget Basis to GAAP Basis:				
Revenues - Difference			\$ (376,974)	
Expenditures - Differences				
Bad debt			(6,882)	
Operating services			396	
Personal services			(2,620)	
Professional fees			(8,688)	
Supplies			<u>(5,940)</u>	
Total difference in expenditures			<u>(23,734)</u>	
Net change in fund balance - GAAP Basis			\$ <u>146,065</u>	

Note on Budgeting Basis:

Fairview Treatment Center budgets on a cash basis rather than on GAAP Basis.

**ST. MARY PARISH COUNCIL**

Budgetary Comparison Schedule  
 Claire House  
 For the Year Ended December 31, 2018

	Original & Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
<b>REVENUES</b>			
Federal grant	\$ 579,363	\$ 481,630	\$ (97,733)
Total revenues	<u>579,363</u>	<u>481,630</u>	<u>(97,733)</u>
<b>EXPENDITURES</b>			
Current			
Health and welfare			
Personal services and benefits	415,363	425,238	(9,875)
Operating services	146,500	139,913	6,587
Supplies	9,200	18,907	(9,707)
Professional services	3,000	2,336	664
Capital Outlay	<u>5,300</u>	<u>28,765</u>	<u>(23,465)</u>
Total expenditures	<u>579,363</u>	<u>615,159</u>	<u>(35,796)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(133,529)</u>	<u>(133,529)</u>
Fund balance at beginning of year	<u>350,315</u>	<u>350,315</u>	<u>-</u>
Fund balance at end of year	<u>\$ 350,315</u>	<u>\$ 216,786</u>	<u>\$ (133,529)</u>

**ST. MARY PARISH COUNCIL  
COMBINING FINANCIAL STATEMENTS  
DEBT SERVICE FUNDS - NON MAJOR**

**SALES TAX BOND SINKING FUND**

The Sales Tax Bond Sinking Fund accounts for the Council's share of a one percent sales tax which is to be used for the retirement the 2011 bond issue totaling \$6,865,000. Any amounts accumulated in excess of debt service requirements can be used by the parish for any lawful purpose.

**SALES TAX BOND RESERVE FUND**

The Sales Tax Bond Reserve Fund is a reserve fund required by the 2011 \$6,865,000 bond issue indenture.

**THREE-FOURTHS PERCENT SALES TAX BOND RESERVE FUND**

The Three-Fourths Percent Sales Tax Bond Reserve Fund is a reserve fund required by the 2012 \$3,890,000 bond issue, and the 2015 \$2,190,000 Sales Tax Refunding Bond Issue.

**THREE-FOURTHS PERCENT SALES TAX BOND SINKING FUND**

The Three-Fourths Percent Sales Tax Bond Sinking Fund accumulates that portion of the three-fourths percent sales tax needed for the payment of 2012 \$3,890,000 bond issue, and 2015 \$2,190,000 Sewerage Sales Tax Refunding Bond Issue.

**ST. MARY PARISH LIBRARY SINKING FUND**

The Library General Obligation Sinking Fund accounts for the receipt of ad valorem taxes and payment of the 2009 \$2,500,000 of general obligation bonds.

## CERTIFICATES OF INDEBTEDNESS SINKING FUND

This fund accounts for the transfer of revenues for the repayment of the \$600,000 Certificates of Indebtedness, \$2,345,000 Series 2012 Revenue Refunding Bonds and the \$10,000,000 Limited Tax Revenue Bonds Series 2018.

## JAIL SINKING FUND

The Jail Sinking Fund accounts for the payment of \$3,490,000 Series 2010 Jail Revenue and Refunding Bonds, and the transfer of excess revenues over expenditures from the Jail Operating Fund.

## JAIL RESERVE FUND

The Jail Reserve Fund is a reserve fund required by the \$3,490,000 Series 2010 Jail Revenue and Refunding Bonds.

**ST. MARY PARISH COUNCIL**

Combining Balance Sheet  
Nonmajor Debt Service Funds  
December 31, 2018

	<u>Sales Tax Bond Sinking Fund</u>	<u>Sales Tax Bond Reserve Fund</u>	<u>3/4% Sales Tax Bond Reserve Fund</u>	<u>3/4% Sales Tax Bond Sinking Fund</u>	<u>St. Mary Parish Library Sinking Fund</u>	<u>Certificates of Indebtedness Sinking Fund</u>	<u>Jail Sinking Fund</u>	<u>Jail Reserve Fund</u>	<u>Total Nonmajor Debt Service Funds</u>
<b>ASSETS</b>									
Cash and cash equivalents	\$ 162,500	\$ 633,595	\$ 714,524	\$ 561,257	\$ 279,929	\$ 435,089	\$ 527,557	\$ 189,644	\$ 3,504,095
Investments	32,909	208	2	752	335				34,206
Receivables (net of allowances for uncollectibles)									
Due from component units									
Due from other governments	330,108				138,308				468,416
Due from other funds									
Advance to other funds									
Total assets	<u>525,517</u>	<u>633,803</u>	<u>714,526</u>	<u>562,009</u>	<u>418,572</u>	<u>435,089</u>	<u>527,557</u>	<u>189,644</u>	<u>4,006,717</u>
<b>LIABILITIES AND FUND EQUITY</b>									
<b>Liabilities</b>									
Advance from other funds	\$ 328,000							\$	\$ 328,000
Total liabilities	<u>328,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>328,000</u>
<b>Fund equity</b>									
<b>Fund balances</b>									
Restricted for debt service	162,500	604,650	714,526	305,000	118,900		344,500	81,500	2,331,576
Assigned for debt service	35,017	29,153		257,009	299,672	435,089	183,057	108,144	1,347,141
Total fund equity	<u>197,517</u>	<u>633,803</u>	<u>714,526</u>	<u>562,009</u>	<u>418,572</u>	<u>435,089</u>	<u>527,557</u>	<u>189,644</u>	<u>3,678,717</u>
Total liabilities and fund equity	<u>\$ 525,517</u>	<u>\$ 633,803</u>	<u>\$ 714,526</u>	<u>\$ 562,009</u>	<u>\$ 418,572</u>	<u>\$ 435,089</u>	<u>\$ 527,557</u>	<u>\$ 189,644</u>	<u>\$ 4,006,717</u>

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

**ST. MARY PARISH COUNCIL**

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Debt Service Funds  
For the Year Ending December 31, 2018

	Sales Tax Bond <u>Sinking Fund</u>	Sales Tax Bond Reserve <u>Fund</u>	3/4% Sales Tax Bond <u>Reserve Fund</u>	3/4% Sales Tax Bond <u>Sinking Fund</u>	St. Mary Parish Library <u>Sinking Fund</u>	Certificate of Indebtedness <u>Sinking Fund</u>	Jail Sinking <u>Fund</u>	Jail Reserve <u>Fund</u>	Total Nonmajor Debt Service <u>Funds</u>
<b>REVENUES</b>									
Taxes									
Sales and use Ad Valorem	\$ 1,744,052				\$ 135,409				\$ 1,744,052
Investment earnings & interest	5,937	\$ 7,900	\$ 8,905	\$ 6,206	3,822	\$ 4,728	\$ 5,224	\$ 2,284	135,409
Total revenues	<u>1,749,989</u>	<u>7,900</u>	<u>8,905</u>	<u>6,206</u>	<u>139,231</u>	<u>4,728</u>	<u>5,224</u>	<u>2,284</u>	<u>45,006</u>
									<u>1,924,467</u>
<b>EXPENDITURES</b>									
Debt service									
Principal	310,000			600,000	110,000	158,000	385,000		1,563,000
Interest	233,138			99,458	69,060	8,316	38,587		448,559
Fees	2,275			3,450	975	68,683	500		75,883
Total expenditures	<u>545,413</u>	<u>-</u>	<u>-</u>	<u>702,908</u>	<u>180,035</u>	<u>234,999</u>	<u>424,087</u>	<u>-</u>	<u>2,087,442</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,204,576</u>	<u>7,900</u>	<u>8,905</u>	<u>(696,702)</u>	<u>(40,804)</u>	<u>(230,271)</u>	<u>(418,863)</u>	<u>2,284</u>	<u>(162,975)</u>
<b>OTHER FINANCING SOURCES (USES)</b>									
Proceeds from bonds						10,000,000			10,000,000
Operating transfers in				705,000		168,634	431,172	21,559	1,326,365
Operating transfers out	(1,165,000)					(9,931,317)			(11,096,317)
Total other financing sources (uses)	<u>(1,165,000)</u>	<u>-</u>	<u>-</u>	<u>705,000</u>	<u>-</u>	<u>237,317</u>	<u>431,172</u>	<u>21,559</u>	<u>230,048</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>39,576</u>	<u>7,900</u>	<u>8,905</u>	<u>8,298</u>	<u>(40,804)</u>	<u>7,046</u>	<u>12,309</u>	<u>23,843</u>	<u>67,073</u>
Fund balance at beginning of year	<u>157,940</u>	<u>625,903</u>	<u>705,621</u>	<u>553,712</u>	<u>459,376</u>	<u>428,043</u>	<u>515,248</u>	<u>165,801</u>	<u>3,611,644</u>
Fund balance at end of year	<u>\$ 197,516</u>	<u>\$ 633,803</u>	<u>\$ 714,526</u>	<u>\$ 562,010</u>	<u>\$ 418,572</u>	<u>\$ 435,089</u>	<u>\$ 527,557</u>	<u>\$ 189,644</u>	<u>\$ 3,678,717</u>

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

**SUPPLEMENTARY INFORMATION - COMPONENT UNITS**

## ST. MARY PARISH COUNCIL

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DISCRETELY PRESENTED COMPONENT UNITS  
 Combining Schedule of Statements of Net Position- All Discretely Presented Component Units  
 December 31, 2018

	WATER & SEWER COMMISSION # 1 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 2 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION #3 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION #4 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 5 OF THE PARISH OF ST. MARY	WATERWORKS DISTRICT # 5 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>							
<b>Current Assets</b>							
Cash and cash equivalents	\$ 5,097,518	\$ 549,180	\$ 640,987	\$ 275,345	\$ 535,806	\$ 91,430	\$ 7,190,266
Investments	136,874	1,652,681	6,823,005				8,612,560
Receivables (net of allowances for uncollectibles)	81,465	141,753	251,446	453,028	22,328		950,020
Other receivables					2,169		2,169
Due from other governments	928,554						928,554
Prepaid expenses	25,444	13,862	60,982	25,152	5,976		131,416
Inventories	69,516	123,484					193,000
Other assets			210				210
Total current assets	<u>6,339,371</u>	<u>2,480,960</u>	<u>7,776,630</u>	<u>753,525</u>	<u>566,279</u>	<u>91,430</u>	<u>18,008,195</u>
<b>Noncurrent Assets</b>							
<b>Restricted Assets:</b>							
Cash	83,261	14,753	12,195	2,069,344	18,095	13,576	2,211,224
Investments		222,884	197,249			100,332	520,465
Invest in Berwick Bayou Vista Joint		639,045					639,045
<b>Capital Assets</b>							
Land and Improvements	205,726	51,709	22,155	6,926	108,237	16,500	411,253
Buildings, net of accumulated depreciation	1,461,519	27,334	114,831	204,399		82,135	1,890,218
Improvements, other than buildings, net of accumulated depreciation	3,100,343	4,646,523	4,143,829	249,194	1,093,604		13,233,493
Equipment and furniture, net of accumulated depreciation	217,771	30,918	208,509	1,173,897	4,170	26,270	1,661,535
Infrastructure				5,485,989		3,687,734	9,173,723
Construction in progress	167,032	29,974		1,729,600	277,051		2,203,657
Net pension asset			35,892	68,250		43,282	147,424
Total noncurrent assets	<u>5,235,652</u>	<u>5,663,140</u>	<u>4,734,660</u>	<u>10,987,599</u>	<u>1,501,157</u>	<u>3,969,829</u>	<u>32,092,037</u>
Total assets	<u>11,575,023</u>	<u>8,144,100</u>	<u>12,511,290</u>	<u>11,741,124</u>	<u>2,067,436</u>	<u>4,061,259</u>	<u>50,100,232</u>
<b>Deferred outflows of resources</b>							
<b>Debt Redemption Costs</b>							
<b>Related to Pensions</b>							
			73,042	76,822		14,510	14,510
						36,552	186,416
Total deferred outflows of resources			<u>73,042</u>	<u>76,822</u>		<u>51,062</u>	<u>200,926</u>
Total assets and deferred outflows of resources	<u>\$ 11,575,023</u>	<u>\$ 8,144,100</u>	<u>\$ 12,584,332</u>	<u>\$ 11,817,946</u>	<u>\$ 2,067,436</u>	<u>\$ 4,112,321</u>	<u>\$ 50,301,158</u>
<b>LIABILITIES AND NET POSITION</b>							
<b>Current Liabilities</b>							
Accounts payable	\$ 57,711	\$ 18,031	\$ 128,062	\$ 88,637	\$ 50,775	\$	\$ 343,216
Retainage payable							
Accrued liabilities			26,862	45,137	47,370	39,395	158,764
Accrued interest payable	93,769	585		8,604		3,105	106,063
Due to St. Mary Parish Council	36,355	82,277			7,351		125,983
Due to component units		15,253					15,253
Due to other governments		34,723		231,325			266,048
Payable from restricted assets	83,261	208,350	203,957	176,649	18,095		690,312
Current portion of long-term debt		95,000	65,527	357,000		140,000	657,527
Total current liabilities	<u>271,096</u>	<u>454,219</u>	<u>424,408</u>	<u>907,352</u>	<u>123,591</u>	<u>182,500</u>	<u>2,363,166</u>
<b>Noncurrent Liabilities</b>							
Compensated absences			13,232	102,920			116,152
Net pension liability							
Noncurrent portion of long-term debt		100,000		4,839,604		150,000	5,089,604
Total noncurrent liabilities		<u>100,000</u>	<u>13,232</u>	<u>4,942,524</u>		<u>150,000</u>	<u>5,205,756</u>
Total liabilities	<u>271,096</u>	<u>554,219</u>	<u>437,640</u>	<u>5,849,876</u>	<u>123,591</u>	<u>332,500</u>	<u>7,568,922</u>
<b>Deferred Inflows of resources</b>							
<b>Related to Pensions</b>							
Total Deferred Inflows of Resources			109,294	116,816		73,481	299,591
Total liabilities and deferred inflows of resources	<u>271,096</u>	<u>554,219</u>	<u>546,934</u>	<u>5,966,692</u>	<u>123,591</u>	<u>405,981</u>	<u>7,868,513</u>
<b>Net Position</b>							
Net investment in capital assets	5,152,391	4,591,458	4,423,797	4,959,425	1,483,062	3,522,639	24,132,772
<b>Restricted for:</b>							
Debt service		25,646		206,546		110,803	342,995
Other purposes	4,523,175						4,523,175
Unrestricted	1,628,361	2,972,777	7,613,601	685,283	460,783	72,898	13,433,703
Total net position	<u>11,303,927</u>	<u>7,589,881</u>	<u>12,037,398</u>	<u>5,851,254</u>	<u>1,943,845</u>	<u>3,706,340</u>	<u>42,432,645</u>
Total Liabilities, deferred inflows of resources, and net position	<u>\$ 11,575,023</u>	<u>\$ 8,144,100</u>	<u>\$ 12,584,332</u>	<u>\$ 11,817,946</u>	<u>\$ 2,067,436</u>	<u>\$ 4,112,321</u>	<u>\$ 50,301,158</u>

ST. MARY PARISH COUNCIL

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DISCRETELY PRESENTED COMPONENT UNITS  
 Combining Schedule of Statements of Net Position- All Discretely Presented Component Units  
 December 31, 2018

	WARDS 5 & 8 JOINT SEWERAGE COMMISSION OF THE PARISH <u>OF ST. MARY</u>	TOTAL (PAGE ONLY)
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and cash equivalents	\$ 558,665	\$ 558,665
Due from St. Mary Parish Council	5,965	5,965
Due from component units	25,785	25,785
Due from other governments	99,708	99,708
Prepaid expenses	22,607	22,607
Other assets	2,402	2,402
Total Current Assets	<u>715,132</u>	<u>715,132</u>
<b>Noncurrent Assets</b>		
<b>Capital Assets</b>		
Buildings, net of accumulated depreciation	128,815	128,815
Improvements, other than buildings, net of accumulated depreciation	570,252	570,252
Equipment and furniture, net of accumulated depreciation	175,034	175,034
Construction in progress	169,597	169,597
Net pension asset	8,998	8,998
Total noncurrent assets	<u>1,052,696</u>	<u>1,052,696</u>
Total assets	<u>1,767,828</u>	<u>1,767,828</u>
<b>Deferred Outflows of Resources</b>		
Related to Pensions	18,613	18,613
Total deferred outflows of resources	<u>18,613</u>	<u>18,613</u>
Total assets and deferred outflows of resources	<u>\$ 1,786,441</u>	<u>\$ 1,786,441</u>
<b>LIABILITIES AND NET POSITION</b>		
<b>Current Liabilities</b>		
Accounts payable	\$ 160,072	\$ 160,072
Accrued liabilities	24,911	24,911
Due to St. Mary Parish Council	15,820	15,820
Due to component units	24,005	24,005
Due to other governments	59,285	59,285
Total current liabilities	<u>284,093</u>	<u>284,093</u>
<b>Deferred inflows of resources</b>		
Related to Pensions	26,611	26,611
Total deferred inflows of resources	<u>26,611</u>	<u>26,611</u>
Total liabilities and deferred inflows of resources	<u>310,704</u>	<u>310,704</u>
<b>Net Position</b>		
Net invested in capital assets	1,043,698	1,043,698
Unrestricted	432,039	432,039
Total net position	<u>1,475,737</u>	<u>1,475,737</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 1,786,441</u>	<u>\$ 1,786,441</u>

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS  
 Combining Schedule of Statements of Net Position - All Discretely Presented Component Units  
 December 31, 2018

	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 1 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	GRAVITY DRAINAGE DISTRICT # 6 OF THE PARISH OF ST. MARY	WAX LAKE EAST DRAINAGE DISTRICT OF THE PARISH OF ST. MARY	SUB-GRAVITY DRAINAGE DISTRICT # 1 OF GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ 2,451,460	\$ 5,685,224	\$ 8,609	\$ 7,026	\$ 756,074	\$ 8,908,393
Investments			2,032,370	2,094,016		4,126,386
Other Receivables				914		914
Prepaid expenses		96,846	12,862	23,643	13,662	147,013
Other Assets					44,695	44,695
<b>Total current assets</b>	<u>2,451,460</u>	<u>5,782,070</u>	<u>2,053,841</u>	<u>2,125,599</u>	<u>814,431</u>	<u>13,227,401</u>
<b>Capital Assets</b>						
Land and Improvements	8,600	2,594,657	195,315			2,798,572
Buildings, net of accumulated depreciation	52,606	10,527	8,102	2,153,497	633,934	2,858,666
Improvements, other than buildings, net of accumulated depreciation	723,854	3,959,188		30,769		4,713,811
Equipment and furniture, net of accumulated depreciation		881,938	226,111	149,817	225,887	1,483,753
Infrastructure, net of accumulated depr.	2,586,320		644,994			3,231,314
Construction in progress		15,464,410	335,265	66,366		15,866,041
Net pension asset	44,276					44,276
<b>Total noncurrent assets</b>	<u>3,415,656</u>	<u>22,910,720</u>	<u>1,409,787</u>	<u>2,400,449</u>	<u>859,821</u>	<u>30,996,433</u>
<b>Total assets</b>	<u>5,867,116</u>	<u>28,692,790</u>	<u>3,463,628</u>	<u>4,526,048</u>	<u>1,674,252</u>	<u>44,223,834</u>
<b>Deferred outflows of resources</b>						
Debt redemption costs		430,565				430,565
Related to Pensions	87,432					87,432
<b>Total deferred outflows of resources</b>	<u>87,432</u>	<u>430,565</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>517,997</u>
<b>Total assets and deferred outflows of resources</b>	<u>\$ 5,954,548</u>	<u>\$ 29,123,355</u>	<u>\$ 3,463,628</u>	<u>\$ 4,526,048</u>	<u>\$ 1,674,252</u>	<u>\$ 44,741,831</u>
<b>LIABILITIES AND NET POSITION</b>						
<b>Current Liabilities</b>						
Accounts payable	\$ 65,781	\$ 1,663,073	\$ 28,462	\$ 40,841	\$ 37,900	\$ 1,836,057
Accrued liabilities		65,116		3,127	923	69,166
Accrued interest payable				1,455		1,455
Current portion of long-term debt	93,308	635,420		180,000		908,728
<b>Total current liabilities</b>	<u>159,089</u>	<u>2,363,609</u>	<u>28,462</u>	<u>225,423</u>	<u>38,823</u>	<u>2,815,406</u>
<b>Noncurrent Liabilities</b>						
Noncurrent portion of long-term debt	351,584	12,203,701		805,000		13,360,285
<b>Total noncurrent liabilities</b>	<u>351,584</u>	<u>12,203,701</u>	<u>-</u>	<u>805,000</u>	<u>-</u>	<u>13,360,285</u>
<b>Total liabilities</b>	<u>510,673</u>	<u>14,567,310</u>	<u>28,462</u>	<u>1,030,423</u>	<u>38,823</u>	<u>16,175,691</u>
<b>Deferred inflows of resources</b>						
Related to Pensions	131,266					131,266
<b>Total Deferred Inflows</b>	<u>131,266</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>131,266</u>
<b>Total Liabilities and deferred inflows of resources</b>	<u>641,939</u>	<u>14,567,310</u>	<u>28,462</u>	<u>1,030,423</u>	<u>38,823</u>	<u>16,306,957</u>
<b>Net Position</b>						
Net investment in capital assets	3,371,380	13,848,948	1,409,787	1,415,449	859,821	20,905,385
Restricted for:						
Debt service		230,681		191,332		422,013
Other purposes	34,299					34,299
Unrestricted	1,906,930	476,416	2,025,379	1,888,844	775,608	7,073,177
<b>Total net position</b>	<u>5,312,609</u>	<u>14,556,045</u>	<u>3,435,166</u>	<u>3,495,625</u>	<u>1,635,429</u>	<u>28,434,874</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Net Position</b>	<u>\$ 5,954,548</u>	<u>\$ 29,123,355</u>	<u>\$ 3,463,628</u>	<u>\$ 4,526,048</u>	<u>\$ 1,674,252</u>	<u>\$ 44,741,831</u>

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS  
 Combining Schedule of Statements of Net Position - All Discretely Presented Component Units  
 December 31, 2018

	FIRE PROTECTION DISTRICT # 1 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 2 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 3 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 7 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 11 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ 529,962	\$ 104,193	\$ 381,587	\$ 88,477	\$ 19,904	\$ 1,124,123
Investments	346,582	426,508			372,067	1,145,157
Other Receivables	61,435					61,435
Prepaid expenses		3,085	106,998		17,469	127,552
Other assets			1,489		2,141	3,630
<b>Total current assets</b>	<u>937,979</u>	<u>533,786</u>	<u>490,074</u>	<u>88,477</u>	<u>411,581</u>	<u>2,461,897</u>
<b>Noncurrent Assets:</b>						
<b>Capital Assets</b>						
Land and Improvements	84,479	15,000	477,508	7,000	5,000	588,987
Buildings, net of accumulated depreciation	104,095	214,957	637,013	468,337	17,856	1,442,258
Improvements, other than buildings, net of accumulated depreciation			40,884		25,460	66,344
Equipment and furniture, net of accumulated depreciation	233,090	571,088	1,101,757	1,148,375	510,196	3,564,506
Construction in progress					5,537	5,537
<b>Total noncurrent assets</b>	<u>421,664</u>	<u>801,045</u>	<u>2,257,162</u>	<u>1,623,712</u>	<u>564,049</u>	<u>5,667,632</u>
<b>Total assets</b>	<u>1,359,643</u>	<u>1,334,831</u>	<u>2,747,236</u>	<u>1,712,189</u>	<u>975,630</u>	<u>8,129,529</u>
<b>Deferred Outflows of Resources</b>						
Related to Pensions			186,008	-	-	186,008
<b>Total deferred outflows</b>	<u>-</u>	<u>-</u>	<u>186,008</u>	<u>-</u>	<u>-</u>	<u>186,008</u>
<b>Total assets and Deferred Outflows of resources</b>	<u>\$ 1,359,643</u>	<u>\$ 1,334,831</u>	<u>\$ 2,933,244</u>	<u>\$ 1,712,189</u>	<u>\$ 975,630</u>	<u>\$ 8,315,537</u>
<b>LIABILITIES AND NET POSITION</b>						
<b>Current Liabilities</b>						
Accounts payable	\$ 1,368	\$ 6,910	\$ 10,730	\$ 4,988	\$ -	\$ 23,996
Accrued liabilities					10,790	10,790
Accrued interest payable				2,882		2,882
Current portion of long-term debt		58,344	81,005	110,000	53,000	302,349
<b>Total current liabilities</b>	<u>1,368</u>	<u>65,254</u>	<u>91,735</u>	<u>117,870</u>	<u>63,790</u>	<u>340,017</u>
<b>Noncurrent Liabilities</b>						
Net Pension Liability			568,288			568,288
Noncurrent portion of long-term debt		167,370	348,320	959,000	54,000	1,528,690
<b>Total noncurrent liabilities</b>	<u>-</u>	<u>167,370</u>	<u>916,608</u>	<u>959,000</u>	<u>54,000</u>	<u>2,096,978</u>
<b>Total liabilities</b>	<u>1,368</u>	<u>232,624</u>	<u>1,008,343</u>	<u>1,076,870</u>	<u>117,790</u>	<u>2,436,995</u>
<b>Deferred Inflows of Resources</b>						
Related to Pensions			149,698	96,238		245,936
<b>Total deferred inflows of resources</b>	<u>-</u>	<u>-</u>	<u>149,698</u>	<u>96,238</u>	<u>-</u>	<u>245,936</u>
<b>Total liabilities and deferred inflows of resources</b>	<u>1,368</u>	<u>232,624</u>	<u>1,158,041</u>	<u>1,173,108</u>	<u>117,790</u>	<u>2,682,931</u>
<b>Net Position</b>						
Net investment in capital assets	421,664	575,331	1,827,837	554,712	457,049	3,836,593
Restricted for:						
Debt service						
Unrestricted	936,611	526,876	(52,634)	(15,631)	400,791	1,796,013
<b>Total net position</b>	<u>1,358,275</u>	<u>1,102,207</u>	<u>1,775,203</u>	<u>539,081</u>	<u>857,840</u>	<u>5,632,606</u>
<b>Total liabilities, deferred inflows of resources, and net position</b>	<u>\$ 1,359,643</u>	<u>\$ 1,334,831</u>	<u>\$ 2,933,244</u>	<u>\$ 1,712,189</u>	<u>\$ 975,630</u>	<u>\$ 8,315,537</u>

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS  
 Combining Schedule of Statements of Net Position - All Discretely Presented Component Units  
 December 31, 2018

	RECREATION DISTRICT # 1 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 2 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 3 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 4 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 5 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 7 OF THE PARISH OF ST. MARY	ATCHAFALAYA GOLF COURSE	TOTAL (PAGE ONLY)
<b>ASSETS</b>								
<b>Current Assets</b>								
Cash and cash equivalents	\$ 1,058,240	\$ 634,863	\$ 197,970	\$ 74,803	\$ 318,184	\$ 66,917	\$ 19,534	\$ 2,370,511
Investments	356,660			163,753				522,413
Receivables (net of allowances for uncollectibles)			8,317	7,047			300	15,664
Other receivables							23,702	23,702
Due from other governments	29,800	69,488						99,288
Prepaid expenses	3,059	21,393	28,213	21,031	6,536			80,232
Inventories							87,890	87,890
Other assets		305	375					680
<b>Total current assets</b>	<b>1,447,759</b>	<b>726,049</b>	<b>234,875</b>	<b>268,634</b>	<b>324,720</b>	<b>66,917</b>	<b>131,426</b>	<b>3,200,380</b>
<b>Noncurrent Assets</b>								
<b>Capital Assets</b>								
Land and Improvements	80,000	13,981	268,607	22,000	66,500		2,470	453,558
Buildings, net of accumulated depreciation	1,344,182		1,416,693	1,336,939	1,878,975		30,999	6,007,788
Improvements, other than buildings, net of accumulated depreciation	6,538	3,628,337	117,437		161,615			3,913,927
Equipment and furniture, net of accumulated depreciation	78,435	422,439	3,119,291	49,049	20,392	35,546	359,716	4,084,868
Construction in progress	3,250	-						3,250
Net pension asset							21,876	21,876
<b>Total noncurrent assets</b>	<b>1,512,405</b>	<b>4,064,757</b>	<b>4,922,028</b>	<b>1,407,988</b>	<b>2,127,482</b>	<b>35,546</b>	<b>415,061</b>	<b>14,485,267</b>
<b>Total assets</b>	<b>2,960,164</b>	<b>4,790,806</b>	<b>5,156,903</b>	<b>1,676,622</b>	<b>2,452,202</b>	<b>102,463</b>	<b>546,487</b>	<b>17,685,647</b>
<b>Deferred Outflows of Resources</b>								
<b>Related to Pensions</b>								
Total deferred outflows of resources	-	-	-	-	-	-	42,708	42,708
<b>Total Assets and Deferred Outflows of resources</b>	<b>\$ 2,960,164</b>	<b>\$ 4,790,806</b>	<b>\$ 5,156,903</b>	<b>\$ 1,676,622</b>	<b>\$ 2,452,202</b>	<b>\$ 102,463</b>	<b>\$ 589,195</b>	<b>\$ 17,728,355</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION</b>								
<b>Current Liabilities</b>								
Accounts payable	\$ 21,994	\$ 14,471	\$ 18,607	\$ 23,750	\$ 23,072		\$ 129,568	\$ 231,462
Accrued interest payable		1,454			723			2,177
Current portion of long-term debt		210,000	253,000		106,000		112,393	681,393
<b>Total current liabilities</b>	<b>21,994</b>	<b>225,925</b>	<b>271,607</b>	<b>23,750</b>	<b>129,795</b>	<b>-</b>	<b>241,961</b>	<b>915,032</b>
<b>Noncurrent Liabilities</b>								
Due to St. Mary Parish Council							1,614,933	1,614,933
Noncurrent portion of long-term debt		645,000	1,158,000		341,000		130,607	2,274,607
<b>Total noncurrent liabilities</b>	<b>-</b>	<b>645,000</b>	<b>1,158,000</b>	<b>-</b>	<b>341,000</b>	<b>-</b>	<b>1,745,540</b>	<b>3,889,540</b>
<b>Total liabilities</b>	<b>21,994</b>	<b>870,925</b>	<b>1,429,607</b>	<b>23,750</b>	<b>470,795</b>	<b>-</b>	<b>1,987,501</b>	<b>4,804,572</b>
<b>Deferred Inflows of Resources</b>								
<b>Unearned revenue</b>								
Related to Pensions							102,277	102,277
Total deferred inflows of resources	-	-	-	-	-	-	65,634	65,634
<b>Total liabilities and deferred inflows of resources</b>	<b>21,994</b>	<b>870,925</b>	<b>1,429,607</b>	<b>23,750</b>	<b>470,795</b>	<b>-</b>	<b>2,155,412</b>	<b>4,972,483</b>
<b>Net Position</b>								
Net investment in capital assets	1,512,405	3,209,757	3,507,479	1,407,988	1,680,482	\$ 35,546	150,185	11,503,842
<b>Restricted for:</b>								
Capital projects		4,114	2,322					6,436
Debt service		5	3,520		179,114			182,639
Unrestricted	1,425,765	706,005	213,975	244,884	121,811	66,917	(1,716,402)	1,052,955
<b>Total net position</b>	<b>2,938,170</b>	<b>3,919,881</b>	<b>3,727,296</b>	<b>1,632,872</b>	<b>1,981,407</b>	<b>102,463</b>	<b>(1,566,217)</b>	<b>12,755,872</b>
<b>Total liabilities, deferred inflows of resources, and net position</b>	<b>\$ 2,960,164</b>	<b>\$ 4,790,806</b>	<b>\$ 5,156,903</b>	<b>\$ 1,676,622</b>	<b>\$ 2,452,202</b>	<b>\$ 102,463</b>	<b>\$ 589,195</b>	<b>\$ 17,728,355</b>

## ST. MARY PARISH COUNCIL

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DISCRETELY PRESENTED COMPONENT UNITS  
Combining Schedule of Statements of Net Position-All Discretely Presented Component Units  
December 31, 2018

	HOSPITAL SERVICE DISTRICT # 1 OF THE PARISH OF ST. MARY	HOSPITAL SERVICE DISTRICT # 2 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>			
<b>Current Assets</b>			
Cash and cash equivalents	\$ 4,004,330	\$ 83,820	\$ 4,088,150
Investments	4,129,211	1,799,656	5,928,867
Receivables (net of allowances for uncollectibles)	1,756,976	11,170	1,768,146
Other receivables	2,560,263		2,560,263
Due from other governments	579,632		579,632
Prepaid expenses	356,476	1,716	358,192
Inventories	662,057		662,057
<b>Total current assets</b>	<u>14,048,945</u>	<u>1,896,362</u>	<u>15,945,307</u>
<b>Noncurrent Assets</b>			
<b>Restricted Assets:</b>			
Cash	9,594,967	51,424	9,646,391
Investments		912,163	912,163
Other			-
<b>Capital Assets</b>			
Land and Improvements	730,876		730,876
Buildings, net of accumulated depreciation	8,507,201		8,507,201
Improvements, other than buildings, net of accumulated depreciation	305,489		305,489
Equipment and furniture, net of accumulated depreciation	2,333,406		2,333,406
Construction in progress	79,569		79,569
<b>Total noncurrent assets</b>	<u>21,551,508</u>	<u>963,587</u>	<u>22,515,095</u>
<b>Total assets</b>	<u>35,600,453</u>	<u>2,859,949</u>	<u>38,460,402</u>
<b>Deferred outflows of resources</b>			
Debt redemption costs	27,462		27,462
<b>Total deferred outflows of resources</b>	<u>27,462</u>	<u>-</u>	<u>27,462</u>
<b>Total assets and deferred outflows of     resources</b>	<u>\$ 35,627,915</u>	<u>\$ 2,859,949</u>	<u>\$ 38,487,864</u>
<b>LIABILITIES AND NET POSITION</b>			
<b>Current Liabilities</b>			
Accounts payable	\$ 685,340		\$ 685,340
Accrued liabilities	1,380,535		1,380,535
Accrued interest payable	11,794		11,794
Due to other governments	1,346,656		1,346,656
Current portion of long-term debt	557,208		557,208
<b>Total current liabilities</b>	<u>3,981,533</u>	<u>-</u>	<u>3,981,533</u>
<b>Noncurrent Liabilities</b>			
Noncurrent portion of long-term debt	4,873,468		4,873,468
<b>Total noncurrent liabilities</b>	<u>4,873,468</u>	<u>-</u>	<u>4,873,468</u>
<b>Total liabilities</b>	<u>8,855,001</u>	<u>-</u>	<u>8,855,001</u>
<b>Net Position</b>			
Net investment in capital assets	6,525,865		6,525,865
<b>Restricted for:</b>			
Capital projects	585,976	963,587	1,549,563
Debt service	726,455		726,455
Other purposes	8,282,536		8,282,536
<b>Unrestricted</b>	<u>10,652,082</u>	<u>1,896,362</u>	<u>12,548,444</u>
<b>Total net position</b>	<u>26,772,914</u>	<u>2,859,949</u>	<u>29,632,863</u>
<b>Total Liabilities, deferred inflows of resources,     and net position</b>	<u>\$ 35,627,915</u>	<u>\$ 2,859,949</u>	<u>\$ 38,487,864</u>

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS  
 Combining Schedule of Statements of Net Position - All Discretely Presented Component Units  
 December 31, 2018

	ST. MARY PARISH LIBRARY	ST. MARY PARISH TOURIST COMMISSION	MOSQUITO CONTROL DISTRICT # 1 OF THE PARISH OF ST. MARY	COMMUNICATIONS DISTRICT - 911 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
<b>ASSETS</b>					
<b>Current Assets</b>					
Cash and cash equivalents	\$ 4,086,763	\$ 572,394	\$ 393,540	\$ 471,472	\$ 5,524,169
Investments		832,798	14,898	507,285	1,354,981
Receivables (net of allowances for uncollectibles)		1,883		134,114	135,997
Other Receivables			159,447		159,447
Due from other governments	2,640,058	144,659			2,784,717
Prepaid expenses	29,922	15,179		29,799	74,900
<b>Total current assets</b>	<b>6,756,743</b>	<b>1,566,913</b>	<b>567,885</b>	<b>1,142,670</b>	<b>10,034,211</b>
<b>Noncurrent Assets</b>					
<b>Capital Assets</b>					
Land and Improvements	320,891	135,163			456,054
Buildings, net of accumulated depreciation	4,630,959	5,540,669			10,171,628
Improvements, other than buildings, net of accumulated depreciation		109,781			109,781
Equipment and furniture, net of accumulated depreciation	971,730	36,349		158,622	1,166,701
Construction in progress	13,500	62,550			76,050
Net pension asset	126,895			45,387	172,282
<b>Total noncurrent assets</b>	<b>6,063,975</b>	<b>5,884,512</b>	<b>-</b>	<b>204,009</b>	<b>12,152,496</b>
<b>Total assets</b>	<b>12,820,718</b>	<b>7,451,425</b>	<b>567,885</b>	<b>1,346,679</b>	<b>22,186,707</b>
<b>Deferred Outflows of Resources</b>					
Related to Pensions	281,969			112,098	394,067
<b>Total Deferred Outflows of Resources</b>	<b>281,969</b>	<b>-</b>	<b>-</b>	<b>112,098</b>	<b>394,067</b>
<b>Total Assets and Deferred Outflow of Resources</b>	<b>\$ 13,102,687</b>	<b>\$ 7,451,425</b>	<b>\$ 567,885</b>	<b>\$ 1,458,777</b>	<b>\$ 22,580,774</b>
<b>LIABILITIES AND NET POSITION</b>					
<b>Current Liabilities</b>					
Accounts payable	\$ 119,673	\$ 89,566	\$ 12,451	\$ 6,513	\$ 228,203
Accrued liabilities				74,906	74,906
Current portion of long-term debt		435,000			435,000
<b>Total current liabilities</b>	<b>119,673</b>	<b>524,566</b>	<b>12,451</b>	<b>81,419</b>	<b>738,109</b>
<b>Noncurrent Liabilities</b>					
Net Pension Liability					-
Noncurrent portion of long-term debt					-
<b>Total noncurrent liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total liabilities</b>	<b>119,673</b>	<b>524,566</b>	<b>12,451</b>	<b>81,419</b>	<b>738,109</b>
<b>Deferred Inflows of Resources</b>					
Related to Pensions	381,017			134,884	515,901
<b>Total Deferred Inflows of Resources</b>	<b>381,017</b>	<b>-</b>	<b>-</b>	<b>134,884</b>	<b>515,901</b>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>500,690</b>	<b>524,566</b>	<b>12,451</b>	<b>216,303</b>	<b>1,254,010</b>
<b>Net Position</b>					
Net investment in capital assets	5,937,080	5,628,630		158,622	11,724,332
Restricted for:					
Economic Development and Tourism		634,575			634,575
Unrestricted	6,664,917	663,654	555,434	1,083,852	8,967,857
<b>Total net position</b>	<b>12,601,997</b>	<b>6,926,859</b>	<b>555,434</b>	<b>1,242,474</b>	<b>21,326,764</b>
<b>Total Liabilities, Deferred Inflows of resources, and net position</b>	<b>\$ 13,102,687</b>	<b>\$ 7,451,425</b>	<b>\$ 567,885</b>	<b>\$ 1,458,777</b>	<b>\$ 22,580,774</b>

DISCRETELY PRESENTED COMPONENT UNITS  
Combining Schedule of Statements of Net Position - All Discretely Presented Component Units  
December 31, 2018

	ST. MARY PARISH ASSESSOR	ST. MARY PARISH CLERK OF COURT	TOTAL (PAGE ONLY)	TOTAL (DISCRETELY PRESENTED ENTITIES)
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>				
<b>Current Assets</b>				
Cash and cash equivalents	\$ 622,098	\$ 716,478	\$ 1,338,576	\$ 31,102,853
Investments	3,158,405		3,158,405	24,848,769
Receivables (net of allowances for uncollectibles)		46,830	46,830	2,916,657
Other receivables				2,807,930
Due from St. Mary Parish Council		592	592	6,557
Due from component units	656		656	26,441
Due from other governments	1,669,608	23,649	1,693,257	6,185,156
Prepaid expenses	52,582	5,449	58,031	999,943
Inventories				942,947
Other assets	23,306		23,306	74,923
<b>Total current assets</b>	<b>5,526,655</b>	<b>792,998</b>	<b>6,319,653</b>	<b>69,912,176</b>
<b>Noncurrent Assets</b>				
<b>Restricted Assets:</b>				
Cash				11,857,615
Investments				1,432,628
Other	1,524		1,524	1,524
Invest in Berwick Bayou Vista Commission				639,045
<b>Capital Assets</b>				
Land and Improvements				5,439,300
Buildings, net of accumulated depreciation				31,006,574
Improvements, other than buildings, net of accumulated depreciation				22,913,097
Equipment and furniture, net of accumulated depreciation	47,275	39,395	86,670	14,556,473
Infrastructure				12,405,037
Construction in progress				18,403,701
Net pension asset				394,856
<b>Total noncurrent assets</b>	<b>48,799</b>	<b>39,395</b>	<b>88,194</b>	<b>119,049,850</b>
<b>Total assets</b>	<b>5,575,454</b>	<b>832,393</b>	<b>6,407,847</b>	<b>188,962,026</b>
<b>Deferred outflows of resources</b>				
Debt redemption Costs				472,537
Related to other postemployment benefits	550,421		550,421	550,421
Related to Pensions	463,233	268,209	731,442	1,646,686
<b>Total deferred outflows of resources</b>	<b>1,013,654</b>	<b>268,209</b>	<b>1,281,863</b>	<b>2,669,644</b>
<b>Total assets and deferred outflows of resources</b>	<b>\$ 6,589,108</b>	<b>\$ 1,100,602</b>	<b>\$ 7,689,710</b>	<b>\$ 191,631,670</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION</b>				
<b>Current Liabilities</b>				
Accounts payable	\$ 3,894	\$ 5,065	\$ 8,959	\$ 3,517,305
Accrued liabilities	5,937		5,937	1,725,009
Accrued interest payable				124,371
Due to St. Mary Parish Council				141,803
Due to component units				39,258
Due to other governments				1,671,989
Payable from restricted assets				690,312
Current portion of long-term debt				3,542,205
<b>Total current liabilities</b>	<b>9,831</b>	<b>5,065</b>	<b>14,896</b>	<b>11,452,252</b>
<b>Noncurrent Liabilities</b>				
Compensated absences		17,965	17,965	134,117
Other postemployment benefits	4,455,262	4,360,833	8,816,095	8,816,095
Net pension liability	327,605	1,263,326	1,590,931	2,159,219
Due to St. Mary Parish Council				1,614,933
Noncurrent portion of long-term debt				27,126,654
<b>Total noncurrent liabilities</b>	<b>4,782,867</b>	<b>5,642,124</b>	<b>10,424,991</b>	<b>39,851,018</b>
<b>Total liabilities</b>	<b>4,792,698</b>	<b>5,647,189</b>	<b>10,439,887</b>	<b>51,303,270</b>
<b>Deferred inflows of resources</b>				
Unearned revenue				102,277
Deferred inflows related to OPEB		8,044	8,044	8,044
Deferred inflows related to pension	331,323	87,492	418,815	1,703,754
<b>Total deferred inflows of resources</b>	<b>331,323</b>	<b>95,536</b>	<b>426,859</b>	<b>1,814,075</b>
<b>Total liabilities and deferred inflows of resources</b>	<b>5,124,021</b>	<b>5,742,725</b>	<b>10,866,746</b>	<b>53,117,345</b>
<b>Net Position</b>				
Net investment in capital assets	47,275	39,395	86,670	79,759,157
<b>Restricted for:</b>				
Capital projects				1,555,999
Debt service				1,674,102
Other purposes				13,474,585
Unrestricted	1,417,812	(4,681,518)	(3,263,706)	42,050,482
<b>Total net Position</b>	<b>1,465,087</b>	<b>(4,642,123)</b>	<b>(3,177,036)</b>	<b>138,514,325</b>
<b>Total liabilities, deferred inflows of resources, and net position</b>	<b>\$ 6,589,108</b>	<b>\$ 1,100,602</b>	<b>\$ 7,689,710</b>	<b>\$ 191,631,670</b>

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS  
Combining Schedule of Statements of Activities - All Discretely Presented Component Units

For the Year Ended December 31, 2018

	WATER & SEWER COMMISSION # 1 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 2 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 3 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 4 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 5 OF THE PARISH OF ST. MARY	WATERWORKS DISTRICT # 5 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
<b>Expenses</b>							
General government							
Water & sewer	\$1,540,038	\$1,651,568	\$1,823,856	\$2,685,590	\$673,510	\$738,756	\$9,113,318
Interest and fees on long-term debt	31,731	6,738		180,361	5,311	24,213	248,354
Total program expenses	<u>1,571,769</u>	<u>1,658,306</u>	<u>1,823,856</u>	<u>2,865,951</u>	<u>678,821</u>	<u>762,969</u>	<u>\$9,361,672</u>
<b>Program revenues</b>							
Charges for services							
Water & sewer	773,658	925,936	1,686,530	1,891,519	220,447	6,542	5,504,632
Total charges for services	<u>773,658</u>	<u>925,936</u>	<u>1,686,530</u>	<u>1,891,519</u>	<u>220,447</u>	<u>6,542</u>	<u>5,504,632</u>
Net program expenses (revenues)	<u>798,111</u>	<u>732,370</u>	<u>137,326</u>	<u>974,432</u>	<u>458,374</u>	<u>756,427</u>	<u>3,857,040</u>
<b>General revenues</b>							
Taxes:							
Ad valorem taxes levied for general purposes	998,208	553,349	846,921	502,397	337,143		3,238,018
Ad valorem taxes levied for debt service		67,632		379,001		116,420	563,053
Investment earnings & interest	9,171	27,450	108,199	10,543	1,918	12,301	169,582
Gain (loss) on disposition of assets					(9,704)		(9,704)
Miscellaneous				30,663			30,663
<b>Transfers in (out)</b>							
Capital contributions for consolidation			2,492,743			(2,603,313)	(110,570)
Total general revenues and transfers	<u>1,007,379</u>	<u>648,431</u>	<u>3,447,863</u>	<u>922,604</u>	<u>329,357</u>	<u>(2,474,592)</u>	<u>3,881,042</u>
Change in net position	<u>209,268</u>	<u>(83,939)</u>	<u>3,310,537</u>	<u>(51,828)</u>	<u>(129,017)</u>	<u>(3,231,019)</u>	<u>24,002</u>
Net position - beginning of year	11,094,659	7,673,820	8,726,861	5,832,830	2,072,862	6,891,759	42,292,791
Prior period adjustment				70,252		45,600	115,852
Net position - beginning of year (as adjusted)	<u>11,094,659</u>	<u>7,673,820</u>	<u>8,726,861</u>	<u>5,903,082</u>	<u>2,072,862</u>	<u>6,937,359</u>	<u>42,408,643</u>
Net position- end of year	\$ <u>11,303,927</u>	\$ <u>7,589,881</u>	\$ <u>12,037,398</u>	\$ <u>5,851,254</u>	\$ <u>1,943,845</u>	\$ <u>3,706,340</u>	\$ <u>42,432,645</u>

ST. MARY PARISH COUNCIL

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DISCRETELY PRESENTED COMPONENT UNITS  
 Combining Schedule of Statements of Activities - All Discretely Presented Component Units

For the Year Ended December 31, 2018

	WARDS 5 & 8 JOINT SEWERAGE COMMISSION OF THE PARISH <u>OF ST. MARY</u>	TOTAL (PAGE ONLY) <u>ONLY)</u>
<u>Expenses</u>		
Water & sewer	\$ 1,031,836	\$ 1,031,836
	<u>1,031,836</u>	<u>1,031,836</u>
<u>Program revenues</u>		
Charges for services		
Water & sewer	953,018	953,018
Total charges for services	<u>953,018</u>	<u>953,018</u>
Net program expenses (revenues)	<u>(78,818)</u>	<u>(78,818)</u>
<u>General revenues</u>		
Investment earnings & interest	3,256	3,256
Total general revenues and transfers	<u>3,256</u>	<u>3,256</u>
Change in net position	<u>(75,562)</u>	<u>(75,562)</u>
Net position - beginning of year	<u>1,551,299</u>	<u>1,551,299</u>
Net position - end of year	\$ <u><u>1,475,737</u></u>	\$ <u><u>1,475,737</u></u>

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS  
Combining Schedule of Statements of Activities - All Discretely Presented Component Units

For the Year Ended December 31, 2018

	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 1 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	GRAVITY DRAINAGE DISTRICT # 6 OF THE PARISH OF ST. MARY	WAX LAKE EAST DRAINAGE DISTRICT OF THE PARISH OF ST. MARY	SUB-GRAVITY DRAINAGE DISTRICT # 1 OF GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
<u>Expenses</u>						
Drainage	\$1,639,648	\$1,129,653	\$414,215	\$924,922	\$409,392	\$4,517,830
Interest and fees on long-term debt	7,073	470,439				477,512
Total program expenses	\$1,646,721	1,600,092	414,215	924,922	409,392	4,995,342
Operating grants and contributions						
Drainage				8,369		8,369
Total operating grants and contributions	-	-	-	8,369	-	8,369
Capital grants and contributions						
Drainage		3,393,076	123,022			3,516,098
Total capital grants and contributions	-	3,393,076	123,022	-	-	3,516,098
Net program expenses (revenues)	1,646,721	(1,792,984)	291,193	916,553	409,392	1,470,875
<u>General revenues</u>						
Taxes:						
Ad valorem taxes levied for general purposes	1,335,750	706,209	501,149	796,314	253,352	3,592,774
Ad valorem taxes levied for debt service		975,239				975,239
State shared revenue	58,353			36,705		95,058
Investment earnings & interest	5,255	20,593	31,735	4,657	1,352	63,592
Payment from St. Mary Parish Council	30,914				19,763	50,677
Miscellaneous	75,179	231,234	1,759	9,157	3,059	320,388
Nonemployer Pension Contributions	4,435					4,435
Total general revenues	1,509,886	1,933,275	534,643	846,833	277,526	5,102,163
Change in net position	(136,835)	3,726,259	243,450	(69,720)	(131,866)	3,631,288
Net position - beginning of year	5,449,444	10,829,786	3,191,716	3,565,345	1,767,295	24,803,586
Net position - end of year	\$5,312,609	\$14,556,045	\$3,435,166	\$3,495,625	\$1,635,429	\$ 28,434,874

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS  
Combining Schedule of Statements of Activities - All Discretely Presented Component Units

For the Year Ended December 31, 2018

	FIRE PROTECTION DISTRICT # 1 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 2 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 3 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 7 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 11 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
<u>Expenses</u>						
General government	\$29,475					\$ 29,475
Fire Protection	81,407	\$220,743	\$722,005	\$440,855	\$423,381	1,888,391
Interest and fees on long-term debt		8,818		470	2,832	12,120
Total program expenses	<u>110,882</u>	<u>229,561</u>	<u>722,005</u>	<u>441,325</u>	<u>426,213</u>	<u>1,929,986</u>
Operating grants and contributions						
Fire Protection	<u>19,534</u>		<u>47,642</u>	<u>48,100</u>		<u>115,276</u>
Total operating grants and contributions	<u>19,534</u>	<u>-</u>	<u>47,642</u>	<u>48,100</u>	<u>-</u>	<u>115,276</u>
Net program expenses (revenues)	<u>91,348</u>	<u>229,561</u>	<u>674,363</u>	<u>393,225</u>	<u>426,213</u>	<u>1,814,710</u>
<u>General revenues</u>						
Taxes:						
Ad valorem taxes levied for general purposes	59,753	213,314	654,554	376,264	267,265	1,571,150
Investment earnings & interest	6,828	7,121	1,616	56		15,621
Payment from St. Mary Parish Council					31,240	31,240
Miscellaneous	<u>1,644</u>	<u>908</u>	<u>13,563</u>	<u>788</u>	<u>15,918</u>	<u>32,821</u>
Total general revenues	<u>68,225</u>	<u>221,343</u>	<u>669,733</u>	<u>377,108</u>	<u>314,423</u>	<u>1,650,832</u>
Special Item						
Transfer to St. Mary Parish Council				(64,862)		(64,862)
Total Special Item	<u>-</u>	<u>-</u>	<u>-</u>	<u>(64,862)</u>	<u>-</u>	<u>(64,862)</u>
Change in net position	<u>(23,123)</u>	<u>(8,218)</u>	<u>(4,630)</u>	<u>(80,979)</u>	<u>(111,790)</u>	<u>(228,740)</u>
Net position - beginning of year	<u>1,381,398</u>	<u>1,110,425</u>	<u>1,779,833</u>	<u>620,060</u>	<u>969,630</u>	<u>5,861,346</u>
Net position-beginning of year (as restated)	<u>1,381,398</u>	<u>1,110,425</u>	<u>1,779,833</u>	<u>620,060</u>	<u>969,630</u>	<u>5,861,346</u>
Net position - end of year	<u>\$1,358,275</u>	<u>\$1,102,207</u>	<u>\$1,775,203</u>	<u>\$539,081</u>	<u>\$857,840</u>	<u>\$5,632,606</u>

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS  
Combining Schedule of Statements of Activities - All Discretely Presented Component Units

For the Year Ended December 31, 2018

	RECREATION DISTRICT # 1 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 2 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 3 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 4 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 5 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 7 OF THE PARISH OF ST. MARY	ATCHAFALAYA GOLF COURSE	TOTAL (PAGE ONLY)
<u>Expenses</u>								
Recreation	\$451,256	\$831,688	\$841,697	\$463,899	\$488,417	\$14,073	\$1,172,203	\$4,263,233
Interest and fees on long-term debt	1,758	17,432	65,029		9,762		8,833	102,814
Total program expenses	453,014	849,120	906,726	463,899	498,179	14,073	1,181,036	4,366,047
<u>Program revenues</u>								
Charges for services								
Recreation	12,682	15,430	77,384	148,087	17,935		748,022	1,019,540
Total charges for services	12,682	15,430	77,384	148,087	17,935	-	748,022	1,019,540
Operating grants and contributions								
Recreation			81,355	126,850				208,205
Total operating grants and contributions	-	-	81,355	126,850	-	-	-	208,205
Net program expenses	440,332	833,690	747,987	188,962	480,244	14,073	433,014	3,138,302
<u>General revenues</u>								
Taxes:								
Sales and use	206,530	52,030						258,560
Ad valorem taxes levied for general purposes	178,756	376,788	483,477	126,060	319,838			1,484,919
Ad valorem taxes levied for debt service	24,376	206,189	99,026		85,020			414,611
Investment earnings & interest	7,271	5,078	518		149	12		13,028
Payment from St. Mary Parish Council					5,540	31,000	250,000	286,540
Miscellaneous	977		68,116	5,625	2,589			77,307
Nonemployer pension contributions							1,326	1,326
Total general revenues	417,910	640,085	651,137	131,685	413,136	31,012	251,326	2,536,291
Change in net position	(22,422)	(193,605)	(96,850)	(57,277)	(67,108)	16,939	(181,688)	(602,011)
Net position - beginning of year	2,960,592	4,113,486	3,824,146	1,710,149	2,048,515	85,524	(1,384,529)	13,357,883
Net position- end of year	\$ 2,938,170	\$ 3,919,881	\$ 3,727,296	\$ 1,652,872	\$ 1,981,407	\$ 102,463	\$ (1,566,217)	\$ 12,755,872

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS  
Combining Schedule of Statements of Activities - All Discretely Presented Component Units

For the Year Ended December 31, 2018

	HOSPITAL SERVICE DISTRICT # 1 OF THE PARISH OF ST. MARY	HOSPITAL SERVICE DISTRICT # 2 OF THE PARISH OF ST. MARY	HOSPITAL SERVICE DISTRICT # 3 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
<u>Expenses</u>				
General government		\$407,962	\$217,770	\$625,732
Medical care	\$26,671,643			26,671,643
Interest and fees on long-term debt	247,516			247,516
Total program expenses	26,919,159	407,962	\$217,770	\$27,544,891
<u>Program revenues</u>				
Charges for services				
Rental fees			194,965	194,965
Medical care	22,119,100		2,936	22,122,036
Total charges for services	22,119,100	-	197,901	22,317,001
Operating grants and contributions				
Medical care	2,622,618			2,622,618
Total operating grants and contributions	2,622,618	-	-	2,622,618
Capital grants and contributions				
Medical care	2,163,696			2,163,696
Total capital grants and contributions	2,163,696	-	-	2,163,696
Net program expenses (revenues)	13,745	407,962	19,869	441,576
<u>General revenues</u>				
Taxes:				
Sales and use			10,181	10,181
Ad valorem taxes levied for general purposes	2,345,649			2,345,649
Investment earnings (loss)	59,618	1,489		61,107
Miscellaneous	649			649
Total general revenues	2,405,916	1,489	10,181	2,417,586
<u>Special Item</u>				
Transfer of Hospital Service District No.3 Operations	-	-	(823,913)	(823,913)
Total Special Item	-	-	(823,913)	(823,913)
Change in net position	2,392,171	(406,473)	(833,601)	1,152,097
Net Position - beginning of year	24,380,743	3,266,422	833,601	28,480,766
Net Position- end of year	\$26,772,914	\$ 2,859,949	\$0	\$ 29,632,863

ST. MARY PARISH COUNCIL

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DISCRETELY PRESENTED COMPONENT UNITS  
Combining Schedule of Statements of Activities - All Discretely Presented Component Units

For the Year Ended December 31, 2018

	ST. MARY PARISH LIBRARY	ST. MARY PARISH TOURIST COMMISSION	MOSQUITO CONTROL DISTRICT # 1 OF THE PARISH OF ST. MARY	COMMUNI- CATIONS DISTRICT-911 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
<u>Expenses</u>					
General government			\$4,170		\$4,170
Health and welfare			135,532		135,532
Library	\$2,659,065				2,659,065
Tourism		\$853,294			853,294
Public safety				\$934,759	934,759
Interest and fees on long-term debt		11,761		18,475	30,236
Total program expenses	2,659,065	\$865,055	139,702	953,234	4,617,056
<u>Program revenues</u>					
Charges for services					
Library	13,089				13,089
Tourism		26,509			26,509
Public safety				989,501	989,501
Total charges for services	13,089	26,509	-	989,501	1,029,099
Operating grants and contributions					
Library	12,710				12,710
Tourism		370,646			370,646
Public safety				4,546	4,546
Total operating grants and contributions	12,710	370,646	-	4,546	387,902
Capital grants and contributions					
Tourism		1,114,925			1,114,925
Total capital grants and contributions	-	1,114,925	-	-	1,114,925
Net program expenses (revenues)	2,633,266	(647,025)	139,702	(40,813)	2,085,130
<u>General revenues</u>					
Taxes:					
Ad valorem taxes levied for general purposes	2,634,805		155,050		2,789,855
Hotel Motel Tax		499,073			499,073
State shared revenue	18,581			26,667	45,248
Investment earnings & interest	2,551	13,803	505		16,859
Miscellaneous	36,997			8,144	45,141
Total general revenues and transfers	2,692,934	512,876	155,555	34,811	3,396,176
Change in net position	59,668	1,159,901	15,853	75,624	1,311,046
Net position- beginning of year	12,542,329	5,786,511	539,581	1,166,850	20,035,271
Prior period adjustment		(19,553)	-		(19,553)
Net position - beginning of year (as adjusted)	12,542,329	5,766,958	539,581	1,166,850	20,015,718
Net position - end of year	\$12,601,997	6,926,859	\$555,434	\$1,242,474	\$ 21,326,764

## ST. MARY PARISH COUNCIL

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DISCRETELY PRESENTED COMPONENT UNITS  
Combining Schedule of Statements of Activities - All Discretely Presented Component Units

For the Year Ended December 31, 2018

	ST. MARY PARISH ASSESSOR	ST. MARY PARISH CLERK OF COURT	TOTAL (PAGE ONLY)	TOTAL DISCRETELY PRESENTED COMPONENT UNITS
<u>Expenses</u>				
General government	\$2,037,116	\$1,682,023	\$3,719,139	\$4,378,516
Water & sewer				10,145,154
Drainage				4,517,830
Fire Protection				1,888,391
Recreation				4,263,233
Health and welfare				135,532
Medical care				26,671,643
Library				2,659,065
Tourism				853,294
Public safety				934,759
Interest and fees on long-term debt				1,118,552
Total program expenses	<u>2,037,116</u>	<u>1,682,023</u>	<u>3,719,139</u>	<u>\$57,565,969</u>
<u>Program revenues</u>				
Charges for services				
General government	11,086	1,851,571	1,862,657	1,862,657
Water & sewer				6,457,650
Recreation				1,019,540
Rental fees				194,965
Medical care				22,122,036
Library				13,089
Tourism				26,509
Public safety				989,501
Total charges for services	<u>11,086</u>	<u>1,851,571</u>	<u>1,862,657</u>	<u>32,685,947</u>
<u>Operating grants and contributions</u>				
Drainage				8,369
Fire Protection				115,276
Recreation				208,205
Medical care				2,622,618
Library				12,710
Tourism				370,646
Public safety				4,546
Total operating grants and contributions	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,342,370</u>
<u>Capital grants and contributions</u>				
Drainage				3,516,098
Medical care				2,163,696
Tourism				1,114,925
Total capital grants and contributions	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,794,719</u>
Net program expenses (revenues)	<u>2,026,030</u>	<u>(169,548)</u>	<u>1,856,482</u>	<u>14,742,933</u>
<u>General revenues</u>				
Taxes:				
Sales and use				268,741
Ad valorem taxes levied for general purposes	1,656,707		1,656,707	16,679,072
Ad valorem taxes levied for debt service				1,952,903
Hotel Motel Tax				499,073
State shared revenue	56,692		56,692	196,998
Investment earnings (loss)	43,450	2,881	46,331	389,376
Payment from St. Mary Parish Council				368,457
Gain (loss) on disposition of asset				(9,704)
Miscellaneous	7,952		7,952	514,921
Nonemployer Pension Contributions	227,609		227,609	233,370
<u>Transfers in (out)</u>				
Capital contributions for consolidation				(110,570)
Total general revenues and transfers	<u>1,992,410</u>	<u>2,881</u>	<u>1,995,291</u>	<u>20,982,637</u>
<u>Special item</u>				
Transfer to St. Mary Parish Council				(64,862)
Transfer of Hospital Service District No. 3 operations				(823,913)
Total special item	<u>-</u>	<u>-</u>	<u>-</u>	<u>(888,775)</u>
Change in Position	<u>(33,620)</u>	<u>172,429</u>	<u>138,809</u>	<u>5,350,929</u>
Net position - beginning of year	4,521,270	(1,197,562)	3,323,708	139,706,650
Prior period adjustment	(3,022,563)	(3,616,990)	(6,639,553)	(6,543,254)
Net position- beginning of year (as adjusted)	<u>1,498,707</u>	<u>(4,814,552)</u>	<u>(3,315,845)</u>	<u>133,163,396</u>
Net position - end of year	<u>\$1,465,087</u>	<u>\$ (4,642,123)</u>	<u>(\$3,177,036)</u>	<u>\$138,514,325</u>

ST. MARY PARISH COUNCIL

COMBINING STATEMENTS OF FIDUCIARY ASSETS AND LIABILITIES - ALL COMPONENT UNITS  
December 31, 2018

	St. Mary Parish Sales and Use Tax Dept.	St. Mary Parish Clerk of Court	Total Discretely Presented Component Units
<b>ASSETS</b>			
Cash	\$ 2,677,443	\$ 2,488,830	\$ 5,166,273
Investments	1,475,983		1,475,983
Receivables	3,178,617		3,178,617
Amounts due from taxing units	296,177		296,177
Net Pension Asset	53,762		53,762
Total Assets	<u>7,681,982</u>	<u>2,488,830</u>	<u>10,170,812</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Related to Pensions	120,478		120,478
Related to OPEB	30,283	-	30,283
Total deferred outflows of resources	<u>150,761</u>	<u>-</u>	<u>150,761</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 7,832,743</u>	<u>\$ 2,488,830</u>	<u>\$ 10,321,573</u>
<b>LIABILITIES</b>			
Accounts payable and accrued liabilities	\$ 1,387		\$ 1,387
Amounts due to taxing units:			
Due to other governments	5,580,670		5,580,670
Other postemployment benefits liability	1,227,560		1,227,560
Accrued Compensated Absences	66,667		66,667
Retained taxes collected	796,819		796,819
Unsettled deposits		\$ 1,505,774	1,505,774
Due to litigants		983,056	983,056
Total Liabilities	<u>7,673,103</u>	<u>2,488,830</u>	<u>10,161,933</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Related to Pensions	159,640	-	159,640
Total Liabilities and Deferred Outflows of Resources	<u>\$ 7,832,743</u>	<u>\$ 2,488,830</u>	<u>\$ 10,321,573</u>

GENERAL SUPPLEMENTARY INFORMATION

**St. Mary Parish Council**  
Compensation Paid Council Members  
For the Year Ended December 31, 2018

Councilmen at Large

Gabriel Beadle	\$ 9,670
Paul Naquin, Jr.	9,600
Kevin Voisin	10,170

Single Members:

James Wallace Bennet, Jr.	5,400
Sterling J. Fryou, Sr.	5,400
Patrick Hebert	5,400
Glen Hidalgo	5,400
J. Bertrand Ina	5,400
Craig Alonzo Mathews	5,400
Dale James Rogers	5,400
Kenneth Singleton	<u>5,400</u>

\$ 72,640

**ST. MARY PARISH COUNCIL**

Schedule of Compensation, Benefits, and Reimbursements to  
Agency Head, Political Subdivision Head, or Chief Executive Officer  
For the Year Ended December 31, 2018

**Parish President: David J. Hanagriff**

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 12,000
Benefits-Insurance	19,424
Benefits-Retirement	1,380
Cell phone allowance	1,440
Automobile allowance	14,400
Total	<u>\$ 48,644</u>

**Chief Administrative Officer: Henry C. LaGrange**

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 97,383
Benefits-Insurance	13,873
Benefits-retirement	11,199
Reimbursement-Travel	294
Total	<u>\$ 122,749</u>

These amounts represent all compensation, benefits, and reimbursements for the year.

**ST. MARY PARISH COUNCIL**  
Schedule of Insurance Policies In Force  
For the Year Ended December 31, 2018

<u>Coverage</u>	<u>Amounts or Limits</u>	<u>Expires</u>	<u>Company</u>
Workers' Compensation and Employer's Liability	\$1,000,000	01/01/2019	PGRMA
Ferry-Hull and Machinery	\$75,000	05/16/2019	Alianz Global Corp
Ferry-Protection & Indemnity	\$1,000,000	05/16/2019	Lloyds' of London
Property and Extended Coverage	\$31,591,030	06/15/2019	Illinois Union Ins. Co.
Equipment Floater	\$9,513,502	06/15/2019	Continental Casualty
Boiler & Machinery	\$27,000,000	06/15/2019	Continental Casualty
Property-Burns Point Dwelling	\$24,000	06/28/2019	Louisiana Citizens
Airport Liability	\$1,000,000	09/29/2020	ACE Property & Casualty Insurance Co.
General Liability	\$3,000,000	12/31/2019	Atlantic Specialty Insurance Company
Auto Liability Coverage	\$1,000,000	12/31/2019	Atlantic Specialty Insurance Company
Public Entity Management Liability Coverage	\$3,000,000	12/31/2019	Atlantic Specialty Insurance Company
Public Entity Employment Practices (Liability Protection Coverage)	\$3,000,000	12/31/2019	Atlantic Specialty Insurance Company
Employee Benefit Plans Administration (Liability Protection Coverage)	\$3,000,000	12/31/2019	Atlantic Specialty Insurance Company

Unaudited

SUPPLEMENTARY INFORMATION REQUIRED BY UNIFORM GUIDANCE

**St. Mary Parish Council**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended December 31, 2018**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR NAME/ <u>PROGRAM TITLE</u>	FEDERAL CFDA <u>NUMBER</u>	PASS-THROUGH IDENTIFYING <u>NUMBER</u>	EXPENDITURES <u>INCURRED</u>
<u>U.S. Department of the Interior</u>			
Bureau of Land Management			
Office of the Secretary of the Interior			
Payment in Lieu of Taxes	15.226		\$ 7,025
GoMESA	15.435		719,497
Office of Fish and Wildlife Services			
Passed through State of Louisiana Department of Wildlife and Fisheries Office of Undersecretary			
Sports Fish Restoration Program	15.605		144,800
Wildlife Restoration and Basic Hunter Education	15.611	U513006901.513	<u>82,823</u>
Total U.S. Department of Interior			<u>954,145</u>
<u>U.S. Department of Housing and Urban Development</u>			
Passed through Louisiana Office of Community Development Disaster Recovery Unit			
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii			
	14.228	(SEE NOTE 4)	2,622,172
Housing - Federal Housing Commissioner			
Section 8 Housing Choice Vouchers	14.871		<u>389,719</u>
Total U.S. Department of Housing and Urban Development			<u>3,011,891</u>
<u>U.S. Department of Transportation</u>			
Airport Improvement Program	20.106	AIP3-22-0044-017-2.18	12,233
Alcohol Impaired Drinking Countermeasures Incentive Grants I	20.601		<u>64,066</u>
Total U.S. Department of Transportation			<u>76,299</u>
<u>U.S. Department of Education</u>			
Office of Special Educational and Rehabilitation Services			
Passed through Louisiana Rehabilitation Services			
Rehabilitation Services Vocational Rehabilitation Grants to States			
	84.126		<u>5,192</u>
Total U.S. Department of Education			<u>5,192</u>

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR NAME/ <u>PROGRAM TITLE</u>	FEDERAL CFDA <u>NUMBER</u>	PASS-THROUGH IDENTIFYING <u>NUMBER</u>	EXPENDITURES <u>INCURRED</u>
<u>U.S. Department of Health and Human Services</u>			
Passed through Louisiana Supreme Court Drug Court Office			
Temporary Assistance for Needy Families (TANF)	93.558	(SEE NOTE 3)	\$ 636,975
Passed through Louisiana Department of Health and Hospitals			
Block Grants for Prevention and Treatment of Substance Abuse	93.959	FTC2000299225	<u>188,558</u>
Total U.S. Department of Health and Human Services			<u>825,533</u>
<u>Department of Homeland Security</u>			
Passed through Governor's Office of Homeland Security and Emergency Preparedness			
Hazard Mitigation Grant	97.039	(SEE NOTE 2)	176,265
Passed through State of Louisiana Office of State Police			
Emergency Management Performance Grants	97.042		41,729
Homeland Security Grant Program	97.067		<u>52,342</u>
Total Department of Homeland Security			<u>270,336</u>
Total Primary Government Federal Financial Assistance			<u>\$ 5,143,396</u>

**ST. MARY PARISH COUNCIL**

Notes to Schedule of Expenditures of Federal Awards  
For the Year Ended December 31, 2018

Note 1 - SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards is a summary of activity of the Council's federal award programs presented on the basis of accounting in accordance with generally accepted accounting principles for fund accounting. In 2018, the Council did not charge nor allocate any indirect costs to federal awards.

Note 2 - DEPARTMENT OF HOMELAND SECURITY

The following is a detail of certain expenditures from the Department of Homeland Security.

Hazard Mitigation Grant (CFDA 97.039)

In the current year the Hazard Mitigation grant is funded 75% by federal funds. Total expenditures for the current year were \$235,020 of which \$176,265 qualifies for 75% reimbursement.

NOTE 3 - DEPARTMENT OF HEALTH AND HUMAN SERVICES

The following is a detail of certain expenditures from the Department of Health and Human Services.

Temporary Assistance for Needy Families (CFDA 93.558)

<u>Funds</u>	<u>Pass-Through Identifying Number</u>	<u>Expenditures</u>
16 <sup>th</sup> Judicial District Drug Court Fund		\$ 155,345
Claire House	CH2000299126	<u>481,630</u>
Total Temporary Assistance for Needy Families		\$ <u>636,975</u>

NOTE 4 - DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

The following is a detail of certain expenditures from the Department of Housing and Urban Development.

Community Development Block Grant/State's Program and Non-Entitlement Grants in Hawaii (CFDA 14.228)

<u>Funds</u>	<u>Pass-Through Identifying Number</u>	<u>Expenditures</u>
CDBG Recovery Fund	684903	\$1,927,251
Capital Improvement Fund	736349	<u>694,921</u>
		<u>\$2,622,172</u>

INTERNAL ACCOUNTING CONTROL AND COMPLIANCE AND OTHER MATTERS



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

Chairman and Members of the Council  
St. Mary Parish  
Franklin, 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 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, and the respective budgetary comparisons for the General Fund, Road Construction & Maintenance Fund, and Sanitation Fund, and Statement of Fiduciary Net Position of the St. Mary Parish Council (Council), as of and for the year ended December 31, 2018 and the related notes to the financial statements, which collectively comprise the basic financial statements of the Council and have issued our report thereon dated September 6, 2019. Our report includes a reference to the Reissuance of Financial Statements under the Emphasis of Matters section, as described in our report on the Council's financial statements. Our report includes a reference to other auditors who audited the financial statements of two non-major governmental funds which represent .7 percent, .8 percent, and 10.7 percent respectively of the assets, net position, and revenues of the governmental activities of the primary government and nineteen of the forty discretely presented component units, which represent 82 percent, 80 percent and 89 percent, respectively, of the total assets, total net position, and total revenues of the discretely presented component units and 24 percent of fiduciary assets of the Council, as described in our report on the Council's financial statements. This report includes our consideration of the results of the other auditor's testing of internal control over financial reporting and compliance and other matters that are reported on separately by those other auditors. However, this report, insofar as it relates to the results of the other auditors, is based solely on the reports of the other auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Council'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 Council's internal control. Accordingly, we do not express an opinion on the effectiveness of the Council's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as items 2018-001, 2018-002, 2018-007, 2018-008, and 2018-009 to be material weaknesses.

#### Compliance and Other Matters

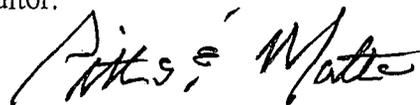
As part of obtaining reasonable assurance about whether the Council's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material 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 instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and which are described in the accompanying schedule of findings and questioned costs as items 2018-003 and 2018-004.

#### St. Mary Parish Council's Response to Findings

The Council's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The Council's response was not subject to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

#### Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. However, under Louisiana Revised Statute 24:513, this report is considered a public record and may be distributed by the Legislative Auditor.



CERTIFIED PUBLIC ACCOUNTANTS

September 6, 2019  
Morgan City, Louisiana



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

Chairman and Members of the Council  
St. Mary Parish  
Franklin, Louisiana

Report on Compliance for Each Major Federal Program

We have audited the St. Mary Parish Council's (Council) compliance with the types of compliance requirements described in OMB Compliance Supplement that could have a direct and material effect on each of the Council's major federal programs for the year ended December 31, 2018. The Council's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

Our responsibility is to express an opinion for each of the Council's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Those standards and the Uniform Guidance, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Council's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit and the reports of the other auditors provide a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Council's compliance.

### Opinion on Each Major Federal Program

In our opinion, the Council, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2018.

### Emphasis of Matter

As described in item 2018-006, we have reissued our Opinion on Each Major Federal Program. Our opinion on each major federal program is not modified with respect to this matter.

### Other Matters

The results of our auditing procedures disclosed an instance of noncompliance with is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as item 2018-005. Our opinion on each major federal program is not modified with respect to this matter.

The Council's response to the noncompliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The Council's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

### Report on Internal Control Over Compliance

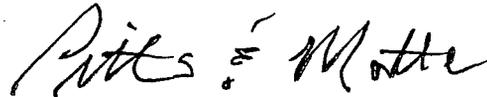
Management of the Council is responsible for establishing and maintaining effective internal control over compliance with the types of compliance referred to above. In planning and performing our audit of compliance, we considered the Council's internal control over compliance with the types of requirements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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore material weaknesses or significant deficiencies may exist that have not been identified. We did identify two deficiencies in internal control over compliance as described in the accompanying schedule of findings and questioned costs as items 2018-005 and 2018-006 that we consider to be material weaknesses.

The Council's response to the internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The Council's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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



CERTIFIED PUBLIC ACCOUNTANTS

September 6, 2019  
Morgan City, Louisiana

**ST. MARY PARISH COUNCIL**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
For the Year Ended December 31, 2018

A. SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unmodified opinion on the basic financial statements of the St. Mary Parish Council.
2. Five material weakness (two related to the St. Mary Parish Council and three related to the discretely presented component units) were disclosed during the audit of the basic financial statements that are required to be reported in the Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.
3. Two instances of noncompliance (related to the St. Mary Parish Council) material to the basic financial statements of the St. Mary Parish Council were disclosed during the audit
4. Two findings related to the audit of major federal award programs are reported as material weaknesses in the Independent Auditor's Report on Compliance with Requirements that Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance.
5. The auditors' report on compliance for the major federal award programs for the St. Mary Parish Council expresses an unmodified opinion on all major federal programs.
6. Two audit findings relative to the major federal award programs for the St. Mary Parish Council are reported in Part C of this Schedule.
7. The programs tested as major programs include:  
  
Community Development Block Grants/States Program and Non-Entitlement Grants  
In Hawaii (CFDA No. 14.228)  
Gulf of Mexico Energy Security Act - GoMESA (CFDA No. 15.435)
8. The threshold for distinguishing types A and B programs was \$750,000.
9. St. Mary Parish Council was not determined to be a low risk auditee.

## B. FINDINGS - FINANCIAL STATEMENT AUDIT

### ITEMS RELATED TO THE PRIMARY GOVERNMENT

(see items 2018-007, 2018-008 and 2018-009 for items related to Component Units)

#### INTERNAL CONTROL FINDINGS

#### MATERIAL WEAKNESS

##### ITEM NO. 2018-001 Failure to Collect Certain Fees

##### Auditors' Comments

Condition: The Council sets a fee for garbage pick up service at residences and small businesses that is to be billed and paid monthly. The Council does not have a system to send monthly bills to end users. Because of this the Council has made agreements with various governmental entities (Water & Sewer Districts and municipalities) located in the Parish that normally bill their own customers on a monthly basis for utilities to also bill the Council's customers for the garbage pick up fee as well. The agreements with the other governments allows them to retain a small portion of the garbage pick up fee as compensation for performing this service. The other governments then pay to the Council the net fees collected on either a monthly or quarterly basis.

During the course of our audit procedures, we discovered that one governmental entity made no payments to the Council during 2018 and owed the Council approximately \$54,800 at the end of 2018.

Criteria: The billing and collections agreements require the billing and collecting governments to remit the collected fees on a periodic agreed upon time frame.

A sound internal control system over collections of revenues should include a monitoring system to insure that all amounts due are collected when due.

Effect: Failure to properly monitor revenue collections on a periodic basis can result in lost revenues.

Cause: The person monitoring these receipts assumed the position of a former long-time employee who had retired. Evidently the current employee was not fully trained on the complete duties of this position and failed to notify their supervisor when payments were not received from this entity.

Recommendation: The Council should contact the entity and obtain full payment of all outstanding amounts.

Further the Council should put this collection procedure in this area in writing.

##### Management's Response:

Subsequent to year end, the outstanding fees have been received. The clerk designated to receive payments has been trained to monitor all garbage fees from the governmental entities (Water & Sewer Districts and municipalities) and to inform upper management when entities fail to remit timely payments. A written procedure is being prepared in accordance with this policy.

ITEM NO. 2018-002 Failure to Record Grant Activity in Financial Statements

Auditors' Comments

Condition: The Council records and presents some of its capital expenditure activity in its Capital Improvement Fund (a major governmental fund). For 2018 the fund reported \$6,436,422 in capital outlay expenditures in its reissued financial statements. Prior to the reissuance of its 2018 financial statements this fund reported \$5,741,501 in capital outlay expenditures. The financial statements as initially issued omitted \$694,921 in capital outlays as well as the related \$694,921 in associated Federal grant revenue.

This fact was discovered after the financial statements and related auditors' reports were issued. The original financial statements were recalled, corrected and reissued by the Council accompanied by reissued auditors' reports.

Criteria: The financial statements of an entity should include all financial activity of that entity occurring during the period covered by those financial statements.

Effect: The Council's financial statements for its Capital Improvement Fund (a major governmental fund) were materially misstated, when initially issued.

Cause: The vast majority of the Council's expenditures are processed through a comingled checking account which is integrated with the Council's general ledger system, whereby all expenditures are automatically entered into the Council's general ledger. If required or requested by a grantor, the Council maintains a separate checking account which includes only the activities of a single project or grant. In this situation the expenditures are not automatically entered into the Council's general ledger system, but are summarized monthly and entered into the Council's general ledger by journal entries.

The activities for this particular project, Glencoe Water Plant funded by a Federal Community Development Block Grant (CFDA No. 14.228) funded by the U.S. Department of Housing and Urban Development and passed through the Louisiana Offices of Community Development utilized a separate checking account.

The Council properly accounted for and documented all revenues and expenditures related to this project during the year. However, the Council initially failed to record these activities, by journal entry, into its general ledger and financial statements.

Recommendations: The Council should recall, correct, and reissue its financial statements for 2018. This has been done.

The Council should institute a review procedure to insure any activities which are accounted for through separate checking accounts be entered into the Council's appropriate general ledger accounts on a monthly basis.

Management's Response: This project requires a separate checking account, therefore, revenues and expenditures are not automatically entered into the computerized accounting system. Subsequent to year end, all revenues and expenditures were manually entered into the computerized general ledger and current activity is entered on a monthly basis.

## NONCOMPLIANCE

### ITEM NO. 2018-003 Budget Monitoring

#### Auditors' Comments

Condition: During the course of the audit for the year ended December 31, 2018, it was noted that a few of the Parish's individual funds needed budget amendments that were not made.

Criteria: State Statute require that budgets be amended when actual revenues are less than budgeted revenues by five percent or more or actual expenditures exceed budgeted expenditures by five percent or more. These conditions are explained in detail below.

Effect: Failure to amend budgets to recognize anticipated shortfalls in funds prevents the governmental body from effectively curtailing projects and/or services in accordance with actual available resources.

Cause: Although the cause of the above condition was not fully determined the following appears to have a significant effect. Although the Parish makes accruals for payables and receivables at year end, adjustments are not made in the interim period. When significant differences exist between payables and receivables from year to year, the amount of funds that appear to be available or costs that appear to have been incurred can be distorted. Failure to recognize the effect of these differences can lead to variances between budgeted and actual activity.

Recommendation: The Council should fine tune its ongoing budget monitoring program to periodically consider accruals for major revenues and expenditures.

A more detailed description of the conditions and criteria is presented below:

Auditors' Detailed Comments

Notification was not made and the following budgets were not amended although actual revenues were less than budgeted revenues by five percent or more:

<u>Funds</u>	<u>Actual Amount</u>	<u>Budgeted Amount</u>	<u>Variance</u>	<u>Percent</u>
Juror Compensation Fund	\$ 46,680	\$ 50,000	\$ 3,320	6.6%
Claire House	481,630	579,363	97,733	16.8%

Notification was not made and the following budget was not amended although actual expenditures exceeded budgeted expenditures by five percent or more:

<u>Funds</u>	<u>Actual Amount</u>	<u>Budgeted Amount</u>	<u>Variance</u>	<u>Percent</u>
Job Readiness Program Fund	\$ 5,192	\$ 3,526	\$ 1,666	47.2%
Claire House	615,159	579,363	35,796	6.2%

Management's Response:

The budget monitoring has gotten significantly better. We continually monitor budgeted and actual amounts throughout the year and during the budget amendment process we strive to project amounts as close as possible to anticipated year end results. With the lead time required for ordinance introduction and layover, as prescribed in our Parish Charter, it is sometimes difficult to anticipate revenues and expenditures through year end. We will continually monitor budget variances, especially close to year end, and recommended to the Council when variances exceed the percentages as specified in the State Statute.

ITEM NO. 2018-004 Fund Deficit

Auditors' Comments

Condition: During the course of the audit it was noted that one fund had a deficit fund balance.

Criteria: State statute prohibits expending amounts in excess of fund balance, revenues, and other financing sources.

Effect: Violation of state statute.

Cause: For this special revenue fund, the Council expended amounts in excess of fund balance, revenues, and other financing sources.

Recommendation: A detailed study should be made to develop additional or alternative funding sources or to consider reallocating existing funding.

The following fund was in violation of state statutes and had a deficit fund balance at year end:

<u>Fund</u>	<u>Deficit Amount</u>
<u>Nonmajor Special Revenue Fund</u> 16 <sup>th</sup> JDC St. Mary Parish Drug Court	\$(41,420)

Management's Response:

The deficit in the 16<sup>th</sup> JDC St. Mary Parish Drug Court Fund will be funded by future revenues or other fund transfers.

C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS  
AUDIT

ITEMS RELATED TO THE PRIMARY GOVERNMENT

NON-COMPLIANCE, QUESTIONED COSTS, AND MATERIAL WEAKNESS

ITEM NO. 2018-005 Period of Performance

Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii (CFDA No. 14.228) Passed through Louisiana Offices of Community Development (Pass-through ID No. 736349)

Auditors' Comments

Condition: In 2018, the Council received two types of grants funded under this major program both passed through the State of Louisiana Office of Community Development as follows:

Office	Passed	Number of	Amount	of
Passed	Through	Projects	Assistance	Costs
Questioned	ID#			
Through				
Disaster Recovery Unit	684903	5	\$1,927,851	None
Division of Administration	736349	1	694,921	\$76,500

The audit procedures related to the portion of this major program funded under pass-through ID# 684903 resulted in no findings of non-compliance, material weaknesses in internal control, nor questioned costs.

The audit procedures related to the portion of this major program fund under pass-through ID# 736349 resulted in the following findings:

Compliance Requirements – Non-compliance with certain Period of Performance Compliance Requirements

Questioned Costs – Questioned Costs in the amount of \$76,500 (the amount known and likely questioned costs are the same).

Internal Control Over Compliance – Material Weakness

Criteria:

Noncompliance & Questioned Costs

The terms and conditions of the Federal award agreement between the Council and the State of Louisiana for utilization of these funds under pass through ID No. 736349 called for certain required contract conditions related to: Construction plans and specifications; and advertising for bids to be performed within a certain time frame.

Internal Control Over Compliance

A properly designed internal control system related to Federal Financial Awards should include policies and procedures to insure compliance with all compliance requirements that could have a direct and material effect on the particular award. This would include compliance with the Period of Performance requirements.

Effect: The Council did perform the required contract conditions but not within the specified time frame, therefore penalties were assessed by the State as follows:

<u>Required Contract Conditions</u>	<u>Number of Work Days Late</u>	<u>Daily Penalty</u>	<u>Total Penalty</u>
Construction Plans and Specifications	227	\$250	\$56,750
Advertising for Bids	79	250	<u>19,750</u>
Total			<u>\$76,500</u>

These penalties resulted in a questioned cost of \$76,500. Note that the amount of the known questioned costs and the amount of the likely questioned costs are the same. In addition the State has already determined these costs to be disallowed and the grant amount was reduced by this amount in 2018.

Cause: The additional days necessary for the clearance of contract conditions were a result of the delay in completion of plans and specifications for the project. This was caused by extended negotiations in the acquisition of the necessary property needed for construction of the project, which resulted in changes to the project's plans and specifications.

The Council's internal control system does not contain procedures to timely notify the grantor and request extensions of deadlines.

Recommendation: The Council should add procedures to its internal control system over grant compliance to monitor the various time tables for document preparation and submission, and to request extensions of time when needed.

Management's Response: St. Mary Parish has received many La. Community Development Block Grants and has policies and procedures in place that provide for a process that has previously met the requirements of these grant agreements. In regards to this specific grant, communications were ongoing with the La. Office of Community Development regarding the delays noted above. These included phone, email and written correspondence; however, due to the circumstances noted above, compliance with all of the conditions of the grant agreement were not met within the timeframe required. St. Mary Parish will communicate more effectively with the Grantor and will amend its policy to ensure that all procedures and requirements of the grant agreement are met in the timeframes required.

## MATERIAL WEAKNESS

### ITEM NO. 2018-006 Allowable Costs/Cost Principles (Failure to Record Grant Activity in Financial Statements)

Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii (CFDA No. 14.228) Passed through Louisiana Offices of Community Development (Pass-through ID No. 736349)

See Findings 2018-002 for additional information on this finding.

#### Auditors' Comments

Condition: Prior to the reissuance of its 2018 financial statements the Council omitted \$694,921 in capital outlays as well as the related \$694,921 in associated Federal grant revenue from its general ledger and financial statements.

This fact was discovered after the financial statements and related auditors' reports were issued. The original financial statements were recalled, corrected and reissued by the Council accompanied by reissued auditors' reports.

Criteria: "Basic Guidelines" in the Compliance Supplement under B. Allowable Costs/Cost Principles item 3 requires consistent policies and procedures that apply uniformly to both federally financed and other activities. The general ledger and financial statements of an entity should include all financial activity of that entity occurring during the period covered by those financial statements.

Effect: The revenue and expenditures for this grant was properly documented and supported in underlying detail records. However the general ledger and financial statements did not include the activity for this federally financed activity.

Note this finding does not result in any questioned costs.

Cause: The vast majority of the Council's expenditures are processed through a comingled checking account which is integrated with the Council's general ledger system, whereby all expenditures are automatically entered into the Council's general ledger. If required or requested by a grantor, the Council maintains a separate checking account which includes only the activities of a single project or grant. In this situation the expenditures are not automatically entered into the Council's general ledger system, but are summarized monthly and entered into the Council's general ledger by journal entries.

The activities for this particular project, Glencoe Water Plant funded by a Federal Community Development Block Grant (CFDA No. 14.228) funded by the U.S. Department of Housing and Urban Development and passed through the Louisiana Offices of Community Development utilized a separate checking account.

The Council properly accounted for and documented all revenues and expenditures related to this project during the year. However, the Council initially failed to record these activities, by journal entry, into its general ledger and financial statements.

Recommendations: The Council should recall, correct, and reissue its financial statements for 2018. This has been done.

The Council should institute a review procedure to insure any activities which are accounted for through separate checking accounts be entered into the Council's appropriate general ledger accounts on a monthly basis.

Management's Response: Subsequent to year end, all revenues and expenditures were manually entered into the computerized general ledger and current activity is entered on a monthly basis.

B. FINDINGS – FINANCIAL STATEMENT AUDIT

ITEMS RELATED TO COMPONENT UNITS

INTERNAL CONTROL

ITEM NO. 2018-007 APPLICATION OF GAAP (generally accepted accounting principles)

Auditors' Comments

Condition: Management and staff lack the training and expertise in the selection and application of GAAP in the financial statement preparation process.

Criteria: A deficiency in the design of internal control exist when the persons responsible for the accounting and reporting function lacks the skills and knowledge to apply generally accepted accounting principles in recording the entity's financial transactions or preparing its financial statements."

Cause: Those in charge of the preparation of the financial statements and related notes do not have sufficient skills in the application of GAAP.

Effect: It is possible that the financial statements and related supporting transactions may have a significant departure from generally accepted accounting principles.

The above comment is considered to be a material weakness for the following component units except for Recreation District No. 5, for which it is considered a significant deficiency.

Water & Sewer Commission No. 3  
Water & Sewer Commission No. 4  
Water & Sewer Commission No. 5  
Wards 5 & 8 Joint Sewer Commission  
Consolidated Gravity Drainage District No. 6  
Fire Protection District No. 3  
Fire Protection District No. 11  
Recreation District No. 1  
Recreation District No. 3  
Recreation District No. 5  
St. Mary Parish Tourist Commission  
St. Mary Parish Communications District

Management Response:

Management has determined that the cost of employing in house personnel with this expertise exceeds the benefit.

ITEM NO. 2018-008 - SEGREGATION OF DUTIES

Auditors' Comments:

Condition: While performing audit tests and inquiring about internal control, it was discovered that there is very little segregation of duties within twenty-two of the component units.

Criteria: Ordinarily, the accounting duties performed in an organization are segregated to reduce possible errors or irregularities that could occur in the accounting records and not be detected.

Effect: Lack of segregation of duties increases the risk that errors or irregularities may occur and not be prevented or detected.

Cause: Generally the Component Units have limited personnel.

The above comment is considered to be a material weakness for all the following component units:

Water & Sewer Commission No. 1  
Water & Sewer Commission No. 2  
Water & Sewer Commission No. 4  
Water & Sewer Commission No. 5  
Wards 5 & 8 Joint Sewerage Commission  
Consolidated Gravity Drainage District No. 1  
Consolidated Gravity Drainage District No. 6  
Wax Lake East Drainage District  
Sub-Gravity Drainage District No. 1 of Gravity Drainage District No. 2  
Fire Protection District No. 2  
Fire Protection District No. 3  
Fire Protection District No. 11  
Recreation District No. 1  
Recreation District No. 3  
Recreation District No. 4  
Atchafalaya Golf Course Commission  
Hospital Service District No. 1  
Hospital Service District No. 3  
St. Mary Parish Library  
St. Mary Parish Tourist Commission  
St. Mary Parish Communication District

Management's Response:

We have reviewed this situation and have decided that the additional controls derived by employing an additional person in our bookkeeping area is outweighed by the additional personnel costs.

ITEM NO. 2018-009 – PROPOSED AUDIT ADJUSTMENTS

Condition and Criteria: The proposed audit adjustments for the fiscal year ended September 30, 2018 for Hospital Service District No. 1(Hospital) had a material effect on their financial statements.

Cause: The filing of annual Medicare and Medicaid cost reports result in settlements either due to or from the Hospital. These settlements result from complex calculations, many variables, several payors, and the use of third party data that is often not complete until several months after year end. These factors make it difficult to properly estimate and record cost report settlements.

Effect: This represents a material weakness in this component unit's internal control system.

Recommendation: The component unit should design and implement policies and procedures that assure the proper preparation and presentation of the financial statements.

Management Response: The Chief Financial Officer of the Hospital will perform a comprehensive review of the financial statements, estimates and journal entries before closing the fiscal year.

C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS  
RELATED TO COMPONENT UNITS

NOT APPLICABLE

SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND RELATED CORRECTIVE  
ACTION PREPARED BY MANAGEMENT OF ST. MARY PARISH COUNCIL

Internal Control Weakness

Material Weakness

Item No. 2017-001 Patient Fee Reimbursement at Fairview Treatment Center (Center)

Condition: Proper policies and procedures were not implemented in order to ascertain that all patients received authorization for treatment prior to admittance. Management also failed to establish procedures to maintain that all patient fees were submitted for reimbursement within the allotted time.

Corrective Action: This matter has been resolved.

Items of Noncompliance

Item No. 2017-002 Budget Monitoring

Condition: During the course of the audit for the year ended December 31, 2016, it was noted that several of the Parish's individual funds needed budget amendments that were not made.

Corrective Action: This has not been corrected.

Item No. 2017-003 Fund Deficits

Condition: During the course of the audit, it was noted that certain funds had deficit fund balances.

Corrective Action: This has not been corrected.

Item No. 2017-004 Failure to File Audit Report on Time

Condition: The Council's reporting entity audit was not completed and furnished to the Louisiana Legislative Auditor with the required time frame. The Council's primary government only audit was completed and filed timely with both the Louisiana Legislative Auditor and the Federal Audit Clearinghouse.

Corrective Action: This has been corrected.

Internal Control and Compliance Material to Federal Awards

NONE

SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND RELATED CORRECTIVE  
ACTION PREPARED BY MANAGEMENT OF ST. MARY PARISH COUNCIL  
(continued)

ITEMS RELATED TO COMPONENT UNITS

INTERNAL CONTROL

ITEM NO. 2017-005 APPLICATION OF GAAP (generally accepted accounting principles)

Auditors' Comments

Condition: Management and staff lack the training and expertise in the selection and application of GAAP in the financial statement process.

Corrective Action: This finding has not been corrected.

ITEM NO. 2017-006 SEGREGATION OF DUTIES

Auditors' Comments

Condition: While performing audit tests and inquiring about internal control, it was discovered that there is very little segregation of duties within twenty-three of the Component Units.

Corrective Action: This finding has not been corrected.

ITEM NO. 2017-007 PROPOSED AUDIT ADJUSTMENTS

Auditor's Comments

Condition: The proposed audit adjustments for the fiscal year ended September 30, 2017 for Hospital Service District No. 1 had a material effect on their financial statements.

Corrective Action: This finding has not been corrected.

SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND RELATED CORRECTIVE  
ACTION PREPARED BY MANAGEMENT OF ST. MARY PARISH COUNCIL  
(continued)

COMPLIANCE

ITEM NO. 2017-008 NONCOMPLIANCE WITH BUDGET MONITORING

Condition: Consolidated Gravity Drainage District No. 1's budget needed amendments that were not made.

Corrective Action: This finding has been corrected.

ITEM NO. 2017-009 POSSIBLE NONCOMPLIANCE WITH OPEN MEETING LAW

Condition: Water and Sewer Commission No. 2 may have improperly entered executive session.

Corrective Action: This finding has been corrected.

ITEM NO. 2017-010 FAILURE TO PUBLISH MINUTES

Condition: The Library did not publish minutes for its public meetings in a timely manner.

Corrective Action: This finding has been corrected.

INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS

NOT APPLICABLE

CORRECTIVE ACTION PLAN PREPARED BY MANAGEMENT  
OF  
ST. MARY PARISH COUNCIL

Item 2018-001 Failure to Collect Certain Fees

Corrective Action

Subsequent to year end, the outstanding fees have been received. The clerk designated to receive payments has been trained to monitor all garbage fees from the governmental entities (Water & Sewer Districts and municipalities) and to inform upper management when entities fail to remit timely payments. A written procedure is being prepared in accordance with this policy.

Item 2018-002 Failure to Record Grant Activity in Financial Statements

Corrective Action

This project requires a separate checking account, therefore, revenues and expenditures are not automatically entered into the computerized accounting system. Subsequent to year end, all revenues and expenditures were manually entered into the computerized general ledger and current activity is entered on a monthly basis.

Item 2018-003 Budget Monitoring

Corrective Action

The budget monitoring has gotten significantly better. We continually monitor budgeted and actual amounts throughout the year and during the budget amendment process we strive to project amounts as close as possible to anticipated year end results. With the lead time required for ordinance introduction and layover, as prescribed in our Parish Charter, it is sometimes difficult to anticipate revenues and expenditures through year end. We will continually monitor budget variances, especially close to year end, and recommended to the Council when variances exceed the percentages as specified in the State Statute.

Item 2018-004 Fund Deficits

Corrective Action

The deficit in the 16<sup>th</sup> JDC St. Mary Parish Drug Court Fund will be funded by future revenues or other fund transfers.

Item 2018-005 Period of Performance

Corrective Action

St. Mary Parish has received many La. Community Development Block Grants and has policies and procedures in place that provide for a process that has previously met the requirements of these grant agreements. In regards to this specific grant, communications were ongoing with the La. Office of Community Development regarding the delays noted above. These included phone, email and written correspondence; however, due to the circumstances noted above, compliance with all of the conditions of the grant agreement were not met within the timeframe required. St. Mary Parish will communicate more effectively with the Grantor and will amend its policy to ensure that all procedures and requirements of the grant agreement are met in the timeframes required.

Item 2018-006 Allowable Costs/Cost Principles (Failure to Record Grant Activity in Financial Statements)

Corrective Action:

Subsequent to year end, all revenues and expenditures were manually entered into the computerized general ledger and current activity is entered on a monthly basis.

Items No.'s 2018-007, 2018-008, and 2018-009

Corrective Action

These items are related to our component units and have been answered by their management in separate reports.