

PLAQUEMINES PARISH GOVERNMENT

Pointe a la Hache, Louisiana

Primary Government Financial Statements

As of and for the Year Ended December 31, 2017
with Supplementary Information Schedules

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Pointe a la Hache, Louisiana

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INDEPENDENT AUDITOR'S REPORT

To the Plaquemines Parish Council
Plaquemines Parish
Pointe a la Hache, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Plaquemines Parish Government (hereinafter "Parish"), as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the basic financial statements of the Parish's primary government as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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 Parish'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 Parish'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.

Basis for Adverse Opinion on Aggregate Discretely Presented Component Units

The financial statements referred to previously do not include financial data for the Parish's legally separate component units. Accounting principles generally accepted in the United States of America require the financial data for those component units to be reported with the financial data of the Parish's primary government unless the Parish also issues financial statements for the financial reporting entity that include the financial data for its component units. The Parish has not issued such reporting entity financial statements. The effects of this departure from accounting principles generally accepted in the United States of America on the assets, liabilities, net position, revenues and expenses of the aggregate discretely presented component units are not reasonably determinable.

Adverse Opinion on Aggregate Discretely Presented Component Units

In our opinion, because of the significance of the matter described in the "Basis for Adverse Opinion on Aggregate Discretely Presented Component Units" paragraph, the financial statements referred to previously do not present fairly the financial position of the aggregate discretely presented component units of the Parish, as of December 31, 2017, or the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinions

In our opinion, the financial statements referred to previously present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Parish, as of December 31, 2017, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis, budgetary comparison schedules and schedules for the funding progress for postemployment benefits other than pensions, employer's share of net pension liability, and employer pension contributions be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements of the Parish's primary government, 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 of the Parish's primary government in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements of the Parish's primary government, and other knowledge we obtained during our audit of the basic financial statements of the Parish's primary government. We do not express an opinion or provide any assurance on management's discussion and analysis on pages 6-15, the budgetary comparison schedules on pages 90-91, schedule of funding progress for the Parish's other post employment benefits on page 92, schedule of employer's share of net pension liability on page 93, schedule of employer contributions on page 94, or notes to retirement system schedules on page 95 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 Parish's primary government.

The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the basic financial statements of the Parish's primary government. The schedule of expenditures of federal awards is the responsibility of the Parish's management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements of the Parish's primary government. The schedule of expenditures of federal awards has been subjected to the auditing procedures applied in the audit of the basic financial statements of the Parish's primary government and certain additional procedures, including comparing and reconciling the schedule to the underlying accounting and other records used to prepare the basic financial statements of the Parish's primary government or to the basic financial statements of the Parish's primary government themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards on pages 118-120 is fairly stated, in all material respects, in relation to the basic financial statements of the Parish's primary government taken as a whole.

The combined and combining fund and fund type financial statements and the schedule of compensation paid to council members and parish president are also presented for purposes of additional analysis and are not a required part of the basic financial statements of the Parish's primary government. The combined and combining fund and fund type financial statements on pages 97-115 and the schedule of compensation paid to council members and parish president on pages 116-117 have not been subjected to the auditing procedures applied in the audit of the basic financial statements of the Parish's primary government and, accordingly, we do not express an opinion or provide any assurance on such information.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 2018 on our consideration of the Parish's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Parish's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Parish's internal control over financial reporting and compliance.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Morgan City, Louisiana
June 29, 2018

PLAQUEMINES PARISH GOVERNMENT

Pointe a la Hache, Louisiana

Management's Discussion and Analysis

Unaudited

The discussion and analysis of Plaquemines Parish Government's financial performance provides an overview of the Parish's financial activities for the year ended December 31, 2017. The intent of this discussion and analysis is to look at the Parish's financial performance as a whole. The Parish's financial performance is discussed and analyzed within the context of the accompanying basic financial statements and disclosures following this section.

Financial Highlights

- The Parish's assets exceeded its liabilities by \$564,848,492.
- Total Parish's net position is comprised of the following:
 - The net investment in capital assets total of \$486,550,221 includes property and equipment, net of accumulated depreciation and reduced for outstanding debt related to the purchase or construction of capital assets.
 - Restricted assets of \$46,961,697 have constraints imposed from outside the Parish by bond covenants.
 - Unrestricted assets of \$31,336,574 represent the portion available to maintain the Parish's obligations to citizens and creditors.
- The governmental funds total ending fund balance of \$82,513,843 showed a decrease of (\$27,814,543) from the ending balance for 2016.
 - The General Fund ending fund balance of \$27,804,169 showed a decrease of (\$2,390,513) from the ending balance for 2016.
- The enterprise funds total ending net position of \$105,850,537 showed an increase of \$2,614,552 from the ending balance for 2016.
 - The Boat Harbors & Shipyards Fund total ending net position of \$34,750,924 showed a decrease of (\$1,315,054) from the ending balance for 2016.
 - The Water and Sewer Fund total ending net position of \$71,099,613 showed an increase of \$3,929,606 from the ending balance for 2016.

Overview of the Financial Statements

This annual report consists of a series of financial statements. These statements are organized so the reader can understand the Parish as a financial whole or as an entire operating entity. The statements also provide a detailed look at specific financial conditions.

The Parish's basic financial statements are comprised of the following three components:

- Government-wide financial statements
- Fund financial statements
- Notes to basic financial statements.

In addition to the basic financial statements, this report also contains other supplementary information.

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities (pages 17-18) report information about the overall financial status of the Parish as a whole and present a longer-term view of the Parish's finances. These statements include all assets and liabilities, current and long-term. The statements eliminate or reclassify activities between funds, and use the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Parish's net position and changes in net position. You can think of the Parish's net position (the difference between assets and liabilities) as one way to measure the Parish's financial health, or financial position. Over time, increases or decreases in the Parish's net position is one indicator of whether its financial health is improving or deteriorating. You will also need to consider other nonfinancial factors to assess the overall health of the Parish, such as changes in the property tax base and the condition of the roads, levees, drainage system, water and sewer systems, etc.

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

- Governmental activities - Most of the Parish's basic services are reported here and are funded primarily by taxes, oil and gas royalties, intergovernmental revenues, including federal and state grants, and other shared revenue. Some of the most significant Parish services reported as governmental activities are the following:
 - General government
 - Public safety
 - Public works
 - Health and welfare
 - Culture and recreation
 - Economic development and assistance
 - Transportation
- Business-type activities - Activities that are intended to recover all or most of their costs through user fees and charges. The following Parish services are reported as business-type activities:
 - Water and sewer systems
 - Boat harbor, shipyard and boat dock operations

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Parish uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, the fund financial statements (pages 20-27) focus on the Parish's most significant funds rather than the Parish as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining schedules in the "Other Supplementary Information" section of this report. The Parish uses three kinds of funds with different account approaches as follows:

- Governmental funds - Most of the Parish's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Parish's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Parish's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in a reconciliation at the bottom of the fund financial statements. The Parish's major governmental funds are the following:
 - General Fund
 - Series 2012A Coastal Restorations
 - Series 2012B Courthouse
 - FEMA Management
- Proprietary funds - When the Parish provides services, which are intended to recover all or most of their costs through user fees and charges, they are generally reported in proprietary funds. The only type of proprietary fund used by the parish is the enterprise fund. Enterprise funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the Parish's enterprise funds are the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows. The Parish's major enterprise funds are the following:
 - Water and Sewer Fund
 - Boat Harbors and Shipyards Fund
- Fiduciary Funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the Parish. Fiduciary funds are not reflected on the government-wide financial statements because the resources from those funds are not available to support the Parish's programs. The accounting method used for fiduciary funds is much like that used for the proprietary funds. The fiduciary fund used by the parish is the agency fund.

Notes to Basic Financial Statements

The accompanying notes to the financial statements (pages 29-88) provide information essential to a full understanding of the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Parish's budget presentations. The budgetary comparison schedule (page 90) is included as "Required Supplementary Information" for the General Fund and the major special revenue funds.

As discussed, the Parish reports major funds in the basic financial statements. Combining and individual schedules for non-major and major funds are presented in the "Other Supplementary Information" section of this report.

Government-Wide Financial Analysis

The Parish's net position at year-end is \$564,848,492. The following table provides a summary of the Parish's net position:

Net Position								
	Governmental Activities		Business-Type Activities		Total		Percentage of Total	
	2017	2016	2017	2016	2017	2016	2017	2016
Assets:								
Current assets	\$153,726,066	\$145,894,324	\$5,794,188	\$5,587,418	\$159,520,254	\$151,481,742	21%	21%
Capital assets and other non-current assets	492,746,362	474,352,105	104,078,859	102,974,176	596,825,221	577,326,281	79%	79%
Total Assets	646,472,428	620,246,429	109,873,047	108,561,594	756,345,475	728,808,023	100%	100%
Deferred Outflows of Resources								
Deferred outflows related net pension liability	10,387,968	16,296,900	259,776	406,416	10,647,744	16,703,316	100%	100%
Liabilities:								
Current liabilities	35,644,329	29,838,211	2,975,744	4,403,879	38,620,073	34,242,090	19%	17%
Non-current liabilities	159,464,005	167,777,830	1,270,505	1,281,827	160,734,510	169,059,657	81%	83%
Total Liabilities	195,108,334	197,616,041	4,246,249	5,685,706	199,354,583	203,301,747	100%	100%
Deferred Inflows of Resources								
Deferred inflows related net pension liability	2,754,107	2,496,221	36,037	46,319	2,790,144	2,542,540	100%	100%
Net Position								
Investment in capital assets, net of debt	380,397,635	357,928,379	106,152,586	105,047,904	486,550,221	462,976,283	86%	86%
Restricted	46,961,697	71,784,200	—	—	46,961,697	71,784,200	8%	13%
Unrestricted (Deficit)	31,638,623	6,718,488	(302,049)	(1,811,919)	31,336,574	4,906,569	6%	1%
Total Net Position	\$458,997,955	\$436,431,067	\$105,850,537	\$103,235,985	\$564,848,492	\$539,667,052	100%	100%

The Parish reported a positive balance in net position for both governmental and business-type activities. Net position, increased \$22,566,888 for governmental activities and increased \$2,614,552 for business-type activities. The Parish's overall financial position decreased during fiscal year 2017.

PLAQUEMINES PARISH GOVERNMENT
 Pointe a la Hache, Louisiana
 Management's Discussion and Analysis
 Unaudited

Approximately 86% of the Parish's total net position is included in capital assets (e.g., land and improvements, buildings and building improvements, improvements other than buildings, machinery and equipment, vehicles, and infrastructure). Although the Parish's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities. Approximately 83% of the governmental activities' net position is invested in capital assets. The Parish uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. However, with business-type activities, the Parish has invested all of its net position on capital. Capital assets in the business-type activities also provide utility services, but they also generate revenues. An additional portion of the Parish's net position, approximately 8%, represents resources that are subject to restrictions on how they can be used. The remaining balance of unrestricted assets, approximately 6%, may be used to meet the Parish's ongoing obligations to citizens and creditors.

The business-type activities reported an unrestricted net position of (\$302,049).

The following table provides a summary of the Parish's changes in net position:

Changes in Net Assets									
	Governmental Activities		Business-Type Activities		Total		Percentage of Total		
	2017	2016	2017	2016	2017	2016	2017	2016	
Revenues:									
Program:									
Charges for services	\$3,955,960	\$3,903,183	\$8,101,206	\$6,770,565	\$12,057,166	\$10,673,748	9.7%	13.0%	
Operating grants	8,195,981	2,940,326	7,274	8,040	8,203,255	2,948,366	6.6%	3.6%	
Capital grants	11,494,622	12,582,698	1,295,405	1,807,109	12,790,027	14,389,807	10.4%	17.5%	
General:									
Property taxes	11,100,830	11,181,134	3,952,839	4,040,078	15,053,669	15,221,212	12.2%	18.5%	
Sales taxes	12,619,678	13,712,121	---	---	12,619,678	13,712,121	10.2%	16.7%	
Unrestricted grants	7,164,328	7,437,740	27,253	27,599	7,191,581	7,465,339	5.8%	9.1%	
Licenses and fees	975,010	915,537	---	---	975,010	915,537	0.8%	1.1%	
Parish oil and gas royalties	6,782,994	7,561,888	---	---	6,782,994	7,561,888	5.5%	9.2%	
Mineral, surface and other leases	380,458	356,981	91,130	104,264	471,588	461,245	0.4%	0.6%	
Investment income	473,553	155,533	7,416	6,907	480,969	162,440	0.4%	0.2%	
Other	46,801,878	7,116,267	145,902	1,540,712	46,947,780	8,656,979	38.0%	10.5%	
Total Revenues	109,945,292	67,863,408	13,628,425	14,305,274	123,573,717	82,168,682	100.0%	100.0%	
Program Expenses:									
General government	25,295,850	24,910,033	---	---	25,295,850	24,910,033	25.7%	24.3%	
Public safety	7,580,058	4,976,383	---	---	7,580,058	4,976,383	7.7%	5.0%	
Public works	38,885,636	41,589,422	---	---	38,885,636	41,589,422	39.5%	41.5%	
Health and welfare	5,029,211	5,253,086	---	---	5,029,211	5,253,086	5.1%	5.2%	
Culture and recreation	2,101,345	2,380,112	---	---	2,101,345	2,380,112	2.1%	2.4%	
Economic development and assistance	2,517	206,175	---	---	2,517	206,175	0.0%	0.2%	
Transportation	3,723,468	3,973,671	---	---	3,723,468	3,973,671	3.8%	4.0%	
Interest on long-term debt	4,702,508	4,666,383	---	---	4,702,508	4,666,383	4.8%	4.7%	
Water and Sewer	---	---	9,147,338	11,655,236	9,147,338	11,655,236	9.3%	11.6%	
Boat Harbors and Shipyards	---	---	1,924,346	1,073,684	1,924,346	1,073,684	2.0%	1.1%	
Total Program Expenses	87,320,593	87,955,265	11,071,684	12,728,920	98,392,277	100,684,185	100.0%	100.0%	
Excess (Loss)	22,624,699	(20,091,857)	2,556,741	1,576,354	25,181,440	(18,515,503)			
Transfers	(57,811)	(297,235)	57,811	297,235	---	---			
Change In Net Position	22,566,888	(20,389,092)	2,614,552	1,873,589	25,181,440	(18,515,503)			
Beginning Net Position as restated	436,431,067	456,820,159	103,235,985	101,362,396	539,667,052	558,182,555			
Ending Net Position	\$458,997,955	\$436,431,067	\$105,850,537	\$103,235,985	\$564,848,492	\$539,667,052			

Governmental Activities

The Parish is heavily reliant on property taxes, sales taxes, intergovernmental revenue and oil and gas royalties to support governmental operations. Of the total governmental revenues, property taxes provided 10%, sales taxes provided 11.5%, intergovernmental revenue provided 24.5%, oil and gas royalties provided 6.2%, and fees and other revenues provided 47.8%.

The statement of activities reflects the cost of program services and the charges for services, and sales, grants, and contributions offsetting those services. The net cost of services identifies the cost of those services supported by tax revenues and unrestricted intergovernmental revenues (the financial burden that was placed on the Parish's taxpayer by each of these functions). The total cost of services and the net cost of services for governmental activities are as follows:

Governmental Activities				
Function	Costs of Services			
	Total		Net (Deficit)	
	2017	2016	2017	2016
General government	\$25,295,850	\$24,910,033	(\$23,338,987)	(\$22,993,044)
Public safety	7,580,058	4,976,383	(6,470,401)	(3,872,156)
Public works	38,885,636	41,589,422	(19,444,165)	(26,608,191)
Health and welfare	5,029,211	5,253,086	(4,406,738)	(4,393,474)
Culture and recreation	2,101,345	2,380,112	(2,009,721)	(2,280,352)
Economic development and assistance	2,517	206,175	(2,457)	(204,370)
Transportation	3,723,468	3,973,671	(3,299,053)	(3,511,088)
Interest on long-term debt	4,702,508	4,666,383	(4,702,508)	(4,666,383)
Total	\$87,320,593	\$87,955,265	(\$63,674,030)	(\$68,529,058)

Business-Type Activities

Of the total business-type revenues, user charges provided 59.4%, capital grants and contributions provided 9.5%, property taxes provided 29%, and other revenues provided 2.1%.

The statement of activities reflects the cost of program services and the charges for services, and sales, grants, and contributions offsetting those services. The net cost of services identifies the cost of those services supported by tax revenues and unrestricted intergovernmental revenues (the financial burden that was placed on the Parish's taxpayer by each of these functions). The total cost of services and the net cost of services for business-type activities are as follows:

Business-Type Activities				
Function	Costs of Services			
	Total		Net (Deficit)	
	2017	2016	2017	2016
Water and Sewer	\$9,147,338	\$11,655,236	(\$203,804)	(\$3,539,316)
Boat Harbors and Shipyards	1,924,346	1,073,684	(1,463,995)	(603,890)
Total	\$11,071,684	\$12,728,920	(\$1,667,799)	(\$4,143,206)

Financial Analysis of Parish Funds

Governmental Funds

The focus of the Parish's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Parish's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the Parish's net resources available for spending at the end of the year.

As of December 31, 2017, the Parish's governmental funds reported a combined ending fund balance of \$82,513,843 and a decrease of (\$27,814,543) in comparison with the 2016 ending fund balance. The unassigned fund balance is available for spending at the Parish's discretion; the remainder of the fund balance is not available for new spending because of varying limitations on the specific purpose for which the amounts can be spent.

The breakdown of governmental fund balance is as follows:

Governmental Fund Balance	
Nonspendable	\$3,210,433
Restricted	59,404,227
Committed	24,629,420
Assigned	341,857
Unassigned	(5,072,094)

The General Fund ending fund balance for 2017 of \$27,804,169 showed a decrease of (\$2,390,513) over the ending balance for 2016.

Enterprise Funds

The proprietary fund statements share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status.

The business-type activities of the Parish reported a total operating loss (excludes nonoperating revenues and expenditures, capital contributions and transfers) of (\$4,873,086) during 2017, compared to an operating loss of (\$5,147,818) for 2016, a decrease of \$274,732 over the prior year.

PLAQUEMINES PARISH GOVERNMENT
 Pointe a la Hache, Louisiana
 Management's Discussion and Analysis
 Unaudited

The business-type activities reported operating losses compared to the prior year as follows:

	Water and Sewer		Boat Harbors & Shipyards	
	2017	2016	2017	2016
Operating Revenues				
Charges for services	\$7,748,605	\$6,570,652	\$457,632	\$316,256
Other	18,681	4,502	93,850	107,803
Total Operating Revenues	7,767,286	6,575,154	551,482	424,059
Operating Expenses				
Personal services	567,573	573,336	435,830	551,250
Contractual services, supplies, materials and other	8,863,263	7,628,374	185,376	194,641
Depreciation	1,814,648	1,863,363	1,325,164	1,336,067
Total Operating Expenses	11,245,484	10,065,073	1,946,370	2,081,958
Operating Income (loss)	(\$3,478,198)	(\$3,489,919)	(\$1,394,888)	(\$1,657,899)

The enterprise funds' operating revenue increased by \$1,319,555 from the prior year; totaling \$8,318,768 in fiscal year 2017 and \$6,999,213 in fiscal year 2016. These operating revenue increases are attributable to increases in revenue generating activity.

The enterprise funds' operating expenses increased by \$1,044,823 from the prior year; totaling \$13,191,854 in fiscal year 2017 and \$12,147,031 in fiscal year 2016. This operating expenses increase was substantially due to increases in contractual services, supplies, materials and other.

Budgetary Highlights

In accordance with the Parish Charter and state statute, the Parish Council adopts the annual operating and capital improvement budget for the Parish by the end of the prior year.

Over the course of the year, the Parish Council revises the Parish's budget numerous times. One category includes amendments and supplemental appropriations that were necessary shortly after the beginning of the year and reflect the actual beginning balances (versus the amounts we estimated in December 2016). Another category involves various amendments based on changing needs and additional information to prevent budget overruns and better meet the needs of the Parish.

Even with the budget adjustments, the General Fund experienced significant budget variances. The expenditure budget had a positive budget variance of \$2,934,545 (expenditures were below the final budget amounts). The most significant positive expenditure variances occurred in the general government function. The revenue budget had a negative budget variance of \$180,999 (actual revenues were below the final budget amounts). The most significant negative revenue variances occurred in the fees, charges and commissions for services function.

The FEMA Management Fund experienced significant budget variances. The expenditure budget had a positive budget variance of \$87,722,160 in the public works function (expenditures were below the final budget amounts). The revenue budget had a negative budget variance of \$98,338,907 in the federal grants category (actual revenues were below the final budget amounts). The FEMA Management Fund final budget is on all FEMA projects and the actual is only on projects that were in process during 2017.

Capital Assets and Debt Administration

Capital Assets

The Parish's investment in capital assets for governmental and business-type activities as of December 31, 2017, was \$596,825,221 (net of accumulated depreciation). This investment in capital assets includes land and improvements, buildings and improvements, improvements other than buildings, machinery and equipment, vehicles, and infrastructure.

The change in this net investment was a 3.9% increase for governmental activities and a 1.1% increase for business-type activities. The overall increase was 3.4% for the Parish as a whole. See Note 7 for additional information about changes in capital assets during the fiscal year and outstanding at the end of the year.

As discussed previously, the Parish elected to implement the general provisions of GASB Statement No. 34 in a previous year and implemented the retroactive infrastructure provisions for the year ended December 31, 2008.

The following table provides a summary of capital asset activity:

	Capital Assets					
	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Non-depreciable assets:						
Land	\$13,582,364	\$13,523,564	\$456,133	\$52,000	\$14,038,497	\$13,575,564
Construction in progress	142,862,337	117,072,858	31,742,907	29,359,871	174,605,244	146,432,729
Total non-depreciable assets	156,444,701	130,596,422	32,199,040	29,411,871	188,643,741	160,008,293
Depreciable assets:						
Buildings and improvements	167,570,435	167,086,895	38,978,023	38,978,024	206,548,458	206,064,919
Improvements other than buildings	90,957,627	86,372,553	92,431,245	92,188,181	183,388,872	178,560,734
Machinery & equipment	45,381,600	44,973,828	4,076,446	4,051,135	49,458,046	49,024,963
Infrastructure	297,274,909	297,281,927	9,268,567	8,124,858	306,543,476	305,406,785
Total depreciable assets	601,184,571	595,715,203	144,754,281	143,342,198	745,938,852	739,057,401
Less accumulated depreciation	(266,956,637)	(254,033,247)	(70,800,735)	(67,706,166)	(337,757,372)	(321,739,413)
Book value-depreciable assets	\$334,227,934	\$341,681,956	\$73,953,546	\$75,636,032	\$408,181,480	\$417,317,988
Percentage depreciated	44%	43%	49%	47%	45%	44%
Book value-all assets	\$490,672,635	\$472,278,378	\$106,152,586	\$105,047,903	\$596,825,221	\$577,326,281

Debt Administration

At year-end, the Parish had total debt outstanding of \$113,264,446 for 2017 and \$117,339,446 for 2016. During the year, the Parish retired \$4,075,000 of the outstanding bonded debt.

In addition to bonded debt, the Parish's long-term obligations include capital leases and litigation and claims. See Note 12 for additional information on the Parish's long-term obligations.

Economic Conditions Affecting the Parish

The primary revenue streams for the Parish are sales taxes, ad valorem taxes, oil and gas royalties, and parish royalty funds from the state. The Parish's revenues are subject to changes in the economy. Since sales are considered an "elastic" revenue stream, tax collections are higher in a flourishing economy and are lower in a depressed economy. Additionally, fluctuations in oil and gas price and production have a significant impact of the Parish's revenues.

The Parish has taken measures to minimize the impact from fluctuations in the oil and gas market through establishment of a fund balance designation for bond indebtedness. The fund accumulates the oil and gas revenue, over established price levels, to be set aside and used for payment of bonded debt in years where oil and gas revenue projections are low. The fund has a cap of \$10,000,000; the balance at the end of 2017 in the fund balance designation for bond indebtedness is \$7,197,110.

Contacting the Parish's Financial Management

This financial report is designed to provide a general overview of the Parish's finances, comply with finance-related laws and regulations, and demonstrate the Parish's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the Parish Finance Manager's office at 333 F. Edward Hebert Blvd., Bldg. 102, Suite 326, Belle Chasse, Louisiana 70037.

Government-Wide Financial Statements

**Plaquemines Parish Government
Pointe a la Hache, Louisiana**

Statement A

**Statement of Net Position
December 31, 2017**

	Governmental Activities	Business- Type Activities	Total
Assets:			
Current Assets:			
Cash and cash equivalents	\$64,243,692	\$449,577	\$64,693,269
Investments	12,526,310	---	12,526,310
Receivables (net of allowances for uncollectibles)	75,856,701	5,290,693	81,147,394
Internal balances	(37,494)	37,494	---
Prepaid items	1,136,857	16,424	1,153,281
Total Current Assets	153,726,066	5,794,188	159,520,254
Non-Current Assets:			
Internal balances	2,073,727	(2,073,727)	---
Capital assets, net of accumulated depreciation	334,227,934	73,953,546	408,181,480
Capital assets not being depreciated	156,444,701	32,199,040	188,643,741
Total Non-Current Assets	492,746,362	104,078,859	596,825,221
Total Assets	646,472,428	109,873,047	756,345,475
Deferred Outflows of Resources:			
Deferred outflows related to net pension liability	10,387,968	259,776	10,647,744
Total Assets and Deferred Outflows of Resources	\$656,860,396	\$110,132,823	\$766,993,219
Liabilities:			
Current Liabilities:			
Cash overdraft	\$ ---	\$1,418,923	\$1,418,923
Accounts, salaries and other payables	16,240,219	952,391	17,192,610
Bonds payable	4,195,000	---	4,195,000
Capital leases payable	56,586	8,996	65,582
Notes payable	93,616	---	93,616
Unearned revenues	12,182,519	---	12,182,519
Accrued interest payable	1,447,032	---	1,447,032
Compensated absences payable	875,107	44,210	919,317
Deposits due others	41,220	431,038	472,258
Other	513,030	120,186	633,216
Total Current Liabilities	35,644,329	2,975,744	38,620,073
Non-Current Liabilities:			
Litigation and other contingencies	5,930,745	---	5,930,745
Capital leases payable	103,474	---	103,474
Notes payable-long term	2,895,830	---	2,895,830
Bonds payable-long term	106,589,398	---	106,589,398
Other post-employment benefits payable	29,383,032	1,067,697	30,450,729
Net pension liability	14,561,526	202,808	14,764,334
Total Non-Current Liabilities	159,464,005	1,270,505	160,734,510
Total Liabilities	195,108,334	4,246,249	199,354,583
Deferred Inflows of Resources:			
Deferred inflows related to net pension liability	2,754,107	36,037	2,790,144
Net Position:			
Net investment in capital assets	380,397,635	106,152,586	486,550,221
Restricted	46,961,697	---	46,961,697
Unrestricted (Deficit)	31,638,623	(302,049)	31,336,574
Total Net Position	458,997,955	105,850,537	564,848,492
Total Liabilities, Deferred Inflows of Resources and Net Position	\$656,860,396	\$110,132,823	\$766,993,219

**Plaquemines Parish Government
Pointe a la Hache, Louisiana**

Statement B

**Statement of Activities
For the Year Ended December 31, 2017**

Activities	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Position		
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
General government:							
Legislative	\$1,320,027	\$---	\$7,777	\$---	(\$1,312,250)	\$---	(\$1,312,250)
Judicial	5,515,330	374,523	255,000	---	(4,885,807)	---	(4,885,807)
Executive	8,597,214	---	11,888	---	(8,585,326)	---	(8,585,326)
Elections	149,487	---	18,702	---	(130,785)	---	(130,785)
Finance and administrative	6,710,492	504,917	271,831	---	(5,933,744)	---	(5,933,744)
Other	3,003,300	493,877	18,348	---	(2,491,075)	---	(2,491,075)
Public safety	7,580,058	301,463	808,194	---	(6,470,401)	---	(6,470,401)
Public works	38,885,636	1,489,834	6,457,015	11,494,622	(19,444,165)	---	(19,444,165)
Health and welfare	5,029,211	315,423	307,050	---	(4,406,738)	---	(4,406,738)
Culture and recreation	2,101,345	76,272	15,352	---	(2,009,721)	---	(2,009,721)
Economic development and assistance	2,517	---	60	---	(2,457)	---	(2,457)
Transportation	3,723,468	399,651	24,764	---	(3,299,053)	---	(3,299,053)
Interest on long-term debt	4,702,508	---	---	---	(4,702,508)	---	(4,702,508)
Total Governmental Activities	87,320,593	3,955,960	8,195,981	11,494,622	(63,674,030)	---	(63,674,030)
Business-Type Activities:							
Water and Sewer	9,147,338	7,643,575	4,554	1,295,405	---	(203,804)	(203,804)
Boat Harbors and Shipyards	1,924,346	457,631	2,720	---	---	(1,463,995)	(1,463,995)
Total Business-Type Activities	11,071,684	8,101,206	7,274	1,295,405	---	(1,667,799)	(1,667,799)
Total	\$98,392,277	\$12,057,166	\$8,203,255	\$12,790,027	(63,674,030)	(1,667,799)	(65,341,829)
General Revenues:							
Taxes:							
Property taxes					11,100,830	3,952,839	15,053,669
Sales and use taxes					12,619,678	---	12,619,678
Grants and Contributions not Restricted:							
Federal					43,980	3,651	47,631
State					7,120,348	23,602	7,143,950
Other:							
Subdivision impact fees					88,000	---	88,000
Occupational licenses					734,069	---	734,069
Parish oil royalties					6,357,340	---	6,357,340
Parish gas royalties					425,654	---	425,654
Mineral and surface leases					184,703	---	184,703
Property leases					195,755	91,130	286,885
Investment income					473,553	7,416	480,969
Cablevision fee					152,941	---	152,941
Proceeds from sale of assets					27,175	1,700	28,875
Settlements					46,604,309	---	46,604,309
Miscellaneous					170,394	39,172	209,566
Penalties					---	105,030	105,030
Transfers					(57,811)	57,811	---
Total General Revenues and Transfers					86,240,918	4,282,351	90,523,269
Change In Net Position					22,566,888	2,614,552	25,181,440
Net Position-Beginning					436,431,067	103,235,985	539,667,052
Net Position-Ending					\$458,997,955	\$105,850,537	\$564,848,492

The accompanying notes are an integral part of this statement.

Fund Financial Statements

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
Governmental Funds**

Statement C

**Balance Sheet
December 31, 2017**

Assets

Cash and cash equivalents
Investments
Receivables (net of allowances for uncollectibles)
Due from other funds
Prepaid items
Interfund loan

Total Assets

Liabilities

Accounts, salaries and other payables
Compensated absences payable
Unearned revenues
Deposits due others
Due to other funds
Other

Total Liabilities

Deferred Inflows of Resources

Deferred revenues

Fund Balances

Nonspendable
Restricted
Committed
Assigned
Unassigned (Deficit)

Total Fund Balances

Total Liabilities and Fund Balances

	General Fund	FEMA Management	Series 2012A Coastal Restorations	Series 2012B Courthouse	Other Governmental Funds	Total Governmental Funds
Cash and cash equivalents	\$210,184	\$ ---	\$31,157,151	\$16,484,754	\$16,391,603	\$64,243,692
Investments	10,576,628	---	---	---	1,949,682	12,526,310
Receivables (net of allowances for uncollectibles)	39,800,743	24,717,390	---	---	11,338,568	75,856,701
Due from other funds	11,338,556	---	---	317,047	125,172	11,780,775
Prepaid items	1,136,857	---	---	---	---	1,136,857
Interfund loan	2,073,727	---	---	---	---	2,073,727
Total Assets	\$65,136,695	\$24,717,390	\$31,157,151	\$16,801,801	\$29,805,025	\$167,618,062
Accounts, salaries and other payables	\$2,574,919	\$2,947,241	\$5,658,113	\$1,426,714	\$3,633,232	\$16,240,219
Compensated absences payable	568,273	---	---	---	306,834	875,107
Unearned revenues	---	11,777,766	---	---	---	11,777,766
Deposits due others	40,925	---	---	---	295	41,220
Due to other funds	411,824	8,038,409	71,004	105	3,296,927	11,818,269
Other	194,607	---	---	---	318,423	513,030
Total Liabilities	3,790,548	22,763,416	5,729,117	1,426,819	7,555,711	41,265,611
Deferred revenues	33,541,978	404,754	---	---	9,891,876	43,838,608
Nonspendable	3,210,433	---	---	---	---	3,210,433
Restricted	2,102,835	1,549,220	25,428,034	15,374,982	14,949,156	59,404,227
Committed	24,629,420	---	---	---	---	24,629,420
Assigned	284,136	---	---	---	57,721	341,857
Unassigned (Deficit)	(2,422,655)	---	---	---	(2,649,439)	(5,072,094)
Total Fund Balances	27,804,169	1,549,220	25,428,034	15,374,982	12,357,438	82,513,843
Total Liabilities and Fund Balances	\$65,136,695	\$24,717,390	\$31,157,151	\$16,801,801	\$29,805,025	\$167,618,062

The accompanying notes are an integral part of this statement.

(Continued)

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
Governmental Funds**

Statement C

**Balance Sheet (Continued)
December 31, 2017**

**Reconciliation of the Governmental Funds Balance Sheets to the
Government-Wide Financial Statement of Net Position**

Amounts reported for governmental activities in the Statement of Net Position are different because:

Fund Balances of Governmental Funds		<u>\$82,513,843</u>
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		490,672,635
Deferred outflows of resources related to net pension liability are not available resources and, therefore, are not reported in the funds.		10,387,968
Liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds:		
Accrued interest payable	(1,447,032)	
Litigation and other contingencies	(5,930,745)	
Capital leases	(160,060)	
Notes payable	(2,989,446)	
Bonds payable	(110,275,000)	
Premium	(509,398)	
Other post-employment benefits payable	(29,383,032)	
Net pension liability	<u>(14,561,526)</u>	
		(165,256,239)
Other assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.		43,433,855
Deferred inflows of resources related to net pension liability are not payable from current expendable resources and, therefore, are not reported in the funds.		<u>(2,754,107)</u>
Net Position of Governmental Activities		<u><u>\$458,997,955</u></u>

The accompanying notes are an integral part of this statement.

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
Governmental Funds**

Statement D

**Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended December 31, 2017**

	General Fund	FEMA Management	Series 2012A Coastal Restorations	Series 2012B Courthouse	Other Governmental Funds	Total Governmental Funds
Revenues						
Taxes:						
Ad valorem	\$3,669,949	\$ ---	\$ ---	\$ ---	\$7,510,349	\$11,180,298
Sales and use	2,663,195	---	---	---	9,956,482	12,619,677
Other taxes, penalties, interest, etc.	152,941	---	---	---	---	152,941
Licenses and permits	1,263,298	---	---	---	---	1,263,298
Intergovernmental revenues:						
Federal grants	559,714	6,180,598	---	---	11,022,659	17,762,971
State funds:						
Parish transportation funds	---	---	---	---	255,153	255,153
State revenue sharing	21,831	---	---	---	44,673	66,504
Parish royalty fund	5,618,602	---	---	---	---	5,618,602
Other	1,462,951	---	---	---	381,117	1,844,068
Fees, charges and commissions for services	1,153,902	---	---	---	1,700,612	2,854,514
Fines and forfeitures	---	---	---	---	272,231	272,231
Use of money and property	7,339,288	---	170,235	89,625	37,858	7,637,006
Other	19,394,469	---	---	---	360,793	19,755,262
Total Revenues	43,300,140	6,180,598	170,235	89,625	31,541,927	81,282,525
Expenditures						
General government	23,169,384	---	---	---	260,759	23,430,143
Public safety	479,994	---	---	---	7,305,633	7,785,627
Public works	5,688,768	6,752,677	15,543,307	4,689,208	25,157,552	57,831,512
Health and welfare	1,021,175	---	---	---	4,134,621	5,155,796
Culture and recreation	1,293,488	---	---	---	1,076,982	2,370,470
Transportation	3,818,174	---	---	---	---	3,818,174
Debt service	---	---	---	---	8,758,215	8,758,215
Total Expenditures	35,470,983	6,752,677	15,543,307	4,689,208	46,693,762	109,149,937
Excess (Deficiency) of Revenues Over Expenditures Over Expenditures	7,829,157	(572,079)	(15,373,072)	(4,599,583)	(15,151,835)	(27,867,412)
Other Financing Sources (Uses)						
Transfers in	24,962	1,812,253	---	---	8,485,248	10,322,463
Transfers out	(10,355,312)	---	---	---	(24,962)	(10,380,274)
Proceeds from sale of assets	27,175	---	---	---	---	27,175
Capital leases	83,505	---	---	---	---	83,505
Net Other Financing Sources (Uses)	(10,219,670)	1,812,253	---	---	8,460,286	52,869
Net Change in Fund Balance	(2,390,513)	1,240,174	(15,373,072)	(4,599,583)	(6,691,549)	(27,814,543)
Fund Balances at Beginning of Year	30,194,682	309,046	40,801,106	19,974,565	19,048,987	110,328,386
Fund Balances at End of Year	\$27,804,169	\$1,549,220	\$25,428,034	\$15,374,982	\$12,357,438	\$82,513,843

The accompanying notes are an integral part of this statement.

(Continued)

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
Governmental Funds**

Statement D

**Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
For the Year Ended December 31, 2017**

**Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities**

Amounts reported for governmental activities in the Statement of Activities are different because

Net Change in Fund Balances of Governmental Funds		<u>(\$27,814,543)</u>
<p>Governmental funds report capital outlays as expenditures; however, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.</p>		
	18,394,257	
<p>Revenues in the Statement of Activities that do not provide current resources are not reported as revenues in the funds.</p>		
	30,117,023	
<p>Proceeds from debt issues (e.g., bonds, leases, notes) are an other financing source in the funds, but a debt issue increases long-term liabilities in the Statement of Net Position.</p>		
	(83,506)	
<p>Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:</p>		
Litigation and other contingencies	1,754,545	
Retirement of tax collection	3,736	
Other post-employment benefits	<u>(2,642,482)</u>	
		(884,201)
<p>Repayment of principal is an expenditure in the governmental funds, but the repayment reduces liabilities in the Statement of Net Position.</p>		
Capital leases	57,536	
Bond principal	<u>4,075,000</u>	
		4,132,536
<p>Interest is reported as an expenditure when due in the governmental funds, but is accrued on outstanding obligations in the Statement of Activities.</p>		
		(19,294)
<p>Effects of recording net pension liability and deferred inflows and outflows of resources related to net pension liability:</p>		
Increase in pension expense	(1,908,580)	
Nonemployer pension contribution revenue	<u>633,196</u>	
		<u>(1,275,384)</u>
Change in Net Position of Governmental Activities		<u><u>\$22,566,888</u></u>

The accompanying notes are an integral part of this statement.

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
Proprietary Funds**

Statement E

**Statement of Net Position
December 31, 2017**

	Water and Sewer	Boat Harbors and Shipyards	Total
Assets			
Current Assets			
Cash and cash equivalents	\$---	\$449,577	\$449,577
Receivables (net of allowances for uncollectibles)	5,283,471	7,222	5,290,693
Due from other funds	37,494	---	37,494
Prepaid items	16,424	---	16,424
Total Current Assets	5,337,389	456,799	5,794,188
Non-Current Assets			
Capital assets, net of accumulated depreciation	40,195,560	33,757,986	73,953,546
Capital assets not being depreciated	31,131,453	1,067,587	32,199,040
Total Non-Current Assets	71,327,013	34,825,573	106,152,586
Total Assets	76,664,402	35,282,372	111,946,774
Deferred Outflows of Resources			
Deferred outflows related to net pension liability	163,659	96,117	259,776
Total Assets and Deferred Outflows of Resources	\$76,828,061	\$35,378,489	\$112,206,550
Liabilities			
Current Liabilities			
Cash overdraft	\$1,418,923	\$---	\$1,418,923
Accounts, salaries and other payables	942,062	10,329	952,391
Capital leases payable	8,996	---	8,996
Compensated absences payable	24,118	20,092	44,210
Deposits due others	431,038	---	431,038
Other	120,186	---	120,186
Total Current Liabilities	2,945,323	30,421	2,975,744
Non-Current Liabilities			
Interfund loan	2,073,727	---	2,073,727
Other post-employment benefits payable	558,926	508,771	1,067,697
Net pension liability	127,769	75,039	202,808
Total Non-Current Liabilities	2,760,422	583,810	3,344,232
Total Liabilities	5,705,745	614,231	6,319,976
Deferred Inflows of Resources			
Deferred inflows related to net pension liability	22,703	13,334	36,037
Net Position			
Net investment in capital assets	71,327,013	34,825,573	106,152,586
Unrestricted (Deficit)	(227,400)	(74,649)	(302,049)
Total Net Position	71,099,613	34,750,924	105,850,537
Total Liabilities, Deferred Inflows of Resources and Net Position	\$76,828,061	\$35,378,489	\$112,206,550

The accompanying notes are an integral part of this statement.

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
Proprietary Funds**

Statement F

**Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended December 31, 2017**

	Water and Sewer	Boat Harbors and Shipyards	Total
Operating Revenues			
Charges for services	\$7,748,605	\$457,632	\$8,206,237
Other	18,681	93,850	112,531
Total Operating Revenues	7,767,286	551,482	8,318,768
Operating Expenses			
Personal services	567,573	435,830	1,003,403
Contractual services, supplies, materials and other	8,863,263	185,376	9,048,639
Depreciation	1,814,648	1,325,164	3,139,812
Total Operating Expenses	11,245,484	1,946,370	13,191,854
Operating Loss	(3,478,198)	(1,394,888)	(4,873,086)
Non-Operating Revenues (Expenses)			
Interest revenue	7,416	---	7,416
Interest expense	(399)	---	(399)
Ad valorem taxes	3,952,839	---	3,952,839
Gain/loss on disposition of assets	(4,359)	---	(4,359)
Other	54,960	1,342	56,302
Net Non-Operating Revenues	4,010,457	1,342	4,011,799
Net Gain (Loss) Before Contributions and Transfers	532,259	(1,393,546)	(861,287)
Capital Contributions	3,397,347	20,681	3,418,028
Transfers In	---	57,811	57,811
Change In Net Position	3,929,606	(1,315,054)	2,614,552
Net Position-Beginning	67,170,007	36,065,978	103,235,985
Net Position-Ending	\$71,099,613	\$34,750,924	\$105,850,537

The accompanying notes are an integral part of this statement.

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
Proprietary Funds**

Statement G

**Statement of Cash Flows
For the Year Ended December 31, 2017**

	Water and Sewer	Boat Harbors and Shipyards	Total
Cash Flows From Operating Activities:			
Cash received from customers	\$7,612,458	\$553,290	\$8,165,748
Cash payments for goods and services	(10,304,922)	(183,287)	(10,488,209)
Cash payments to employees	(482,522)	(374,309)	(856,831)
Net Cash Used by Operating Activities	(3,174,986)	(4,306)	(3,179,292)
Cash Flows From Non-Capital Financing Activities:			
Ad valorem tax collections	3,952,839	---	3,952,839
Other non-operating revenues	20,131	1,344	21,475
Operating transfers in	---	57,811	57,811
Net Cash Provided by Non-Capital Financing Activities	3,972,970	59,155	4,032,125
Cash Flows From Capital and Related Financing Activities:			
Acquisition/construction of capital assets	(805,786)	---	(805,786)
Increase in intergovernmental receivables	(915)	---	(915)
Cash proceeds from sale of assets	1,700	---	1,700
Interest paid	(399)	---	(399)
Net Cash Used by Capital and Related Financing Activities	(805,400)	---	(805,400)
Cash Flows From Investing Activities:			
Interest received on time deposits	7,416	---	7,416
Net Cash Provided by Investing Activities	7,416	---	7,416
Net Increase in Cash and Cash Equivalents	---	54,849	54,849
Cash and Cash Equivalents at Beginning of Year	---	394,728	394,728
Cash and Cash Equivalents at End of Year	\$---	\$449,577	\$449,577
Reconciliation of Operating Loss to Net Cash Used by Operating Activities:			
Operating loss	(\$3,478,198)	(\$1,394,888)	(\$4,873,086)
Adjustments to reconcile operating loss to net cash used by operating activities:			
Depreciation	1,814,648	1,325,164	3,139,812
Pension expense, net of nonemployer contributions	25,589	22,723	48,312
Change in assets and liabilities:			
(Increase)/decrease in receivables and other current assets	(155,532)	4,528	(151,004)
Increase/(decrease) in accounts payable	670,620	2,089	672,709
Increase/(decrease) in other liabilities	(2,052,113)	36,078	(2,016,035)
Net Cash Used by Operating Activities	(\$3,174,986)	(\$4,306)	(\$3,179,292)

The accompanying notes are an integral part of this statement.

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
Fiduciary Funds**

Statement H

**Statement of Fiduciary Net Position
December 31, 2017**

Assets	
Cash and cash equivalents	\$2,350,946
Investments (fair value)	
Local government investment pool	508
Total Assets	\$2,351,454
Liabilities	
Deposits due others	\$2,225,717
Other	125,737
Total Liabilities	\$2,351,454

The accompanying notes are an integral part of this statement.

Notes To Basic Financial Statements

PLAQUEMINES PARISH GOVERNMENT
Pointe a la Hache, Louisiana
Notes to Basic Financial Statements
December 31, 2017

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. INTRODUCTION

The Plaquemines Parish Government (the Parish) is the governing authority for Plaquemines Parish and is a political subdivision of the State of Louisiana established in 1807. For administrative and reporting purposes, the Parish is known as the Plaquemines Parish Government. The Parish operates under the President-Council form of government as established by the Charter for Local Self-Government for the Parish of Plaquemines, implemented in 1987. The parish council consists of nine members who are elected to represent each of the nine districts. 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 and for administration of all parish departments, offices and agencies. The parish council and the parish president serve four-year terms, which expire on December 31, 2018.

Plaquemines Parish occupies 2,429 square miles with a population of approximately 23,464. The Parish maintains approximately 148 miles of roads, of which 49 miles are paved, 67 miles are asphalt, and 32 miles are shelled. The Parish has a total of approximately 509 employees. The Parish seat is located in Pointe a la Hache.

Louisiana Revised Statute 33:1236 gives the Parish various powers in regulating and directing the affairs of the Parish and its inhabitants. The more notable of those are the powers to make regulations for its own government; to regulate the construction and maintenance of roads, bridges drainage systems; to regulate the sale of alcoholic beverages; and to provide for the health and welfare of the poor, disadvantaged and unemployed in the Parish. Funding to accomplish these tasks is provided by ad valorem taxes, sales taxes, beer and alcoholic beverage permits, state revenue sharing, various state and federal grants, service charges and royalties from oil and gas.

The Parish's financial statements are prepared in accordance with accounting principles generally accepted in the United States of America as applied to governmental units.

B. REPORTING ENTITY

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

GASB Statement No. 14 established criteria for determining which component units should be considered part of the Plaquemines Parish Government for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criterion includes:

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the parish government to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or to impose specific financial burdens on the parish government.
2. Organizations for which the parish government does not appoint a voting majority but are fiscally dependent upon the parish government.
3. Organizations for which the reporting entity's financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Based on the previous criteria, the Parish has determined that the following component units are part of the reporting entity:

Component Unit	Fiscal Year End	Criteria Used	Presentation
Clerk of Court	30-Jun	2	Discretely
Tax Assessor	31-Dec	2	Discretely
District Attorney	31-Dec	2	Discretely
Medical Center	31-Dec	1a, 1b	Discretely
Economic Development Board	31-Dec	1a, 1b	Discretely
Port, Harbor & Terminal District	31-Dec	1a	Discretely

The Parish has chosen to issue financial statements of the primary government only; therefore, only blended component units are included in the accompanying financial statements.

Organizations for which the Parish maintains accounting records are considered part of the primary government and include the Twenty-Fifth Judicial District Criminal Court Fund.

GASB Statement 14 provides for the issuance of primary government financial statements that are separate from those of the reporting entity. However, the primary government's financial statements are not a substitute for the reporting entity's financial statements. The accompanying primary government financial statements have been prepared in conformity with generally accepted accounting principles as applied to governmental units. These financial statements are not intended to and do not report on the reporting entity but, rather, are intended to reflect only the financial statements of the primary government.

Considered in the determination of component units of the reporting entity were the Plaquemines Parish Sheriff, School Board, and Indigent Defender Board. It was determined that these governmental entities are not component units of the Plaquemines Parish Government reporting entity because they have separately elected governing bodies, are legally separate and are fiscally independent of the Plaquemines Parish Government.

C. BASIC FINANCIAL STATEMENTS-- GOVERNMENT-WIDE STATEMENTS

The Parish's basic financial statements include both government-wide (reporting the Parish as a whole) and fund financial statements (reporting the Parish's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The Parish's public safety, parks, recreation, libraries, public works and general administrative services are classified as governmental activities. The Parish's water and sewer and boat harbor services are classified as business-type activities.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Parish's net position are reported in three parts—net investment in capital assets, restricted and unrestricted. The Parish first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Parish's functions and business-type activities (public safety, public works, etc.). The functions are also supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, oil and gas royalties, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (public works, public safety, etc.) or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function or business-type activity) are normally covered by general revenue (property, sales and use taxes, certain intergovernmental revenues, oil and gas royalties, etc.).

This government-wide focus is more on the sustainability of the Parish as an entity and the change in the Parish's net position resulting from the current year's activities.

D. BASIC FINANCIAL STATEMENTS--FUND FINANCIAL STATEMENTS

1. Fund Types

The financial transactions of the Parish 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 comprises its assets, liabilities, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The following fund types are used by the Parish:

a. Governmental Funds:

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Parish:

- 1) General fund is the general operating fund of the Parish. It is used to account for all financial resources, except those required to be accounted for in another fund.
- 2) Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
- 3) Debt service funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt.
- 4) 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 business-type/proprietary funds).

b. Proprietary Funds:

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the Parish:

- 1) Enterprise funds are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs.

c. Fiduciary Funds:

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support Parish programs. The reporting focus is on net position and changes in net position and are reported using accounting principles similar to proprietary funds.

The Parish's fiduciary funds are presented in the fiduciary fund financial statements. Since by definition these assets are being held for the benefit of a third party and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

2. Major and Nonmajor Funds

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The Parish may determine as a major fund any fund whose classification as a nonmajor fund may be misleading to the reader.

The funds classified as major are as follows:

a. Major Funds:

1) General Fund

2) Special Revenue Funds:

- a. FEMA Management Fund - accounts for Federal Emergency Management Agency funds related to disaster recovery efforts.

3) Capital Projects Fund:

- a. Series 2012A Coastal Restoration Fund – accounts for the planning, acquisition, construction and improvement of coastal restoration projects and related infrastructure within the Parish.
- b. Series 2012B Courthouse Fund - accounts for the planning, acquisition, construction of a new courthouse and related infrastructure.

4) Proprietary Funds:

- a. Water and Sewer Fund - accounts for the operations of the water and sewer systems of the Parish.
- b. Boat Harbors and Shipyards Fund - accounts for the maintenance and upkeep of the Parish's boat harbors, boatways, shipyards and oyster docks.

3. Measurement Focus:

Measurement focus refers to the identification of which transactions are recognized in the accounts and recorded within the various financial statements. It relates to the inflow and outflow of resources.

a. Government-Wide Financial Statements

The government-wide financial statements are prepared using a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of the Parish are included on the statement of net position.

b. Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reflects the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the fund financial statements for governmental funds.

Like the government-wide financial statements, the enterprise funds are accounted for using a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net position. The statement of changes in revenues, expenses, and net position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The statement of cash flows reflects how the Parish finances and meets the cash flow needs of its enterprise activities.

E. BASIS OF ACCOUNTING

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

1. Accrual:

Both governmental and business-type activities in the government-wide financial statements and the proprietary and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual:

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. Generally, "available" means collectible within the current period or within 60 days after year-end; with the exception of FEMA disaster funds, which are considered available when obligated project worksheet funds are expended. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's enterprise operations. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned

Amounts reported as program revenues include: charges to customers or applicants for goods, services, or privileges provided; operating grants and contributions; and capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations (charges for services, etc.). 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.

When both restricted and unrestricted resources are available for use, it is the Parish's policy to use restricted resources first, and then unrestricted resources as they are needed.

F. CASH AND CASH EQUIVALENTS

Cash includes amounts in demand deposits and interest-bearing demand deposits. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the Parish may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States.

G. INVESTMENTS

Investments are limited by R.S.33:2955 and the Parish's investment policy. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents. State law and the Parish's investment policy allow the Parish to invest in collateralized certificates of deposits, government backed securities, commercial paper, the state sponsored investment pool, and mutual funds consisting solely of government backed securities.

H. PREPAID ITEMS

The Parish establishes prepaid expenditures for liability insurance, payments in advance, travel advances and postage. Payments made for such items that will benefit periods beyond December 31, 2017 are recorded as prepaid items.

I. RESTRICTED ASSETS

Assets are reported as restricted when limitations on their use change the nature or normal understanding of the availability of the asset.

J. CAPITAL ASSETS

Capital assets purchased or acquired are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. 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 on all assets, other than land and construction in progress, is provided on the straight-line basis over the following estimated useful lives:

Description	Years Depreciated	Reporting Threshold
Land	N/A	\$1
Land Improvements	20-30	25,000
Buildings	25-40	50,000
Buildings Improvements	7-30	50,000
Infrastructure	20-50	250,000
Machinery and Equipment	5-15	5,000

K. COMPENSATED ABSENCES

The Parish has the following policy relating to annual leave and sick leave:

1. Annual Leave
Depending upon length of service, full-time employees of the Parish earned annual leave for each bi-weekly pay period worked for a total of 13 to 26 days per year. The annual leave may be accumulated, up to 30 days per employee at year-end, and is recorded as a current liability as of December 31, 2017.
2. Sick Leave
Full-time employees of the Parish earned and accumulated sick leave for each bi-weekly pay period worked equivalent to one-half the hours of a regular day with pay. Sick leave does not vest and employees are not compensated for unused sick leave upon termination.

The entire compensated absences liability is reported on the government-wide financial statements and fund financial statements.

L. ACCRUED LIABILITIES AND LONG-TERM OBLIGATIONS

All payables, accrued liabilities, and long-term obligations are reported on the government-wide financial statements. All payables, accrued liabilities, and long-term obligations payable from the enterprise funds are reported on the enterprise fund financial statements.

In general, governmental fund payables and accrued liabilities are recognized as fund liabilities when incurred. Loans and capital leases are recognized as a liability on the fund financial statements when due.

M. DEFERRED INFLOWS AND OUTFLOWS OF RESOURCES

The Parish's governmental funds report a separate section for deferred inflows of resources. This separate financial statement element reflects an increase in fund balance that applies to a future period. The Parish will not recognize the related revenues until a future event occurs. The Parish has only one type of item which occurs because governmental fund revenues are not recognized until available (collected not later than 60 days after the end of the Parish's fiscal year) under the modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, deferred ad valorem taxes are reported in the governmental funds balance sheet.

The Parish also reports deferred outflows and inflows of resources related to its net pension liability on its government-wide and proprietary funds statements of net position. These amounts are being amortized over a period of five years.

N. NET POSITION

Net position represents the difference between assets and deferred inflows of resources and liabilities and deferred outflows of liabilities. Net investment in capital assets, consist of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through constitutional provisions or enabling legislation adopted by the Parish or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

O. FUND EQUITY

In the fund financial statements, governmental funds report limitations on the purpose for which resources of a fund can be used. The various components of fund balance are designed to indicate the extent to which the government is bound to honor constraints on the specific purpose for which amounts in the fund can be spent. The components of fund balance are:

- Nonspendable-(inherently nonspendable) cannot be spent because of their form or they are contractually or legally required to be maintained intact.
- Restricted-(externally enforceable) limitations imposed by creditors, grantors, contributors or laws and regulations of other governments or imposed by law through constitutional provisions or enabling legislation.
- Committed-(self-imposed) limitation imposed at highest level of decision making that requires formal action at the same level to remove. Commitments may be established modified or rescinded only through ordinances or resolutions approved by the parish council.
- Assigned-(intended use) limitation on intended use established by the parish council or official designated for that purpose by the parish council.
- Unassigned-residual net resources, not included in previous categories.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the Parish considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned or unassigned fund balances are available, the Parish considers amounts to have been spent first out of committed funds, then assigned funds and finally unassigned funds, as needed, unless council members have provided otherwise in its commitment or assignment actions.

P. OPERATING REVENUES AND EXPENSES

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise funds. Operating expenses are the necessary costs incurred to provide the service that is the primary activity of the fund. Revenues and expenses not meeting these definitions are reported as nonoperating.

Q. INTERFUND ACTIVITY IS REPORTED AS EITHER LOANS, SERVICES PROVIDED, REIMBURSEMENTS OR TRANSFERS

Interfund receivables/payables are used to account for amounts owed to a particular fund by another fund. This includes long-term and short-term obligations, such as expenditures that are the legal responsibility of one fund paid by another fund, with the understanding that the latter will be reimbursed by the former fund. Interfund receivables and payables are subject to elimination upon consolidation.

Services provided are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

R. ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

2. LEVIED TAXES

The following is a summary of authorized and levied ad valorem taxes for the year ended December 31, 2017:

Parish-Wide Taxes	Authorized Millage	Levied Millage	Expiration Date
Parish (alimony tax)	3.66	3.66	
Road Maintenance	1.51	1.51	12/31/2024
Water	2.00	2.00	12/31/2024
Library	1.00	1.00	12/31/2024
Pollution Control	2.00	2.00	12/31/2024
Public Health	1.00	1.00	12/31/2024
Waste Disposal	2.98	2.98	12/31/2024
Incineration	1.00	1.00	12/31/2024
Total	15.15	15.15	

The Parish's ad valorem taxes are levied in October of each year on the assessed value of property within the Parish as determined by the assessor of Plaquemines Parish. Taxes are due and payable by December 31 and an enforceable lien attaches to the property on January 1. The taxes are collected on behalf of the Parish by the Plaquemines Parish Sheriff and then remitted to the Parish. The Parish receives most of the ad valorem taxes in January and February.

The following are the principal taxpayers for the Parish:

Taxpayer	Type of Business	Assessed Value	Percentage
Phillips 66	Oil & Gas	\$118,862,989	11.74%
Kirby Inland Marine, LP	Public Utility	73,601,910	7.27%
Chevron Chemical	Oil, Gas & Chemical	50,505,897	4.99%
Hilcorp Energy	Oil & Gas	37,016,037	3.66%
Texas Petroleum Investment	Oil & Gas	34,999,464	3.46%
Shell Pipeline Inc	Public Utility	23,929,040	2.36%
Tennessee Gas Pipeline Co	Public Utility	22,229,380	2.20%
Whitney Oil and Gas, LLC	Oil & Gas	22,157,343	2.19%
Marquette Transportation	Public Utility	21,121,170	2.09%
Helis Oil and Gas Co LLC	Oil & Gas	20,845,273	2.06%
Total		\$425,268,503	42.02%

3. CASH AND CASH EQUIVALENTS

At December 31, 2017, the Parish has cash equivalents (book balances) totaling \$65,625,292 as follows:

Demand Deposit and Money Market Accounts	\$57,858,549
Restricted Cash	7,766,743
Total	\$65,625,292

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledged securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must, at all times, equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Restricted cash includes balances for bond indebtedness and escrow accounts.

At December 31, 2017, the Parish has \$68,411,501 in deposits (collected bank balances). These deposits are secured from risk by \$750,000 of federal deposit insurance and \$80,454,715 of pledged securities held by the custodial bank in the name of the Government (GASB Category 1).

The custodial credit risk is the risk that in the event of a bank failure, the Parish's deposits may not be returned to it. The Parish's policy to ensure there is no exposure to this risk is to require each financial institution to pledge their own securities to cover any amount in excess of Federal Depository Insurance Coverage. These securities must be held in the Government's name. Accordingly, the Parish had no custodial credit risk related to its deposits at December 31, 2017.

The Water and Sewer Fund cash overdraft in the amount of \$1,418,923 is expected to be addressed through increased user charges.

4. INVESTMENTS

At December 31, 2017, the Parish has investments totaling \$12,526,818 as follows:

Investment Type	Amortized Cost/ Fair Value
Unrestricted:	
Louisiana Asset Management Pool	\$3,033,162
Restricted:	
Louisiana Asset Management Pool	9,493,656
Total Investments	\$12,526,818

In accordance with the Parish's Investment Policy, investment officers of the Parish are authorized to invest idle monies in the following:

- U.S. government obligations, U.S. government agency obligations, and U.S. government instrumentality obligations, which have a liquid market with a readily determinable market value;
- Investment-grade obligations of state, provincial and local governments and public authorities;
- Repurchase agreements whose underlying purchased securities consist of the foregoing;
- Money market mutual funds regulated by the Securities and Exchange Commission and whose portfolios consist only of dollar-denominated securities;
- Local government investment pools, either state administered or through joint powers statutes and other intergovernmental agreement legislation;
- Certificates of deposit and other evidences of deposit at financial institutions, bankers' acceptances and commercial paper, rated in the highest tier (e.g., A-1, P-1, F-1, or D-1 or higher) by a nationally recognized rating agency

Investments with a maturity value of less than 90 days are classified on the Statement of Net Position as "Cash and Cash Equivalents" totaling \$65,625,292. All other investments totaling \$12,526,818 are classified on the Statement of Net Position as "Investments" and are presented at amortized cost/fair value.

As a means of limiting its exposure to fair value losses arising from interest rates (interest rate risk), the Parish's investment policy states that the Parish will minimize the risk that the market value of securities in the portfolio will fall due to changes in general interest rates, by:

- Monitoring the interest rates at several different financial institutions on a weekly basis to ensure that the proper changes in investments can be made in a timely manner;
- Structuring the investments so that they mature to meet the cash requirements for ongoing operations, thereby avoiding the need to sell the investments prior to maturity;
- Investing funds in primarily shorter-term securities

Credit risk is defined as the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Parish minimizes this risk by:

- Limiting investments to the safest types of securities and only those securities which are of the highest quality;
- Insuring that financial institutions doing business with Plaquemines Parish Government comply with prevailing provisions of State Statutes and meet all Plaquemines Parish Government established criteria;
- Maintaining adequate collateralization and diversifying maturities

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Parish will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Parish's investment policy requires that all investments be fully collateralized and held by an independent third party with clearly marked evidence of ownership (safekeeping receipt) supplied to the Parish and maintained. Accordingly, the Parish has no custodial credit risk related to its investments at December 31, 2017.

Investments held by Plaquemines Parish Government consist of \$12,526,818 in the Louisiana Asset Management Pool (LAMP), a local government investment pool. In accordance with GASB LAMP is administered by LAMP, Inc., a nonprofit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LSA-R.S. 33:2955.

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

LAMP is a 2a7-like investment pool. The following facts are relevant for 2a7-like investment pools:

Credit risk: LAMP is rated AAAM by Standard & Poor's

Custodial credit risk: LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.

Concentration of credit risk: Pooled investments are excluded from the 5 percent disclosure requirement.

Interest rate risk: LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosure using the weighted average maturity (WAM) method. The WAM and 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 60 days as of December 31, 2017.

Foreign currency risk: Not applicable to 2a7-like pools.

The investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the net asset value of the pool shares.

LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company.

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To the extent available, the Parish's investments are recorded at fair value as of December 31, 2017. GASB Statement No. 72, Fair Value Measurements and Application, defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The Parish measures and records its investments using fair value guidelines established by GASB 72, which recognizes a three tiered fair value hierarchy as follows:

- Level 1 – quoted prices for identical investments in active markets
- Level 2 – observable inputs other than quoted market prices
- Level 3 – unobservable inputs

The Parish investments in LAMP are measured using observable inputs other than quoted market prices (Level 2 inputs). The investments in LAMP are valued using quoted market prices of the underlying investment of LAMP on a weekly basis and the value of the position in the external investment pool is the same as the net asset value of the pool shares.

5. RECEIVABLES

At December 31, 2017, the Parish has net receivables totaling \$81,147,394 as follows:

Class of Receivable	Governmental Funds			Business-Type Funds	Total
	General	Special Revenue	Capital Projects	Enterprise	
Taxes:					
Ad Valorem	\$3,704,439	\$7,580,943	\$ ---	\$4,048,568	\$15,333,950
Sales	684,983	671,560	---	---	1,356,543
Other	14,524	29,467	---	15,736	59,727
Intergovernmental:					
Federal	2,586,098	25,398,279	2,005,595	179,806	30,169,778
State	101,527	36,909	---	---	138,436
Local	618,791	64,380	---	---	683,171
Accounts	---	358,073	---	1,126,879	1,484,952
Payroll	8,460,740	---	---	300	8,461,040
Other	32,438,694	84,929	111,660	67,806	32,703,089
Gross Receivables	48,609,796	34,224,540	2,117,255	5,439,095	90,390,686
Less-Allowances for Uncollectibles	(8,809,053)	(285,837)	---	(148,402)	(9,243,292)
Net Receivables	\$39,800,743	\$33,938,703	\$2,117,255	\$5,290,693	\$81,147,394

6. PENSION PLAN

Eligible employees of the Parish participate in one of four multiple-employer public employee retirement systems (PERS), which are controlled and administered by a separate board of trustees. These retirement systems provide retirement disability and death benefits to plan members and their beneficiaries. Pertinent information relative to each plan follows:

A. PAROCHIAL EMPLOYEES' RETIREMENT SYSTEM (PERS)

Parochial Employees' Retirement System of Louisiana (PERS) is the administrator of a cost sharing multiple employer defined benefit pension plan. PERS was established and provided for by R.S. Title 11:1901 of the Louisiana Revised Statute (LRS). Act 765 of the year 1979, established by the Legislature of the State of Louisiana, revised PERS to create Plan A and Plan B to replace the "regular plan" and the "supplemental plan". Plan A was designated for employers out of Social Security. Plan B was designated for those employers that remained in Social Security on the revision date. PERS provides retirement benefits to employees of taxing districts of a parish or any branch or section of a parish within the State which does not have their own retirement system and which elects to become members of PERS.

1. Retirement Benefits

Any member of Plan A hired prior to January 1, 2007 can retire providing he/she meets one of the following criteria: any age with thirty (30) or more years of creditable service; age 55 with twenty-five (25) years of creditable service; age 60 with a minimum of ten (10) years of creditable service; age 65 with a minimum of seven (7) years of creditable service. For employees hired after January 1, 2007, he/she must meet the following criteria to retire: age 55 with 30 years of service; age 62 with 10 years of service; age 67 with 7 years of service. Generally, the monthly amount of the retirement allowance of any member of Plan A shall consist of an amount equal to three percent 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.

2. Disability Benefits

For Plan A, a member shall be eligible to retire and receive a disability benefit if they were hired prior to January 1, 2007, and has at least five years of creditable service or if hired after January 1, 2007, has seven years of creditable service, and is not eligible for normal retirement and has been officially certified as disabled by the State Medical Disability Board. Upon retirement caused by disability, a member of Plan A shall be paid a disability benefit equal to the lesser of an amount equal to three percent of the member's final average compensation multiplied by his years of service, not to be less than fifteen, or three percent multiplied by years of service assuming continued service to age sixty.

3. Survivor Benefits

Upon the death of any member of Plan A with five (5) or more years of creditable service who is not eligible for retirement, the plan provides for benefits for the surviving spouse and minor children, as outlined in the statutes. Any member of Plan A, who is eligible for normal retirement at time of death, the surviving spouse shall receive an automatic Option 2 benefit, as outlined in the statutes.

4. Deferred Retirement Option Plan

Act 338 of 1990 established the Deferred Retirement Option Plan (DROP) for the Retirement System. DROP is an option for that member who is eligible for normal retirement. In lieu of terminating employment and accepting a service retirement, any member of Plan A who is eligible to retire may elect to participate in the Deferred Retirement Option Plan (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 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 the Deferred Retirement Option Plan 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 PERS, 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, 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.

5. Cost of Living Adjustments

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.

6. Employer Contributions

According to state statute, contributions for all employers are actuarially determined each year. For the year ended December 31, 2016, the actuarially determined contribution rate was 10.52% of member's compensation for Plan A. However, the actual rate for the fiscal year ending December 31, 2016 was 13.00% for Plan A. The actual rate differs from the actuarially required rate due to state statutes that require the contribution rate be calculated and set two years prior to the year effective.

7. Non-employer Contributions

According to state statute, PERS also receives 1/4 of 1% of ad valorem taxes collected within the respective parishes, except for Orleans and East Baton Rouge parishes. PERS 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.

8. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

At December 31, 2017, the Parish reported liabilities in its government-wide financial statements of \$6,557,470 and \$202,808 in its governmental activities and its business-type activities, respectively, for its proportionate share of the net pension liabilities of PERS. The net pension liabilities were measured as of December 31, 2016 and the total pension liability used to calculate the net pension obligation was determined by separate actuarial valuations performed as of that date. The Parish's proportion of the net pension liability was based on a projection of the Parish's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At December 31, 2016, the Parish's proportional share of PERS was 3.282461%, which was a decrease of 0.400692% from its proportion measured as of December 31, 2015.

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For the year ended December 31, 2017, the Parish recognized a net pension expense of \$3,877,939 and \$119,936 in its governmental activities and business-type activities, respectively, related to its participation in PERS.

At December 31, 2017, the Parish reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Governmental Activities		Business-Type Activities	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ ---	\$1,147,494	\$ ---	\$35,490
Changes in assumption	1,244,972	---	38,504	---
Net difference between projected and actual earnings on pension plan investments	5,088,835	---	157,387	---
Changes in proportion and differences between employer contributions and proportionate share of contributions	(14,994)	17,707	(463)	547
Employer contributions subsequent to the measurement date	2,080,594	---	64,348	---
	\$8,399,407	\$1,165,201	\$259,776	\$36,037

The \$2,144,942 reported as deferred outflows of resources related to pensions resulting from the Parish's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to PERS will be recognized in pension expense as follows:

Year	Governmental Activities	Business-Type Activities	Total
2018	\$1,910,275	\$59,081	\$1,969,356
2019	2,048,158	63,345	2,111,503
2020	1,332,666	41,216	1,373,882
2021	(137,487)	(4,251)	(141,738)
	\$5,153,612	\$159,391	\$5,313,003

9. 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:

	Parochial Employee's Retirement System of Louisiana Plan A
Valuation Date	December 31, 2016
Actuarial cost method	Entry Age Normal Cost
Actuarial cost assumptions:	
Investment rate of return	7.00% net of investment expense
Projected salary increases	5.25% (2.50% Inflation, 2.75% Merit)
Mortality	The RP-2000 Employee Sex Distinct Table was selected for active employees. RP-2000 Healthy Annuitant Sex Distinct Tables were selected for healthy annuitants and beneficiaries. RP-2000 Disabled Lives Mortality Table was selected for disabled annuitants.
Expected Remaining Service Lives	4 years
Cost of Living Adjustments	The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The present values do not include provisions for potential future increase not yet authorized by the Board of Trustees.

The discount rate used to measure the total pension liability was 7.00% for Plan A. The projection of cash flows to determine the discount rate assumed that contributions from plan members will be made at the current contributions 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, PERS fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The long-term expected rate of return on pension plan investments was determined using a triangulation method which integrated the CAPM pricing model (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.

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 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 PERS's liabilities. The RP-2000 Healthy Annuitant Mortality Sex Distinct Tables (set forward two years for males and set forward one year for females) projected to 2031 using Scale AA was selected for annuitants and beneficiaries. For disabled annuitants, the RP-2000 Disabled Lives Mortality Table set back 5 years for males and 3 years for females was selected. For active employees, the RP-2000 Employee Sex Distinct Tables set back 4 years for males and 3 years for females was used.

Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of December 31, 2016 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%	3.63%
Alternatives	11%	0.67%
Real assets	2%	0.12%
Totals	100%	5.66%
Inflation		2.00%
Expected Arithmetic Nominal Return		7.66%

10. Sensitivity to Changes in Discount Rate

The following presents the net pension liability of the participating employers calculated using the discount rate of 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.

Change in Discount Rate: Parochial Retirement System		
1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Net Pension Liability	\$20,222,687	\$6,760,278 (\$4,622,610)

11. Changes in Net Pension Liability

The changes in the net pension liability for the year ended December 31, 2017 were recognized in the current reporting period as pension expense except as follows:

- a. Differences between expected and actual experience
Differences between expected and actual experience with regard to economic or demographic factors in the measurement of the total pension liability were recognized in pension expense using the straight-line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pensions through the pension plan. The difference between expected and actual experience resulted in a deferred inflow of resources in the amount of \$1,182,984 for the year ended December 31, 2017.
- b. Differences between projected and actual investment earnings
Differences between projected and actual investment earnings on pension plan investments were recognized in pension expense using the straight-line amortization method over a closed five-year period. The difference between projected and actual investment earnings resulted in a deferred outflow of resources in the amount of \$5,246,222 for the year ended December 31, 2017.
- c. Change in proportion
Changes in the employer's proportionate shares of the collective net pension liability and collective deferred outflows of resources and deferred inflows of resources since the prior measurement date were recognized in employer's pension expense/(benefit) using a the straight-line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that are provided pensions through the pension plan. The change in proportion resulted in a deferred inflow of \$33,711 for the year ended December 31, 2017.
- d. Change in assumptions
Changes of assumptions about future economic or demographic factors were recognized in pension expense using the straight-line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pensions through the pension plan. The change in proportion resulted in a deferred outflow of \$1,283,476 for the year ended December 31, 2017.

12. Payables to the Pension Plan

The Parish recorded accrued liabilities to PERS for the year ended December 31, 2017, primarily due to the accrual for payroll at the end of the fiscal year. The amounts due are included in liabilities under the amounts reported as accounts, salaries and other payables. The balance due to PERS as of December 31, 2017 is \$20,855.

B. FIREFIGHTERS' RETIREMENT SYSTEM (SYSTEM)

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

1. Eligibility Requirements

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. Any person who becomes an employee as defined in RS 11:2252 on and after January 1, 1980 shall become a member as a condition of employment. No person who has attained age fifty or over shall become a member of the System, unless the person becomes a member by reason of a merger or unless the System received an application for membership before the applicant attained the age of fifty. No person who has not attained the age of eighteen years shall become a member of the System.

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

2. Retirement Benefits

Benefit provisions are authorized within Act 434 of 1979 and amended by LRS 11:2251-11:2272. Any member of the System who has completed at least twenty-five years of creditable service, who has been a member of this system for at least one year, regardless of age, or any member who has completed at least twenty years of creditable service, who has been a member of this system for at least one year, and who has attained the age of fifty years, or any member who has completed at least twelve years of service, who has been a member of this system for at least one year, and who has attained the age of fifty-five shall be entitled to retire from service.

Upon such retirement, the member shall be paid an annual retirement allowance equal to three and one-third percent of average final compensation multiplied by total years of creditable service. However, the annual retirement allowance shall not exceed one hundred percent of average final compensation.

3. Deferred Retirement Option Plan (DROP)

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. Upon commencement of participation in the deferred retirement option plan, employer and employee contributions to the System cease. The monthly retirement benefit that would have been payable is paid into the deferred retirement option plan account. Upon termination of employment, a participant in the program shall receive, at his option, a lump-sum payment from the account or an annuity based on the deferred retirement option plan account balance in addition to his regular monthly benefit. If employment is not terminated at the end of the 36 months, the participant resumes regular contributions to the System. No payments may be made from the deferred retirement option plan account until the participant retires.

4. 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.

5. Employer Contributions

Employer contributions are actuarially determined each year. For the year ended June 30, 2017, employer and employee contributions for members above the poverty line were 25.25% and 10.0%, respectively. The employer and employee contribution rates for those members below the poverty line were 27.25% and 8.0%, respectively.

6. 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 December 31, 2017 and were excluded from pension expense.

7. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

At December 31, 2017, The Parish reported liabilities in its government-wide financial statements of \$7,735,113 in its governmental activities for its proportionate share of the net pension liabilities of the System. 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 on each of the retirement systems as of that date. Under each retirement system, the Parish's proportion of the net pension liability was based on a projection of the Parish's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2017, the Parish's proportional share of the System was 1.349497%, which was a decrease of 0.144055% from its proportion measured as of June 30, 2016.

For the year ended December 31, 2017, the Parish recognized a pension expense of \$1,248,803 in its governmental activities related to its participation in the System.

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At December 31, 2017, the Parish reported deferred outflows of resources and deferred inflows of resources related to the system from the following sources:

	Governmental Activities	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ ---	\$431,364
Changes in Assumption	323,524	1,845
Net difference between projected and actual earnings on pension plan investments	665,443	---
Changes in proportion and differences between employer contributions and proportionate share of contributions	437,332	1,074,188
Employer contributions subsequent to the measurement date	411,032	---
	\$1,837,331	\$1,507,397

The \$411,032 reported as deferred outflows of resources related to pensions resulting from the Parish's contributions to the System 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 the system will be recognized in pension expense as follows:

Year	Amount
2018	\$180,119
2019	313,370
2020	18,132
2021	(322,038)
2022	(182,242)
2023	(88,439)
	(\$81,098)

8. 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:

Firefighters' Retirement System	
Valuation Date	June 30, 2017
Actuarial cost method	Entry Age Normal Cost
Actuarial cost assumptions:	
Expected remaining service lives	7 years
Investment rate of return	7.4% per annum (net of fees)
Inflation rate	2.775% per annum
Projected salary increases	Vary from 15% in the first two years of service to 4.75% after 25 years
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. Annuity values calculated based on this mortality were compared to those produced by using a set-back of standard tables. The result of the procedure indicated that the tables used would produce liability values approximating the appropriate generational mortality tables.

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 investments 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 8.29% as of June 30, 2017. Best estimates of real rates of return for each major asset class included in FRS' target asset allocation as of June 30, 2017, are summarized in the following table:

Asset Class	Target Asset Allocation	Rate of Return	
		Real	Nominal
Fixed income	23%	2.04%	
Equity	57%	20.45%	
Alternatives	10%	13.35%	
Other	10%	9.19%	
Totals	100%	45.03%	
System Tool			5.54%
Inflation			2.75%
Expected Arithmetic Nominal Return			8.29%

The discount rate used to measure the total pension liability was 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 PRSAC taking into consideration the recommendation of the System's actuary. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity to Changes in Discount Rate: The following presents the net pension liability of the participating employers calculated using the discount rate of 7.4%, 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 6.4% or one percentage point higher 8.4% than the current rate as of June 30, 2017.

Change in Discount Rate: Firefighter's Retirement System		
1% Decrease 6.40%	Current Discount Rate 7.40%	1% Increase 8.40%
Net Pension Liability	\$11,115,059	\$7,735,113
		\$4,893,783

9. Support of Non-Employer Contributing Entities

Contributions received by a pension plan from non-employer contributing entities that are not in a special funding situation are recorded as revenue by the respective pension plan. The Parish recognizes revenue in an amount equal to its proportionate share of the total contributions to the pension plan from these non-employer contributing entities. During the year ended December 31, 2017, the Parish recognized revenue as a result of support received from the non-employer contributing entities of \$341,566 for its participation in the System.

10. Payables to the Pension Plan

The Parish recorded accrued liabilities to the System for the year ended December 31, 2017, primarily due to the accrual of accounts payable at the end of the fiscal year. The amounts due are included in liabilities under the amounts reported as accounts, salaries and other payables. The balance due to the System as of December 31, 2017 is \$297.

11. Pension Plan Fiduciary Net Positions

Detailed information about the pension plan's fiduciary net position is available in the separately issued financial report for the System available at www.lafirefightersret.com.

C. DISTRICT ATTORNEYS' RETIREMENT SYSTEM (DARS)

1. Plan Description

The District Attorneys' Retirement System, State of Louisiana is the administrator of a cost sharing multiple employer defined benefit pension plan. DARS was established on the first day of August, nineteen hundred and fifty-six and was placed under the management of the board of trustees for the purpose of providing retirement allowances and other benefits as stated under the provisions of R.S. 11, Chapter 3 for district attorneys and their assistants in each parish.

2. Eligibility Requirements

All persons who are district attorneys of the State of Louisiana, assistant district attorneys in any parish of the State of Louisiana, or employed by this retirement system and the Louisiana District Attorneys' Association except for elected or appointed officials who have retired from service under any publicly funded retirement system within the state and who are currently receiving benefits, shall become members as a condition of their employment; provided, however, that in the case of assistant district attorneys, they must be paid an amount not less than the minimum salary specified by the board for assistant district attorneys. The projection of benefit payments in the calculation of the total pension liability includes all benefits to be provided to current active and inactive employees through DARS in accordance with the benefit terms and any additional legal agreements to provide benefits that are in force at the measurement date.

3. Retirement Benefits

Members who joined DARS before July 1, 1990, and who have elected not to be covered by the new provisions, are eligible to receive a normal retirement benefit if they have 10 or more years of creditable service and are at least age 62, or if they have 18 or more years of service and are at least age 60, or if they have 23 or more years of service and are at least age 55, or if they have 30 years of service regardless of age. The normal retirement benefit is equal to 3% of the member's average final compensation for each year of creditable service. Members are eligible for early retirement at age 60 if they have at least 10 years of creditable service or at age 55 with at least 18 years of creditable service. Members who retire prior to age 60 with less than 23 years of service credit, receive a retirement benefit reduced 3% for each year of age below 60. Members who retire prior to age 62 who have less than 18 years of service receive a retirement benefit reduced 3% for each year of age below 62. Retirement benefits may not exceed 100% of final average compensation.

Members who joined DARS after July 1, 1990, or who elected to be covered by the new provisions, are eligible to receive normal retirement benefits if they are age 60 and have 10 years of service credit, are age 55 and have 24 years of service credit, or have 30 years of service credit regardless of age. The normal retirement benefit is equal to 3.5% of the member's final average compensation multiplied by years of membership service. A member is eligible for an early retirement benefit if he is age 55 and has 18 years of service credit. The early retirement benefit is equal to the normal retirement benefit reduced 3% for each year the member retires in advance of normal retirement age. Benefits may not exceed 100% of average final compensation.

4. Disability Benefits

Disability benefits are awarded to active contributing members with at least 10 years of service who are found to be totally disabled as a result of injuries incurred while in active service. The member receives a benefit equal to three percent (three and one-half percent for members covered under the new retirement benefit provisions) of his average final compensation multiplied by the lesser of his actual service (not to be less than fifteen years) or projected continued service to age sixty.

5. Survivor Benefits

Upon the death of a member with less than 5 years of creditable service, his accumulated contributions and interest thereon are paid to his surviving spouse, if he is married, or to his designated beneficiary, if he is not married. Upon the death of any active, contributing member with 5 or more years of service or any member with 23 years of service who has not retired, 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 the option factors used as if the member had continued in service to earliest normal retirement age. If a member has no surviving spouse, the surviving minor children under 18 or disabled children are paid 80% of the member's accrued retirement benefit divided into equal shares. If a member has no surviving spouse or children, his accumulated contributions and interest are paid to his designated beneficiary. In lieu of periodic payments, the surviving spouse or children may receive a refund of the member's accumulated contributions with interest.

6. Cost of Living Adjustment

The Board of Trustees is authorized to grant retired members and widows of members who have retired an annual cost of living increase of 3% of their original benefit, (not to exceed sixty dollars per month) and all retired members and widows who are sixty-five years of age and older a 2% increase in their original benefit. In lieu of other cost of living increases the board may grant an increase to retirees in the form of "Xx(A&B)" where "A" is equal to the number of years of credited service accrued at retirement or death of the member or retiree and "B" is equal to the number of years since death of the member or retiree to June 30 of the initial year of increase and "X" is equal to any amount available for funding such increase up to a maximum of \$1.00. In order for the board to grant any of these increases, DARS must meet certain criteria detailed in the statute related to funding status and interest earnings.

7. Deferred Retirement Option Plan (DROP)

In lieu of receiving a service retirement allowance, any member who has more years of service than are required for a normal retirement may elect to receive a Back-Deferred Retirement Option Program (Back-DROP) benefit.

The Back-DROP benefit is based upon the Back-DROP period selected and the final average compensation prior to the period selected. The Back-DROP period is the lesser of three years or the service accrued between the time a member first becomes eligible for retirement and his actual date of retirement. At retirement, the member's maximum monthly retirement benefit is based upon his service, final average compensation, and plan provisions in effect on the last day of creditable service immediately prior to the commencement of the Back-DROP period. In addition to the monthly benefit at retirement, the member receives a lump-sum payment equal to the maximum monthly benefit as calculated above multiplied by the number of months in the Back-DROP period. In lieu of receiving the lump-sum payment, the member may leave the funds on deposit with the system in an interest bearing account.

Prior to January 1, 2009, eligible members could elect to participate in the Deferred Retirement Option Program (DROP) for up to three years in lieu of terminating employment and accepting a service benefit. During participation in the DROP, employer contributions were payable and employee contributions were reduced to ½ of one percent. The monthly retirement benefits that would have been payable to the member were paid into a DROP account, which did not earn interest while the member was participating in the DROP. Upon termination of participation, the participant in the plan received, at his option, a lump sum from the account equal to the payments into the account or systematic disbursements from his account in any manner approved by the board of trustees. The monthly benefits that were being paid into the DROP would then be paid to the retiree. All amounts which remain credited to the individual's sub-account after termination of participation in the plan were invested in liquid money market funds. Interest was credited thereon as actually earned.

8. 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 6.75%.

9. Non-Employer Contributions

In accordance with state statute, DARS 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 were recognized as revenue during the year ended December 31, 2017 and excluded from pension expense.

10. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

At December 31, 2017, The Parish reported liabilities in its government-wide financial statements of \$123,805 in its governmental activities for its proportionate share of the net pension liabilities of DARS. 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 on each of the retirement systems as of that date. Under each retirement system, the Parish's proportion of the net pension liability was based on a projection of the Parish's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2017, the Parish's proportional share of DARS was 0.45901% which was a decrease of 0.009877% from its proportion measured as of June 30, 2016.

For the year ended December 31, 2017, the Parish recognized a pension expense of \$47,407 in its governmental activities related to its participation in DARS.

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At December 31, 2017, the Parish reported deferred outflows of resources and deferred inflows of resources related to DARS from the following sources:

	Governmental Activities	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ ---	\$32,548
Changes in Assumption	55,507	14,611
Net difference between projected and actual earnings on pension plan investments	49,686	---
Changes in proportion and differences between employer contributions and proportionate share of contributions	6,494	1,084
	\$111,687	\$48,243

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

Year	Amount
2018	\$5,900
2019	30,356
2020	13,721
2021	2,561
2022	4,856
2023	6,050
	\$63,444

11. 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:

	District Attorney's Retirement System
Valuation Date	June 30, 2017
Actuarial cost method	Entry Age Normal Cost
Actuarial cost assumptions:	
Expected remaining service lives	7 Years
Investment rate of return	6.75% net of investment expense
Projected salary increases	5.50% (2.50% Inflation, 3.00% Merit)
Mortality	The RP 2000 Combined Healthy with White Collar Adjustment Sex Distinct Tables (set back 1 year for females) projected to 2032 using Scale AA were selected for employee, annuitant and beneficiary mortality. The RP 2000 Disabled Lives Mortality Table set back 5 years for disable annuitants. Setbacks in these tables were used to approximate mortality improvement.
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 DARS'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.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The resulting long-term rate of return is 9.06% for the year ended June 30, 2017.

The best estimates of arithmetic real rates of return for each major asset class based on the DARS's target asset allocation as of June 30, 2017 were as follows:

Asset Class	Target Asset Allocation	Long-Term Expected Portfolio Real Rate of Return
Fixed income	61.72%	2.49%
Equity	28.95%	1.57%
Alternatives	8.85%	2.36%
Real assets	0.48%	0.14%
Totals	100%	6.56%
Inflation		2.50%
Expected Arithmetic Nominal Return		9.06%

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 will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the System's actuary. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

12. Sensitivity to Changes in Discount Rate

The following presents the net pension liability of the participating employers calculated using the discount rate of 6.75%, 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 (5.75%) or one percentage point higher (7.75%) than the current rate.

Change in Discount Rate: District Attorney's Retirement System		
1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability	\$353,788	\$123,805 (\$60,520)

13. Retirement System Audit Report

The District Attorneys' Retirement System of Louisiana has issued a stand-alone audit report on their financial statements for the year ended June 30, 2017. Access to the report can be found on the Louisiana Legislative Auditor's website, www.lla.la.gov.

D. REGISTRAR OF VOTERS EMPLOYEES' RETIREMENT SYSTEM (ROVERS)

1. Plan Description

The Registrar of Voters Employees' Retirement System of Louisiana (ROVERS) is a cost-sharing multiple-employer defined benefit pension plan established in accordance by Act 215 of 1954, under Revised Statute 11:2032 to provide retirement allowances and other benefits for registrars of voters, their deputies and their permanent employees in each parish of the State of Louisiana.

2. Retirement Benefits

Any member hired prior to January 1, 2013 is eligible for normal retirement after he has 20 years of creditable service and is age 55 or has 10 years of creditable service and is age 60. Any member with 30 years of creditable service regardless of age may retire. Regular retirement benefits for members hired prior to January 1, 2013 are calculated at 3.33% of the average annual earned compensation for the highest consecutive 60 months multiplied by the number of years of creditable service, not to exceed 100% of average annual compensation.

Any member hired on or after January 1, 2013 is eligible for normal retirement after he has attained 30 years of creditable service and is age 55; has attained 20 years of creditable service and is age 60; or has attained 10 years of creditable service and is age 62. Regular retirement benefits for members hired on or after January 1, 2013 are calculated at 3.00% of the average annual earned compensation for the highest consecutive 60 months multiplied by the number of years of creditable service, not to exceed 100% of average annual compensation. Retirement benefits for members hired on or after January 1, 2013 that have attained 30 years of creditable service with at least 20 years of creditable service in ROVERS are calculated at 3.33% of the average annual compensation for the highest consecutive 60 months multiplied by the number of years of creditable service, not to exceed 100% of average annual compensation.

Any member whose withdrawal from service occurs prior to attaining the age of sixty years, who shall have completed ten or more years of creditable service and shall not have received a refund of his accumulated contributions, shall become eligible for a deferred allowance beginning upon his attaining the age of sixty years.

3. Disability Benefits

Disability benefits are provided to active contributing members with at least 10 years of service established in ROVERS and who have been officially certified as disabled by the State Medical Disability Board. The disabled member who has attained the age of sixty years shall be entitled to a regular retirement allowance. The disabled member who has not yet attained age sixty shall be entitled to a disability benefit equal to the lesser of three percent of his average final compensation multiplied by the number of creditable years of service (not to be less than fifteen years) or three and one third percent of average final compensation multiplied by the years of service assuming continued service to age sixty. Disability benefits may not exceed two-thirds of earnable compensation.

4. Survivor Benefits

If a member who has less than five years of credited service dies due to any cause other than injuries sustained in the performance of his official duties, his accumulated contributions are paid to his designated beneficiary. If the member has five or more years of credited service, and is not eligible to retire, 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 2 factors used as if the member had continued in service to earliest normal retirement age. If a member has no surviving spouse and the member has five or more years of creditable service, the surviving minor children under 18 or disabled children shall be paid 80% of the accrued retirement benefit in equal shares until the age of majority or for the duration of the handicap for a handicapped child. Upon the death of any former member with 10 or more years of service, automatic option 2 benefits are payable to the surviving spouse. In lieu of periodic payments, the surviving spouse or children may receive a refund of the member's accumulated contributions.

5. Cost of Living Adjustment

Cost of living provisions for ROVERS allows the board of trustees to provide an annual cost of living increase of 2.5% of the eligible retiree's original benefit if certain funding criteria are met. Members are eligible to receive a cost of living adjustment once they have reached the age of sixty and have been retired at least one year. Funding criteria for granting cost of living adjustments is dependent on the funded ratio.

6. Deferred Retirement Option Plan (DROP)

In lieu of terminating employment and accepting a service retirement allowance, any member with ten or more years of service at age sixty, twenty or more years of service at age fifty-five, or thirty or more years of service at any age may elect to participate in the Deferred Retirement Option Plan (DROP) for up to three years and defer the receipt of benefits. Upon commencement of participation in the plan, membership in ROVERS terminates. During participation in the plan, employer contributions are payable but employee contributions cease. The monthly retirement benefits that would have been payable, had the person elected to cease employment and receive a service retirement allowance, are paid into the DROP fund. This fund does not earn interest. In addition, no cost of living increases are payable to participants until employment which made them eligible to become members of ROVERS has been terminated for at least one full year.

Upon termination of employment prior to or at the end of the specified period of participation, a participant in the plan may receive, at his option, a lump sum from the account equal to the payments into the account, a true annuity based upon his account balance in that fund, or any other method of payment if approved by the Board of Trustees. The monthly benefits that were being paid into the Deferred Retirement Option Plan fund will begin to be paid to the retiree. If the participant dies during participation in the plan, a lump sum equal to his account balance in the plan fund shall be paid to his named beneficiary or, if none, to his estate. If employment is not terminated at the end of the three years, payments into the plan fund cease and the person resumes active contributing membership in ROVERS.

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7. 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 20.00%.

8. Non-Employer Contributions

In accordance with state statute, ROVERS also 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, but are not considered special funding situations. Non-employer contributions are recognized as revenue and excluded from pension expense for the year ended December 31, 2017.

9. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

At December 31, 2017, The Parish reported liabilities in its government-wide financial statements of \$145,138 in its governmental activities for its proportionate share of the net pension liabilities of ROVERS. 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 on each of the retirement systems as of that date. Under each retirement system, the Parish's proportion of the net pension liability was based on a projection of the Parish's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2017, the Parish's proportional share of ROVERS was 0.661188% which was a decrease of 0.00757% from its proportion measured as of June 30, 2016.

For the year ended December 31, 2017, the Parish recognized a pension expense of \$45,652 in its governmental activities related to its participation in ROVERS.

At December 31, 2017, the Parish reported deferred outflows of resources and deferred inflows of resources related to ROVERS from the following sources:

	Governmental Activities	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ ---	\$26,984
Changes in Assumption	13,943	4,691
Net difference between projected and actual earnings on pension plan investments	16,326	---
Changes in proportion and differences between employer contributions and proportionate share of contributions	1,411	1,590
Employer contributions subsequent to the measurement date	7,863	---
	\$39,543	\$33,265

The \$7,863 reported as deferred outflows of resources related to pensions resulting from the Parish's contributions to ROVERS 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 ROVERS will be recognized in pension expense as follows:

Year	Amount
2018	\$53
2019	5,348
2020	476
2021	(7,462)
	(\$1,585)

10. 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:

Registrar of Voters Employees' Retirement System	
Valuation Date	June 30, 2017
Actuarial cost method	Entry Age Normal Cost
Actuarial cost assumptions:	
Expected remaining service lives	5 years
Investment rate of return	6.75%, net of investment expense
Projected salary increases	6.0% (2.5% Inflation, 3.5% Merit)
Mortality	RP-2000 Combined Healthy Mortality Table for active members, healthy annuitants and beneficiaries RP-2000 Disabled Lives Mortality Table for disabled annuitants.
Cost of Living Adjustments	The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees as they were deemed not to be substantively automatic.

During the year ended June 30, 2017, mortality assumptions were set after reviewing an experience study performed on plan data for the period from July 1, 2009, through June 30, 2014. The data was assigned credibility weightings and combined with a standard table to produce current levels of mortality. The mortality was then projected forward to a period equivalent to the estimated duration of the System's liabilities. The mortality tables selected were set forward or set back to approximate mortality improvement.

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

percentage and by adding expected inflation. The resulting long-term rate of return is 8.39% for the year ended June 30, 2017.

The best estimates of arithmetic real rates of return for each major asset class based on the ROVERS's target asset allocation as of June 30, 2017 were as follows:

Asset Class	Target Asset Allocation	Real Return Arithmetic Basis	Long-Term Expected Portfolio Real Rate of Return
Domestic equities	40%	7.50%	3.00%
International equities	15%	8.50%	1.28%
Domestic fixed income	20%	2.50%	0.50%
International fixed income	10%	3.50%	0.35%
Alternative investments	5%	6.24%	0.31%
Real estate	10%	4.50%	0.45%
Totals	100%		5.89%
Inflation			2.50%
Expected Arithmetic Nominal Return			8.39%

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 will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of ROVERS's actuary. Based on those assumptions, ROVERS'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.

11. Sensitivity to Changes in Discount Rate

The following presents the net pension liability of the participating employers calculated using the discount rate of 6.75%, 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 (5.75%) or one percentage point higher (7.75%) than the current rate.

Change in Discount Rate:		
Registrar of Voters Employee's Retirement System		
1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability	\$221,841	\$145,138
		\$79,123

12. Payables to the Pension Plan

The Parish recorded no accrued liabilities to ROVERS for the year ended December 31, 2017.

13. Retirement System Audit Report

The Registrar of Voters Employees' Retirement System of Louisiana has issued a stand-alone audit report on their financial statements for the year ended June 30, 2017. Access to the report can be found on the Louisiana Legislative Auditor's website, www.la.gov.

7. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2017, is as follows:

Description	Beginning Balance	Additions	Deductions	Ending Balance
Governmental Activities:				
Capital assets not being depreciated				
Land	\$13,523,564	\$58,800	\$---	\$13,582,364
Construction in progress	89,826,037	25,734,224	(3,516,145)	112,044,116
Construction in progress-FEMA Projects	27,246,821	3,796,636	(225,236)	30,818,221
Total capital assets not being depreciated	130,596,422	29,589,660	(3,741,381)	156,444,701
Capital assets being depreciated				
Buildings and improvements	167,086,895	483,540	---	167,570,435
Improvements other than buildings	86,372,553	4,585,074	---	90,957,627
Machinery and equipment	44,973,828	1,193,360	(785,588)	45,381,600
Infrastructure	297,281,927	---	(7,018)	297,274,909
Total capital assets being depreciated	595,715,203	6,261,974	(792,606)	601,184,571
Less accumulated depreciation				
Buildings and improvements	(43,154,887)	(4,526,368)	---	(47,681,255)
Improvements other than buildings	(14,883,673)	(3,004,174)	---	(17,887,847)
Machinery and equipment	(24,377,206)	(2,255,237)	358,056	(26,274,387)
Infrastructure	(171,617,481)	(3,495,667)	---	(175,113,148)
Total accumulated depreciation	(254,033,247)	(13,281,446)	358,056	(266,956,637)
Total capital assets being depreciated, net	341,681,956	(7,019,472)	(434,550)	334,227,934
Governmental Activities, Net	\$472,278,378	\$22,570,188	(\$4,175,931)	\$490,672,635
Business-Type Activities				
Capital assets not being depreciated				
Land	\$52,000	\$404,133	\$---	\$456,133
Construction in progress	29,359,871	3,588,742	(1,205,706)	31,742,907
Total capital assets not being depreciated	29,411,871	3,992,875	(1,205,706)	32,199,040
Capital assets being depreciated				
Buildings and improvements	38,978,024	58,132	(58,133)	38,978,023
Improvements other than buildings	92,188,181	243,064	---	92,431,245
Machinery and equipment	4,051,135	75,580	(50,269)	4,076,446
Infrastructure	8,124,858	1,143,709	---	9,268,567
Total capital assets being depreciated	143,342,198	1,520,485	(108,402)	144,754,281
Less accumulated depreciation				
Buildings and improvements	(11,892,028)	(849,865)	---	(12,741,893)
Improvements other than buildings	(52,808,475)	(1,820,872)	---	(54,629,347)
Machinery and equipment	(2,484,845)	(199,294)	45,243	(2,638,896)
Infrastructure	(520,818)	(269,781)	---	(790,599)
Total accumulated depreciation	(67,706,166)	(3,139,812)	45,243	(70,800,735)
Total capital assets being depreciated, net	75,636,032	(1,619,327)	(63,159)	73,953,546
Business-Type Activities, Net	\$105,047,903	\$2,373,548	(\$1,268,865)	\$106,152,586

Depreciation expense was charged as follows:

Function	Governmental Funds	Business-Type Funds	Total
General Government	\$550,488	\$---	\$550,488
Public Safety	608,361	---	608,361
Public Works	11,596,113	---	11,596,113
Health and Welfare	122,822	---	122,822
Culture and Recreation	45,170	---	45,170
Transportation	358,492	---	358,492
Water and Sewer	---	1,814,648	1,814,648
Boat Harbors and Shipyards	---	1,325,164	1,325,164
Total	\$13,281,446	\$3,139,812	\$16,421,258

8. POST- EMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

A. PLAN DESCRIPTION

The Parish contributes to a single employer defined benefit health care plan. The Parish's medical and life insurance benefits, authorized by Resolution No. 16-398, are provided through insured programs and are made available to employees upon actual retirement. Substantially all of the Parish's employees become eligible for these benefits when they reach normal retirement age while working for the Parish. Benefits are available upon retirement from service for those employed prior to 01/01/2007 according to retirement eligibility provisions of Louisiana Revised Statute 11:1941 as follows: (1) 30 years of service at any age; (2) 10 years of service at age 60; (3) 25 years of service at age 55; or, (4) 7 years of service at age 65. For those employed on or after 01/01/2007, benefits are available upon retirement from service according to retirement eligibility provisions as follows: (1) 30 years of service at age 55; (2) 10 years of service at age 62; or, (3) 7 years of service at age 67. These benefits for retirees are similar to benefits for active employees provided through an insurance company. Premiums are paid jointly by the Parish and retiree. The Retiree Health Plan does not issue a publicly available financial report.

Health coverage includes a fully insured group health maintenance plan together with Medicare plans for those eligible. The plan provisions are contained in the official plan documents.

Life insurance coverage is available to retirees in the amount of \$10,000 for retirees and \$5,000 per dependent.

Currently the Parish provides post-employment medical and insurance benefits to 302 retired employees.

B. CONTRIBUTION RATES

Employees do not contribute to their post-employment benefits costs until they become retirees and begin receiving those benefits. The plan provisions and contribution rates are contained in the official plan documents.

C. FUNDING POLICY

Until 2008, the Parish recognized the cost of providing post-employment medical and life benefits

(the Parish's portion of the retiree medical and life benefit premiums) as an expense when the benefit premiums were due and thus financed the cost of the post-employment benefits on a pay-as-you-go basis. In 2017, the Parish's portion of health care and life funding cost for retired employees totaled \$1,364,182.

Effective with the Fiscal Year beginning January 1, 2008, the Parish implemented Government Accounting Standards Board Statement Number 45, *Accounting and Financial Reporting by Employers for Post-employment Benefits Other than Pensions* (GASB 45).

D. ANNUAL REQUIRED CONTRIBUTION

The Parish's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45. The Annual Required Contribution (ARC) is the sum of the Normal Cost plus the contribution to amortize the Actuarial Accrued Liability (AAL). A level percent of payroll, open amortization period of 30 years (the maximum amortization period allowed by GASB 43/45) has been used for the post-employment benefits. The total ARC for the fiscal year beginning January 1, 2017 is \$3,840,163 for post-employment benefits, as set forth below:

Description	2015	2016	2017
Normal cost at year end	\$2,076,507	\$2,180,332	\$1,907,869
Amortization of UAL	1,811,904	1,910,074	1,932,294
Annual Required Contribution (ARC)	\$3,888,411	\$4,090,406	\$3,840,163

E. NET POST-EMPLOYMENT BENEFIT OBLIGATION

The table below shows the Parish's Net Other Post-Employment Benefit (OPEB) Obligation for fiscal year ending December 31, 2017:

Description	2015	2016	2017
Annual Required Contribution (ARC)	\$3,888,411	\$4,090,406	\$3,840,163
Interest on prior year Net OPEB Obligation	888,601	995,487	1,108,802
Adjustment to ARC	(755,166)	(759,193)	(942,301)
Annual OPEB Cost	4,021,846	4,326,700	4,006,664
Contributions Made	(1,349,704)	(1,493,829)	(1,364,182)
Increase in Net OPEB Obligation	2,672,142	2,832,871	2,642,482
Net OPEB-Beginning of Year	12,394,500	15,066,642	17,899,513
Net OPEB-End of Year	\$15,066,642	\$17,899,513	\$20,541,995

The Parish's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the years ended December 31, 2015, 2016 and 2017 are as follows:

Fiscal Year Ended	Annual OPEB Cost	% of Annual OPEB Cost Contributed	Net OPEB Obligation
2015	\$4,021,846	33.56%	\$24,887,175
2016	4,326,700	34.53%	27,720,046
2017	4,006,664	34.05%	30,450,729

F. FUNDED STATUS AND FUNDING PROGRESS

In the fiscal year ending December 31, 2017, the Parish made no contributions to its post-

employment benefits plan. The plan was not funded at all, has no assets, and hence has a funded ratio of zero. As of December 31, 2017, the most recent actuarial valuation, the Actuarial Accrued Liability (AAL) was \$55,731,634, which is defined as that portion, as determined by a particular actuarial cost method (the Parish uses the Projected Unit Credit Cost Method), of the actuarial present value of post-employment plan benefits and expenses which is not provided by normal cost. Since the plan was not funded in fiscal year 2017, the entire actuarial accrued liability of \$55,731,634 was unfunded. The covered payroll was \$24,693,867, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 226%. The schedule of funding progress included in the required supplementary information following the notes to the financial statements presents multi-year trend information about whether the actuarial value of the plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

G. ACTUARIAL METHODS AND ASSUMPTIONS

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. The actuarial valuation for post-employment benefits includes estimates and assumptions regarding (1) turnover rate; (2) retirement rate; (3) health care cost trend rate; (4) mortality rate; (5) discount rate (investment return assumption); and (6) the period to which the costs apply (past, current, or future years of service by employees). Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

The actuarial calculations are based on the types of benefits provided under the terms of the substantive plan (the plan as understood by the Parish and its employee plan members) at the time of the valuation and on the pattern of sharing costs between the Parish and its plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the Parish and plan members in the future. Consistent with the long-term perspective of actuarial calculations, the actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial liabilities and the actuarial value of assets.

H. ACTUARIAL COST METHOD

The ARC is determined using the Projected Unit Credit Cost Method. The employer portion of the cost for retiree medical care in each future year is determined by projecting the current cost levels using the healthcare cost trend rate and discounting this projected amount to the valuation date using the other described pertinent actuarial assumptions, including the investment return assumption (discount rate), mortality, and turnover.

I. ACTUARIAL VALUE OF PLAN ASSETS

There are no plan assets. The Parish is not required to set aside assets for the funding of future obligations under this benefit plan. It is anticipated that in future valuations a smoothed market value consistent with Actuarial Standards Board ASOP 6, as provided in paragraph number 125 of GASB Statement 45, would be used.

J. TURNOVER RATE

Medical claims and premiums are expected to increase 8% in the first year of the valuation. Future increases are expected to grade uniformly down to an ultimate trend rate of 5% over a period of 10 years. Dental and vision claims are expected to increase 5% per year.

K. POST-EMPLOYMENT BENEFIT PLAN ELIGIBILITY REQUIREMENTS

It is assumed that entitlement to benefits will commence after earliest eligibility to retire. For those employed before 01/01/2007 eligibility for these benefits has been assumed to be the earliest of (1) 30 years of service at any age; (2) 25 years of service at age 55; (3) 10 years of service at age 60; or, (4) 7 years of service at age 65. For those employed on or after 01/01/2007, eligibility for these benefits has been assumed to be the earliest of: (1) 30 years of service at age 55; (2) 10 years of service at age 62; or, (3) 7 years of service at age 67. Entitlement to benefits continues through Medicare to death.

L. INVESTMENT RETURN ASSUMPTION (DISCOUNT RATE)

GASB Statement 45 states that the investment return assumption should be the estimated long-term investment yield on the investments that are expected to be used to finance the payment of benefits (that is, for a plan which is funded). Based on the assumption that the ARC will not be funded, a 4.0% annual investment return has been used in this valuation. This is a conservative estimate of the expected long-term return of a balanced and conservative investment portfolio under professional management.

M. HEALTH CARE COST TREND RATE

The expected rate of increase in medical cost is based on the following projections:

Year	Rate
2011	10.0%
2012	9.5%
2016	8.0%
2017	7.5%
2018	7.0%
2019	6.5%
2020	6.0%
2021	5.5%

N. MORTALITY RATE

The RP-2014 Total Dataset Mortality Table, adjusted to 2006, with generational mortality improvement projected after year 2016 using Scale MP-2017.

O. METHOD OF DETERMINING VALUE OF BENEFITS

The "value of benefits" has been assumed to be the portion of the premium after retirement date expected to be paid by the employer for each retiree and has been used as the basis for calculating the actuarial present value of OPEB benefits to be paid. The medical rates provided are "blended" rates for actives and retirees. The blended rates for actives and retirees were "age" adjusted by 3% per year.

9. ACCOUNTS, SALARIES AND OTHER PAYABLES

The payables of \$17,192,610 at December 31, 2017, are as follows:

Class of Payable	Governmental Funds			Business-Type Funds	Total
	General	Special Revenue	Capital Projects	Proprietary	
Withholdings	(\$32,467)	\$---	\$---	\$---	(\$32,467)
Accounts	2,025,130	1,687,181	8,119,254	947,018	12,778,583
Contracts & Retainage	333,514	1,651,512	2,207,353	5,373	4,197,752
Other	248,742	---	---	---	248,742
Total	\$2,574,919	\$3,338,693	\$10,326,607	\$952,391	\$17,192,610

10. COMPENSATED ABSENCES

At December 31, 2017, employees of the Parish have accumulated and vested \$919,317 of annual leave benefits, which is recorded as a current liability in the General Fund, Special Revenue Funds and Enterprise Funds in the amounts of \$568,273, \$306,834 and \$44,210, respectively.

11. COMMITMENTS UNDER CONTRACT

In accordance with parish ordinance 13-80 dated, April 25, 2013, the Parish entered into a full service contract with Inframark (formerly Severn Trent Environmental Services, Inc.), for the management and operation of its water and sewerage facilities and systems. The contract, which commenced on May 1, 2013, for a term of five-years, automatically renews for two successive five-year terms, unless canceled in writing prior to the expiration of the then current term. The contract provides for monthly fees adjustable annually for changes in the consumer price index; the current monthly fee is \$513,647.

In accordance with parish ordinance 13-93 dated May 9, 2013, the Parish entered into a renewal contract with Waste Pro (formerly Environmental Operators, LLC), for the transportation and disposal of solid waste from parish compactor stations. The contract commenced on June 1, 2013, and expires in May 31, 2018. The contract provides for waste transport fees of \$48.50 per ton from Belle Chasse station, \$43.50 per ton from Port Sulphur station, and \$39.14 per ton from Fort Jackson station. The Parish will pay \$33.00 per ton for garbage and \$30.50 per ton for trash delivered to Environmental Operators facility in Venice. Fees will be adjustable every October for changes in the consumer price index.

12. LONG-TERM OBLIGATIONS

The following is a summary of the long-term obligation transactions for the year ended December 31, 2017:

Description	Capital Leases	Litigation/ Other Contingencies	Bonded Debt	Revenue Anticipation Note	Total
Governmental Activities:					
Long-term obligations payable at beginning of year	\$134,090	\$7,685,290	\$114,350,000	\$2,989,446	\$125,158,826
Additions	83,506	---	---	---	83,506
Deductions	(57,536)	(1,754,545)	(4,075,000)	---	(5,887,081)
Long-term obligations payable at end of year	\$160,060	\$5,930,745	\$110,275,000	\$2,989,446	\$119,355,251
Business-Type Activities:					
Long-term obligations payable at beginning of year	\$11,477	\$---	\$---	\$---	\$11,477
Additions	---	---	---	---	---
Deductions	(2,481)	---	---	---	(2,481)
Long-term obligations payable at end of year	\$8,996	\$---	\$---	\$---	\$8,996

The following is a summary of the current (due in one year or less) and long-term (due in more than one year) portions of long-term obligations as of December 31, 2017:

Description	Capital Leases	Litigation/ Other Contingencies	Bonded Debt	Revenue Anticipation Note	Total
Governmental Activities:					
Current Portion	\$56,586	\$---	\$4,195,000	\$93,616	\$4,345,202
Long-Term Portion	103,474	5,930,745	106,080,000	2,895,830	115,010,049
Total	\$160,060	\$5,930,745	\$110,275,000	\$2,989,446	\$119,355,251
Business-Type Activities:					
Current Portion	\$8,996	\$---	\$---	\$---	\$8,996
Long-Term Portion	---	---	---	---	---
Total	\$8,996	\$---	\$---	\$---	\$8,996

For the governmental activities, capital leases are generally liquidated by the fund incurring the obligation and litigation and claims are settled by the General Fund.

A. REVENUE BONDS

The Parish has revenue bonds outstanding at December 31, 2017, totaling \$110,275,000 with maturities from 2018 to 2042 and interest rates from 1.3% to 6.0%. The Parish also has an outstanding bond premium for Series 2015 totaling \$509,398. Bond principal and interest payable in the next fiscal year are \$4,288,616 and \$4,472,660, respectively.

Revenue bonds are comprised of the following individual issues:

Revenue Bonds	Outstanding
\$5,000,000 - Revenue Bonds, Series 2007 Due in annual installments ranging from \$75,000 to \$390,000 through March 2027, with interest from 4.3% to 7.0%. Debt retirement payments are made from Revenue Bonds, Series 2007, Debt Service Fund.	\$250,000
\$11,850,000- Revenue Bonds, Series 2009 Due in annual installments ranging from \$340,000 to \$940,000 through March 2029, with interest from 3.0% to 5.5%. Debt retirement payments are made from Revenue Bonds, Series 2009, Debt Service Fund.	2,905,000
\$18,000,000- Revenue Bonds, Series 2010A Due in annual installments ranging from \$100,000 to \$1,525,000 through March 2030, with interest from 3.0% to 5.0%. Debt retirement payments are made from Revenue Bonds, Series 2010A, Debt Service Fund.	15,165,000
\$5,000,000- Revenue Bonds, Series 2010B Due in annual installments ranging from \$60,000 to \$435,000 through March 2029, with interest from 3.0% to 6.0%. Debt retirement payments are made from Revenue Bonds, Series 2010B, Debt Service Fund.	4,020,000
\$59,985,000- Revenue Bonds, Series 2012A Due in annual installments ranging from \$1,180,000 to \$3,365,000 through September 2042, with interest from 2.0% to 5.0%. Debt retirement payments are made from Revenue Bonds, Series 2012A, Debt Service Fund.	53,785,000
\$25,000,000- Revenue Bonds, Series 2012B Due in annual installments ranging from \$485,000 to \$1,345,000 through November 2042, with interest from 1.3% to 5.0%. Debt retirement payments are made from Revenue Bonds, Series 2012B, Debt Service Fund.	22,270,000
\$3,530,000 - Revenue Bonds, Series 2014 Due in annual installments ranging from \$20,000 to \$405,000 through March 2025, with interest at 2.35%. Debt retirement payments are made from Revenue Bonds, Series 2014, Debt Service Fund.	2,895,000
9,100,000 - Revenue Bonds, Series 2015 Due in annual installments ranging from \$35,000 to \$1,220,000 through March 2029, with interest from 2.0% to 4.0%. Debt retirement payments are made from Revenue Bonds, Series 2015, Debt Service Fund.	8,985,000
Series 2015 Premium	509,398
Total Revenue Bonds	\$110,784,398

The revenue bonds (Series 2007, Series 2009, Series 2010A, Series 2010B, Series 2014 and Series 2015) are payable solely from the Parish's one percent sales and use tax. The revenue bonds (Series 2012A and Series 2012 B) are payable solely from the Parish's revenues.

B. REVENUE ANTICIPATION NOTE

The Parish has a revenue anticipation note outstanding at December 31, 2017, totaling \$2,989,446 with maturity in 2035 and interest rate of 3.0%.

Revenue anticipation note is comprised of the following individual issue:

Revenue Anticipation Note	Outstanding
\$8,900,000 - Revenue Anticipation Note, Series 2006	
Due at the end of the loan term in September 2035, with interest of 3.0%. Debt retirement payments are made from Revenue Anticipation Note, Series 2006, Debt Service Fund.	\$2,989,446

The revenue anticipation note is payable solely from the Parish's revenues.

In October, 2014, FEMA approved the cancellation of a portion of the Parish's CDL loan, including principal and accrued interest totaling \$5,910,554.

C. LONG-TERM DEBT SUMMARY

During 2017, bond principal and interest payments on all long-term debt totaled \$4,075,000 and \$4,683,214, respectively. The annual requirements to amortize all bonded debt outstanding at December 31, 2017, are as follows:

Fiscal Year	Principal	Interest	Total
2018	\$4,288,616	\$4,472,660	\$8,761,276
2019	4,467,819	4,297,757	8,765,576
2020	4,621,829	4,141,466	8,763,295
2021	4,800,969	3,962,225	8,763,194
2022	4,985,230	3,777,668	8,762,898
2023-2027	27,034,702	16,080,951	43,115,653
2028-2032	22,602,280	10,361,914	32,964,194
2033-2034	18,638,001	6,476,900	25,114,901
2035-2042	21,825,000	2,638,562	24,463,562
Total	\$113,264,446	\$56,210,103	\$169,474,549

13. CHANGES IN AGENCY FUNDS

A summary of changes in agency fund's assets and liabilities for the year ended December 31, 2017, is as follows:

Description	Beginning Balance	Additions	Reductions	Ending Balance
Assets:				
Cash	\$1,779,511	\$30,704,165	(\$30,132,730)	\$2,350,946
Investments	503	5	---	508
Total Assets	\$1,780,014	\$30,704,170	(\$30,132,730)	\$2,351,454
Liabilities:				
Interfund Payables	\$---	\$14,355,684	(\$14,355,684)	\$---
Deposits Due Others	1,607,585	17,983,414	(17,365,282)	2,225,717
Other Liabilities	172,429	1,408,294	(1,454,986)	125,737
Total Liabilities	\$1,780,014	\$33,747,392	(\$33,175,952)	\$2,351,454

14. SALES TAX COLLECTIONS AND DISTRIBUTION

Act 711 of the 2010 Louisiana legislative session amended LRS 24:51 (B) to provide required footnote disclosure in the financial statements for local governments that collect tax for other taxing jurisdictions. Listed below are sales tax collections and distributions during calendar year 2017:

Taxing Authorities	Annual Totals-2017 Tax Periods			
	Authorized Tax Rate	Total Collections	Collection Costs	Final Distribution
Plaquemines Parish Government	1.00%	\$6,743,909	\$249,416	\$6,494,493
Plaquemines Parish School Board	2.50%	16,801,929	753,126	16,048,803
Plaquemines Parish Firefighting Dept	1.00%	6,559,805	300,742	6,259,063
Total	4.50%	\$30,105,643	\$1,303,284	\$28,802,359

15. CRIMINAL COURT FUND

Louisiana Revised Statute 15:571.11 requires that one-half of any balance remaining in the Criminal Court Fund at year-end to be transferred to the Parish General Fund. The following details the amount due at December 31, 2017:

Balance due at January 1, 2017	\$38,158
Amount due for 2017	24,962
Total	63,120
Remitted during 2017	(38,158)
Balance due at December 31, 2017	\$24,962

16. FOOD DISTRIBUTION PROGRAM

The Parish operates the Food Distribution Program under an agreement with the Louisiana Department of Agriculture. Under this program, the Parish is responsible for the issuance of donated food commodities for use in feeding persons in needy households. The value of the donated food commodities received and issued for the year totaled \$31,888 and is not recorded in the accompanying financial statements.

17. EMERGENCY 911 SERVICE

During 2017, the Parish collected service charges of \$301,463 for emergency 911 operations and expended \$739,259 for operations of the system. The Parish's wireless emergency 911 system is operational and phase I compliant.

18. INTERFUND RECEIVABLES/PAYABLES

Interfund receivables/payables at December 31, 2017, are as follows:

Payable Fund	Receivable Fund				Total
	Governmental Funds			Business-Type Funds	
	General	Series 2012B Courtthouse	Non-Major	Water and Sewer	
Governmental Major Funds:					
General Fund	\$---	\$313,047	\$98,777	\$---	\$411,824
FEMA Management	8,038,409	---	---	---	8,038,409
Capital Projects-Series 2012 Coastal Restoration	67,004	4,000	---	---	71,004
Capital Projects-Series 2012 Courthouse	105	---	---	---	105
	8,105,518	317,047	98,777	---	8,521,342
Governmental Non-Major Funds:					
Public Health	155,000	---	---	---	155,000
Criminal Court	24,962	---	---	---	24,962
Court Reporter	1,120	---	---	---	1,120
DWI Court Administered	3,094	---	---	---	3,094
911 Services Fund	70,000	---	---	---	70,000
Capital Projects-1999 6 Mil WW	72	---	---	---	72
Capital Projects-Series 2004	1,043,250	---	26,395	37,494	1,107,139
Capital Projects-Series 2005/2007	347,813	---	---	---	347,813
Capital Projects-Series 2009	874,689	---	---	---	874,689
Capital Projects-Series 2010A	261,891	---	---	---	261,891
Capital Projects-Series 2010B	74	---	---	---	74
Hazard Mitigation Grant Program	143,718	---	---	---	143,718
HMGP/LCDBG-Housing	148,666	---	---	---	148,666
LCDBG-Oyster Conveyors	211	---	---	---	211
LCDBG/HUD-Gustav/Ike Recovery	72	---	---	---	72
LCDBG-Grand Bayou Road Dock	283	---	---	---	283
LRA Projects	158,123	---	---	---	158,123
Total	3,233,038	---	26,395	37,494	3,296,927
Total Governmental Funds	11,338,556	317,047	125,172	37,494	11,818,269
Business-Type Major Funds:					
Water and Sewer	2,073,727	---	---	---	2,073,727
Total Business-Type Funds	2,073,727	---	---	---	2,073,727
Total	\$13,412,283	\$317,047	\$125,172	\$37,494	\$13,891,996

These balances resulted from the time lag between the dates that (a) interfund goods and services are provided or reimbursable expenditures occur; (b) transactions are recorded in the accounting system; and (c) payments between funds are made.

The balance due from the Water and Sewer Fund to the General Fund in the amount of \$2,073,727 is not expected to be repaid within the next twelve months.

19. INTERFUND TRANSFERS

The following is a summary of interfund transfers during 2017:

	Transfers In				Total
	Governmental Funds			Business-Type Funds	
	General	FEMA Management	Non-Major	Boat Harbors & Shipyards	
Transfers Out					
Governmental Funds					
Major Funds					
General	\$---	\$1,812,253	\$8,485,248	\$57,811	\$10,355,312
Non-Major Funds					
Criminal Court	24,962	---	---	---	24,962
Total	24,962	---	---	---	24,962
Total Governmental Funds	\$24,962	\$1,812,253	\$8,485,248	\$57,811	\$10,380,274

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to (b) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

20. FUND DEFICITS

The following individual funds have deficits in fund balance/unrestricted net position at December 31, 2017:

Fund	Deficit Amount
Governmental-Type Funds:	
General	(\$2,422,655)
LRA Projects	(208,597)
Hazard Mitigation Grant Program	(265,483)
LCDBG/HMGP Projects	(486,301)
Capital Improvements	(1,689,058)
Business-Type Funds:	
Water and Sewer	(227,400)
Boat Harbors and Shipyards	(74,649)

The fund deficits for the governmental-type funds will be addressed through federal grants. The fund deficits for business-type funds will be addressed through transfers from the General Fund or additional revenue sources in each fund.

21. FUND BALANCES

The following is a detail of the composition of fund balance:

Description	Governmental Funds					Total
	General	FEMA Management	Series 2012A Coastal Restoration	Series 2012B Courthouse	Other Govt Funds	
Fund Balances:						
Nonspendable:						
Interfund loan	\$2,073,727	\$---	\$---	\$---	\$---	\$2,073,727
Prepaid items	1,136,706	---	---	---	---	1,136,706
Total	3,210,433	---	---	---	---	3,210,433
Restricted:						
Fund purpose	---	1,351,411	---	---	6,648,145	7,999,556
Capital projects	---	197,809	25,428,034	15,374,982	4,569,408	45,570,233
Bond reserve funds	---	---	---	---	3,731,603	3,731,603
Bond sinking funds	2,102,835	---	---	---	---	2,102,835
Total	2,102,835	1,549,220	25,428,034	15,374,982	14,949,156	59,404,227
Committed:						
Infrastructure	88,000	---	---	---	---	88,000
Self-Insurance	3,050,000	---	---	---	---	3,050,000
Bond Indebtedness	7,197,110	---	---	---	---	7,197,110
BP settlement	847,144	---	---	---	---	847,144
Emergencies	3,293,965	---	---	---	---	3,293,965
FEMA projects	1,000,000	---	---	---	---	1,000,000
Capital projects	9,153,201	---	---	---	---	9,153,201
Total	24,629,420	---	---	---	---	24,629,420
Assigned						
Encumbrances	284,136	---	---	---	57,721	341,857
Unassigned (Deficit)	(2,422,655)	---	---	---	(2,649,439)	(5,072,094)
Total	\$27,804,169	\$1,549,220	\$25,428,034	\$15,374,982	\$12,357,438	\$82,513,843

A. NONSPENDABLE

1. Interfund Loan
 An interfund loan in the amount of \$2,073,727 represents funds due from the Water and Sewer Fund to the General Fund that are not expected to be repaid within the next twelve months.
2. Prepaid Items
 Prepaid items in the amount of \$1,136,706 represents payments to vendors for expenditures that will apply to periods after December 31, 2017.

B. RESTRICTED

1. Bond Sinking Funds
 In accordance with revenue and bond covenants, a Sales Tax Bond Sinking Fund in the amount of \$2,102,835 has been established for the purpose of accumulating funds to pay the principal and interest as they become due and payable.
2. Bond Reserve Funds
 In accordance with revenue bond covenants, a Sales Tax Bond Reserve Fund in the amount of \$3,731,603 has been established for the purpose of paying the principal and interest on the bonds payable from the Sales Tax Bond Sinking Fund as to which there would otherwise be default.
3. Capital Projects

Project Name	Amount
Special Revenue Funds	
Solid Waste Fund	
Solid Waste Transfer Station	\$2,500,000
Library Fund	
Belle Chasse Library-Engineering	100,000
Eastbank Library	144,069
Port Sulphur Library-Expansion	443,279
	687,348
Transportation Fund	
Road Maintenance Parish Wide	276,658
Roads-Woodland Industrial Park Subdivision	127,673
	404,331
Firefighting Fund	
New Construction-Phoenix Fire House	7,042
Replace-Central Fire Station	34,626
Living Quarters-Port Sulphur Fire Station	78,772
Living Quarters-Belle Chasse #3 Fire Station	10,700
Fire Station-Myrtle Grove	7,153
Living Quarters-PS O'Brien Station	74,892
Construction-Woodlawn Fire Station	1,947,297
	2,160,482

PLAQUEMINES PARISH GOVERNMENT
 Pointe a la Hache, Louisiana
 Notes to Basic Financial Statements
 December 31, 2017

Project Name	Amount
Special Revenue Funds-Continued	
FEMA Funds	
Hurricanes	197,809
Total Special Revenue Funds	5,949,970
Capital Improvements Funds	
1999 - \$6 Million General Obligation Bonds	
Water & Sewer Improvements	295,239
2004 General Obligation Bonds	
Water & Sewer Improvements	665,217
2005 General Obligation Bonds	
West First Street Canal Improvements	(337,867)
2009 General Obligation Bonds	
Ollie Pump Station	(896,635)
2010A General Obligation Bonds	
Belle Chasse Sewer Treatment Facilities	58,150
2010B General Obligation Bonds	
Levee Improvements-East Bank	(966,857)
2012A General Obligation Bonds	
Coastal Restorations	25,428,034
2012B General Obligation Bonds	
Courthouse	15,374,982
Total Capital Improvements Funds	39,620,263
Total Restricted Capital Projects	\$45,570,233

4. Fund Purpose
 In accordance with laws and regulations, funds in the amount of \$7,999,556 are restricted for the individual fund purposes.

C. COMMITTED

1. Infrastructure
In accordance with parish ordinance 97-117, dated April 24, 1997, the Parish has funds in the amount of \$88,000 committed for the construction, repair, maintenance, upgrading and developing of infrastructure.
2. Self-Insurance
In accordance with parish ordinance 12-246, dated December 13, 2012, the Parish has committed funds in the amount of \$3,050,000 for self-insurance. The Parish is self-insured for commercial liability (automobile and general) up to \$500,000 for automobile and \$500,000 for general liability, which is supplemented by an excess liability policy of \$6,500,000. Coverage is maintained through an insurer rated at least A- by A.M. Best Rating. The Parish is self-insured for employer's liability (worker's compensation) up to \$750,000 supplemented by an excess policy with no statutory limit on coverage for Part A and \$1,000,000 on Part B. Fifty thousand dollars has been set aside for payment in the event of accidental death of a volunteer firefighter. This money is only payable after the accidental death payment has been made under a policy owned by the State Fire Marshall's Office. The Parish maintains vessel pollution coverage up to \$55,000,000 through a combination of primary and excess coverages. Vessel hull and machinery coverages are subject to varying deductibles and are limited to the vessel's scheduled values. Protection and indemnity for vessels and crew is self-insured by the Parish up to \$200,000 and then by excess policies up to a total of \$51,000,000.
3. Bond Indebtedness
In accordance with parish resolution 96-220, dated August 8, 1996, and resolution 00-154, dated April 27, 2000, the Parish has committed funds in the amount of \$7,197,110 for payment of bonded indebtedness.
4. BP Settlement
In accordance with parish ordinance 17-129, dated September 14, 2017, the Parish has committed funds in the amount of \$847,144 for settlement funds from the BP Deepwater Horizon oil spill case.
5. Emergencies
In accordance with parish ordinance resolutions, the Parish has committed funds in the amount of \$3,293,965 for emergency purposes.
6. FEMA Projects
In accordance with parish ordinance 08-236, dated October 23, 2008, the Parish has committed funds in the amount of \$1,000,000 in order to have full funding available for the unreimbursed portion of all contracts executed after the "emergency declaration" expired on August 29, 2008 for FEMA projects related to Hurricane Katrina.

7. Capital Projects

Project Name	Amount
General Fund	
Acquisition of LERRDS-Oakville to Venice	\$125,719
Acquisition/Elevation-Cost Share	600
Belle Chasse/Scarsdale Ferry Landing	529,977
Boothville/Venice Community Center	4,422,736
CDBG/HUD-Ike/Gustav Recovery	1,596
Disaster Recovery-Grand Bayou Docking Facility	1,000
Drainage/Roadway Repairs-Myrtle Grove Subdivision	76,983
Drainage-Industry Canal	46,620
Drainage-Jesuit Bend	176,352
Dredging-Suzie Bayou & Deer Range	55,330
Emergency Generator-Govt Complex Administration Bldg	17,271
Emergency Generator-Govt Complex Finance Bldg	74,898
Gear Replacement-Belle Chasse Pump Station #1	734
Government Complex-Council Building	134,973
Government Complex-District Attorney Building	264,700
Highway 23 Widening-Engineers Road to LaPalco	7,924
Hurricane Protection-NO to Venice	14,668
Improvements-Braithwaite Auditorium	2,563
LRA Projects	4,369
Oyster Conveyors/Boat Harbor Upgrades	(479)
Oyster Processing-Ameripure Fisheries	(265)
Oyster Hatchery Construction	26,247
Permit-Myrtle Grove Pump Station	200
Peters Road Extension Bypass	399,257
Regulatory Upgrade/Capacity Increase BC WTP	2,700,000
Resurface-Highway 15	7,724
Security Cameras-Empire Boat Harbor	40,519
Upgrade-Ironton Park	2,550
Upgrade-Belle Chasse Water Treatment Plant	10,450
Water Monitoring-SCADA Program	7,985
Total Committed Capital Projects	\$9,153,201

D. ASSIGNED

1. Encumbrances

Encumbrances in the amount of \$341,857 represents that portion of the applicable appropriation that is committed under purchase order or contract, but which does not constitute expenditures or liabilities.

22. CAPITAL LEASES

The Parish records items under capital leases as assets and obligations in the accompanying financial statements. The Parish entered into numerous capital lease agreements for copier machines with varying lease terms and amounts.

The following is a schedule of future minimum lease payments together with the present value of the net minimum lease payments as of December 31, 2017:

Description	Governmental Funds	Business-Type Funds	Total
Fiscal year:			
2017	\$62,497	\$2,880	\$65,377
2018	47,670	2,880	50,550
2019	31,128	2,880	34,008
2020	19,613	960	20,573
2021	11,312	---	11,312
Total minimum lease payments	172,220	9,600	181,820
Less amount representing interest	(12,160)	(604)	(12,764)
Present value of net minimum lease payments	\$160,060	\$8,996	\$169,056

The Parish has leased equipment under a capital lease in the amount of \$525,226. The current year depreciation on this asset is \$51,700 and accumulated depreciation at year end is \$321,907.

23. LITIGATION AND OTHER CONTINGENCIES

A. PENDING LITIGATION

The Parish's legal representatives have reviewed all litigation and claims in order to evaluate the likelihood of an unfavorable outcome to the Parish and to arrive at an estimate of the amount of potential loss to the Parish. At December 31, 2017, as a result of this review, in the opinion of the Parish's legal representatives, an unfavorable outcome is probable in cases involving exposure assessed at an aggregate amount of approximately \$4,027,540. A long-term liability in the amount of \$4,027,540 has been established for claims, which, in the opinion of the Parish's legal counsel, will probably result in an unfavorable outcome. The obligations are recorded in the General Fund as a current liability when the amount is determinable and funds are appropriated. No provisions have been made in the financial statements for loss contingencies that in the opinion of the Parish's legal representatives, an unfavorable outcome is less than probable.

B. RISK MANAGEMENT

The Parish is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Parish purchases commercial insurance for claims in excess of coverage provided through self-insurance and for all other risks of loss. There were no significant change in coverage, retention or limits during the year ended December 31, 2017. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

C. SELF-INSURANCE

The Parish is self-insured for liability claims relative to commercial liability (automobile and general) up to \$500,000 for automobile and \$500,000 for general liability, which is supplemented by an excess liability policy of \$6,500,000. Coverage is maintained through an insurer rated at least A- by A.M. Best Rating. The Parish is self-insured for worker's compensation up to \$750,000 per claim, supplemented by an excess policy with no statutory limit on coverage for Part A and \$1,000,000 on Part B. Fifty thousand dollars has been set aside for payment in the event of accidental death of a volunteer firefighter. This money is only payable after the accidental death payment has been made under a policy owned by the State Fire Marshall's Office. The Parish maintains all marine coverages through companies rated at least A- by A.M. Best. The Parish maintains vessel pollution coverage up to \$55,000,000 through a combination of primary and excess coverages. Vessel hull and machinery coverage are subject to varying deductibles and are limited to the vessel's scheduled values. Protection and indemnity for vessels and crew is self-insured by the Parish up to \$200,000 and then by excess policies up to a total of \$51,000,000. A long-term liability in the amount of \$1,903,205 has been established based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

The Parish maintains a fund balance designation for self-insurance as disclosed in Note 21.

D. FEDERAL PROGRAMS

The Parish participates in a number of federally assisted grant programs and are subject to compliance audits under the single audit approach. Such audits could lead to requests for reimbursement by the grantor agencies for expenses disallowed under the terms of the grants. The Parish management believes that the extent of such disallowance, if any, which may arise will not be material. Federal regulations mandate a special reduction in the amount of Federal Emergency Management Agency Public Assistance funding that Plaquemines Parish receives for certain public facilities that were damaged by flood waters during Hurricane Katrina, which were insurable under the National Flood Insurance Program. The Parish has appealed this special reduction assessment. The likelihood of an unfavorable outcome is reasonably possible in these cases involving exposure ranging from \$5,000,000 to \$10,000,000.

Required Supplementary Information

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
Governmental Funds**

Schedule 1

**Budgetary Comparison Schedule
For the Year Ended December 31, 2017**

Revenues

Taxes:
Ad valorem
Sales and use
Other taxes, penalties, interest, etc.
Licenses and permits
Intergovernmental revenues:
Federal grants
State funds:
State revenue sharing
Parish royalty fund
Other
Fees, charges and commissions for services
Fines and forfeitures
Use of money and property
Other

Total Revenues

Expenditures

Current:
General government
Public safety
Public works
Health and welfare
Culture and recreation
Economic development and assistance
Transportation

Total Expenditures

Excess (Deficiency) of Revenues Over Expenditures

Other Financing Sources (Uses)

Transfers in
Transfers out
Deobligations
Sale of capital assets
Capital leases

Net Other Financing Sources (Uses)

Net Change in Fund Balance

Fund Balances at Beginning of Year

Fund Balances at End of Year

	General Fund			FEMA Management			Series 2012A-Coastal Restorations			Series 2012B-Courthouse		
	Budget		Actual	Budget		Actual	Budget		Actual	Budget		Actual
	Original	Final		Original	Final		Original	Final		Original	Final	
Taxes:												
Ad valorem	\$3,683,450	\$3,683,450	\$3,669,949	\$---	\$---	\$---	\$---	\$---	\$---	\$---	\$---	\$---
Sales and use	3,023,339	2,249,939	2,663,195	---	---	---	---	---	---	---	---	---
Other taxes, penalties, interest, etc.	158,000	158,000	152,941	---	---	---	---	---	---	---	---	---
Licenses and permits	1,257,500	1,345,500	1,263,298	---	---	---	---	---	---	---	---	---
Intergovernmental revenues:												
Federal grants	778,030	777,940	559,714	---	104,519,505	6,180,598	---	---	---	---	---	---
State funds:												
State revenue sharing	23,000	23,000	21,831	---	---	---	---	---	---	---	---	---
Parish royalty fund	6,045,500	5,419,250	5,618,602	---	---	---	---	---	---	---	---	---
Other	1,386,210	1,497,600	1,462,951	---	---	---	---	---	---	---	---	---
Fees, charges and commissions for services	1,375,160	1,375,160	1,153,902	---	---	---	---	---	---	---	---	---
Fines and forfeitures	10,000	10,000	---	---	---	---	---	---	---	---	---	---
Use of money and property	11,169,910	7,551,760	7,339,288	---	---	---	5,500	5,500	170,235	1,000	1,000	89,625
Other	4,360,350	19,389,540	19,394,469	---	---	---	---	---	---	---	---	---
Total Revenues	33,270,449	43,481,139	43,300,140	---	104,519,505	6,180,598	5,500	5,500	170,235	1,000	1,000	89,625
Expenditures												
Current:												
General government	17,671,899	24,479,042	23,169,384	---	---	---	---	---	---	---	---	---
Public safety	553,255	714,264	479,994	---	---	---	---	---	---	---	---	---
Public works	5,305,854	6,402,974	5,688,768	---	94,474,837	6,752,677	---	40,906,404	15,543,307	---	19,940,471	4,689,208
Health and welfare	1,197,303	1,207,953	1,021,175	---	---	---	---	---	---	---	---	---
Culture and recreation	1,354,283	1,402,433	1,293,488	---	---	---	---	---	---	---	---	---
Economic development and assistance	(418)	---	---	---	---	---	---	---	---	---	---	---
Transportation	4,091,918	4,198,862	3,818,174	---	---	---	---	---	---	---	---	---
Total Expenditures	30,174,094	38,405,528	35,470,983	---	94,474,837	6,752,677	---	40,906,404	15,543,307	---	19,940,471	4,689,208
Excess (Deficiency) of Revenues Over Expenditures	3,096,355	5,075,611	7,829,157	---	10,044,668	(572,079)	---	(40,900,904)	(15,373,072)	---	(19,939,471)	(4,599,583)
Other Financing Sources (Uses)												
Transfers in	183,550	790,223	24,962	---	---	1,812,253	---	---	---	---	---	---
Transfers out	(10,208,339)	(14,072,728)	(10,355,312)	---	---	---	---	---	---	---	---	---
Deobligations	---	---	---	---	---	---	---	---	---	---	---	---
Sale of capital assets	(100,000)	(100,000)	27,175	---	---	---	---	---	---	---	---	---
Capital leases	50,000	(50,000)	83,505	---	---	---	---	---	---	---	---	---
Net Other Financing Sources (Uses)	(10,074,789)	(13,432,505)	(10,219,670)	---	---	1,812,253	---	---	---	---	---	---
Net Change in Fund Balance	(6,978,434)	(8,356,894)	(2,390,513)	---	10,044,668	1,240,174	---	(40,900,904)	(15,373,072)	---	(19,939,471)	(4,599,583)
Fund Balances at Beginning of Year	30,194,682	30,194,682	30,194,682	---	309,046	309,046	42,627,237	40,801,106	40,801,106	23,285,732	23,285,732	19,974,565
Fund Balances at End of Year	\$23,216,248	\$21,837,788	\$27,804,169	\$---	\$10,353,714	\$1,549,220	\$42,627,237	(\$99,798)	\$25,428,034	\$23,285,732	\$3,346,261	\$15,374,982

*The FEMA Management projects final budget is on all FEMA projects and the actual is only on projects that were in process during 2017.

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**PLAQUEMINES PARISH GOVERNMENT
Pointe a la Hache, Louisiana**

**Notes to Budgetary Comparison Schedule
For the Year Ended December 31, 2017**

1. Budgetary Basis of Accounting

Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP).

2. Budget Practices

The proposed budget for the Parish for the year ended December 31, 2017, was completed and made available for public inspection on October 27, 2016. The operating and capital budgets were subsequently formally adopted by ordinance 16-133, ordinance 16-134 and ordinance 16-135, dated November 22, 2016.

Formal budgetary integration is employed as a management control device and is used to control the operations of the Parish.

With the exception of a few departments, which are controlled at the department or division level, the Parish exercises budgetary control at the department/function level. Unexpended operating appropriations, with the exception of encumbered expenditure appropriations, lapse at the year-end and must be reappropriated in the next year's budget to be expended.

The budget comparison schedule contains the original adopted budget and all subsequent amendments for the major governmental funds.

Amendments to the operating budget must be adopted by ordinance of the parish council.

**Plaquemines Parish Government
Pointe a la Hache, Louisiana**

Schedule 2

**Schedule of Funding Progress
Post-Employment Benefits Other Than Pensions
December 31, 2017**

Valuation Date	Actuarial Calculation		Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	
	Value of Assets	Accrued Liability (AAL)			Amount	UAAL as Percentage
12/31/2010	---	\$41,957,717	\$41,957,717	0%	\$23,369,277	180%
12/31/2011	---	42,767,925	42,767,925	0%	24,443,161	175%
12/31/2012	---	45,098,277	45,098,277	0%	24,480,245	184%
12/31/2013	---	49,651,779	49,651,779	0%	25,331,892	196%
12/31/2014	---	52,575,737	52,575,737	0%	26,345,168	199%
12/31/2015	---	53,301,528	53,301,528	0%	26,571,252	200%
12/31/2016	---	56,189,464	56,189,464	0%	26,881,478	209%
12/31/2017	---	55,731,634	55,731,634	0%	24,693,867	226%

**Plaquemines Parish Government
Pointe a la Hache, Louisiana**

**Schedule of Employer's Share of Net Pension Liability
December 31, 2017**

Year Ended December 31 or June 30	Employer's Proportionate Share of the Net Pension Liability (Asset)				
	Percentage	Total	Covered Employee Payroll	% of Covered Employee Payroll	Plan Fiduciary Net Position as a % of the Total
Parochial Employees' Retirement System					
2014	3.843445%	\$1,050,830	\$21,392,261	4.9%	99.15%
2015	3.683153%	9,695,118	20,624,928	47.0%	92.23%
2016	3.282461%	6,706,272	19,486,228	34.4%	94.15%
Firefighters' Retirement System					
2015	1.606857%	8,672,388	3,414,872	254.0%	72.45%
2016	1.493552%	9,769,180	3,367,629	290.1%	68.16%
2017	1.349497%	7,735,113	3,156,750	245.0%	73.55%
District Attorneys' Retirement System					
2015	0.464009%	24,994	27,112	92.2%	98.56%
2016	0.468887%	89,748	283,748	31.6%	95.09%
2017	0.459010%	123,805	278,936	44.4%	93.57%
Registrar of Voters Employees' Retirement System					
2015	0.657840%	161,108	89,238	180.5%	76.86%
2016	0.668758%	189,761	91,862	206.6%	73.98%
2017	0.661188%	145,138	90,553	160.3%	80.51%

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

**Plaquemines Parish Government
Pointe a la Hache, Louisiana**

**Schedule of Employer Pension Contributions
December 31, 2017**

Year Ended December 31	Contributions				
	Contractually Required	Relation to Contractual Required Contribution	Deficiency (Excess)	Employer's Covered Employee Payroll	% of Covered Employee Payroll
Parochial Employees' Retirement System					
2015	\$3,061,031	\$3,061,031	---	\$21,110,139	14.50%
2016	2,553,536	2,533,536	---	19,486,228	13.00%
2017	2,144,943	2,144,943	---	17,159,480	12.50%
Firefighters' Retirement System					
2015	973,213	973,213	---	3,442,174	28.27%
2016	860,204	860,204	---	3,273,167	26.28%
2017	807,474	807,474	---	3,121,129	25.87%
District Attorneys' Retirement System					
2015	14,876	14,876	---	282,082	5.24%
2016	4,971	4,971	---	283,749	1.75%
2017	---	---	---	268,644	0.00%
Registrar of Voters Employees' Retirement System					
2015	21,251	21,251	---	90,976	23.36%
2016	19,425	19,425	---	91,439	21.24%
2017	16,788	16,788	---	90,878	18.47%

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

PLAQUEMINES PARISH GOVERNMENT
Pointe a la Hache, Louisiana

Notes to Retirement System Schedules
For the Year Ended December 31, 2017

Parochial Employees' Retirement System

Changes of benefit terms – There were no changes of benefit terms for the year ended December 31, 2017.

Changes of assumptions – There were no changes of assumptions for the year ended December 31, 2017.

Firefighters' Retirement System

Changes of benefit terms – There were no changes of benefit terms for the year ended December 31, 2017.

Changes of assumptions – Changes of assumptions for the year ended December 31, 2017 were as follows for the valuation date June 30, 2017:

- a) Investment rate of return used was 7.40%, a decrease from 7.50% in 2016.
- b) Inflation rate used was 2.775%, a decrease from 2.875% in 2016.

District Attorneys' Retirement System

Changes of benefit terms – There were no changes of benefit terms for the year ended December 31, 2017.

Changes of assumptions – Changes of assumptions for the year ended December 31, 2017 were as follows for the valuation date June 30, 2017:

- a) Investment rate of return used was 6.75%, a decrease from 7.0% in 2016.
- b) Inflation rate used was 2.50%, which was the same rate used in 2016.

Registrar of Voters Employees' Retirement System

Changes of benefit terms – There were no changes of benefit terms for the year ended December 31, 2017.

Changes of assumptions – Changes of assumptions for the year ended December 31, 2017 were as follows for the valuation date June 30, 2017:

- a) Investment rate of return used was 6.75%, a decrease from 7.0% in 2016.
- b) Inflation rate used was 2.50%, which was the same rate used in 2016.

Other Supplementary Information

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
All Fund Types**

Schedule 5

**Combined Balance Sheet
December 31, 2017**

	Governmental Fund Types			Proprietary Fund Type	Fiduciary Fund Type	Total
	General	Special Revenue	Capital Projects	Enterprise	Agency	Memorandum Only
Assets						
Current Assets						
Cash and cash equivalents	\$210,184	\$11,666,532	\$52,366,976	\$449,577	\$2,350,946	\$67,044,215
Investments	10,576,628	239	1,949,443	---	508	12,526,818
Receivables (net of allowances for uncollectibles)	39,800,743	33,938,703	2,117,255	5,290,693	---	81,147,394
Due from other funds	11,338,556	---	442,219	37,494	---	11,818,269
Prepaid items	1,136,857	---	---	16,424	---	1,153,281
Total Current Assets	63,062,968	45,605,474	56,875,893	5,794,188	2,351,454	173,689,977
Non-Current Assets						
Interfund loan	2,073,727	---	---	---	---	2,073,727
Capital assets, net of accumulated depreciation	---	---	---	73,953,546	---	73,953,546
Capital assets not being depreciated	---	---	---	32,199,040	---	32,199,040
Total Non-Current Assets	2,073,727	---	---	106,152,586	---	108,226,313
Total Assets	65,136,695	45,605,474	56,875,893	111,946,774	2,351,454	281,916,290
Deferred Outflows of Resources						
Deferred outflows related to net pension liability	---	---	---	259,776	---	259,776
Total Assets and Deferred Outflows of Resources	\$65,136,695	\$45,605,474	\$56,875,893	\$112,206,550	\$2,351,454	\$282,176,066
Liabilities						
Current Liabilities						
Cash overdraft	\$ ---	\$ ---	\$ ---	\$1,418,923	\$ ---	\$1,418,923
Accounts, salaries and other payables	2,574,919	3,338,693	10,326,607	952,391	---	17,192,610
Capital leases payable	---	---	---	8,996	---	8,996
Unearned revenues	---	11,777,766	---	---	---	11,777,766
Compensated absences payable	568,273	306,834	---	44,210	---	919,317
Deposits due others	40,925	295	---	431,038	2,225,717	2,697,975
Due to other funds	411,824	8,292,585	3,113,860	---	---	11,818,269
Other	194,607	228,838	89,585	120,186	125,737	758,953
Total Current Liabilities	3,790,548	23,945,011	13,530,052	2,975,744	2,351,454	46,592,809
Non-Current Liabilities						
Interfund loan	---	---	---	2,073,727	---	2,073,727
Other post-employment benefits	---	---	---	1,067,697	---	1,067,697
Net pension liability	---	---	---	202,808	---	202,808
Total Non-Current Liabilities	---	---	---	3,344,232	---	3,344,232
Total Liabilities	3,790,548	23,945,011	13,530,052	6,319,976	2,351,454	49,937,041
Deferred Inflows of Resources						
Unearned revenues	33,541,978	7,653,228	2,643,402	---	---	43,838,608
Deferred inflows related to net pension liability	---	---	---	36,037	---	36,037
Total Deferred Inflows of Resources	33,541,978	7,653,228	2,643,402	36,037	---	43,874,645
Net Position and Fund Balances						
Net Position						
Net investment in capital assets	---	---	---	106,152,586	---	106,152,586
Unrestricted (Deficit)	---	---	---	(302,049)	---	(302,049)
Fund Balances						
Nonspendable	3,210,433	---	---	---	---	3,210,433
Restricted	2,102,835	13,949,514	43,351,878	---	---	59,404,227
Committed	24,629,420	---	---	---	---	24,629,420
Assigned	284,136	57,721	---	---	---	341,857
Unassigned (Deficit)	(2,422,655)	---	(2,649,439)	---	---	(5,072,094)
Total Net Position and Fund Balances	27,804,169	14,007,235	40,702,439	105,850,537	---	188,364,380
Total Liabilities, Deferred Inflows of Resources and Net Position and Fund Balances	\$65,136,695	\$45,605,474	\$56,875,893	\$112,206,550	\$2,351,454	\$282,176,066

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
Governmental Fund Types**

Schedule 6

**Combined Schedule of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended December 31, 2017**

	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Memorandum Only
Revenues					
Taxes:					
Ad valorem	\$3,669,949	\$7,510,349	\$ ---	\$ ---	\$11,180,298
Sales and use	2,663,195	6,309,821	3,646,661	---	12,619,677
Other taxes, penalties, interest, etc.	152,941	---	---	---	152,941
Licenses and permits	1,263,298	---	---	---	1,263,298
Intergovernmental revenues:					
Federal grants	559,714	6,206,395	---	10,996,862	17,762,971
State funds:					
Parish transportation funds	---	255,153	---	---	255,153
State revenue sharing	21,831	44,673	---	---	66,504
Parish royalty fund	5,618,602	---	---	---	5,618,602
Other	1,462,951	157,870	---	223,247	1,844,068
Fees, charges and commissions for services	1,153,902	1,700,612	---	---	2,854,514
Fines and forfeitures	---	272,231	---	---	272,231
Use of money and property	7,339,288	14,368	---	283,350	7,637,006
Other	19,394,469	230,936	---	129,857	19,755,262
Total Revenues	43,300,140	22,702,408	3,646,661	11,633,316	81,282,525
Expenditures					
General government:					
Legislative	1,280,286	---	---	---	1,280,286
Judicial	4,942,923	260,759	---	---	5,203,682
Executive	8,547,909	---	---	---	8,547,909
Elections	127,107	---	---	---	127,107
Finance and administrative	4,005,255	---	---	---	4,005,255
Other	4,265,904	---	---	---	4,265,904
Public safety	479,994	7,305,633	---	---	7,785,627
Public works	5,688,768	13,690,450	---	38,452,294	57,831,512
Health and welfare	1,021,175	4,134,621	---	---	5,155,796
Culture and recreation	1,293,488	1,076,982	---	---	2,370,470
Transportation	3,818,174	---	---	---	3,818,174
Debt service	---	---	8,758,215	---	8,758,215
Total Expenditures	35,470,983	26,468,445	8,758,215	38,452,294	109,149,937
Excess (Deficiency) of Revenues Over Expenditures	7,829,157	(3,766,037)	(5,111,554)	(26,818,978)	(27,867,412)
Other Financing Sources (Uses)					
Transfers in	24,962	4,069,294	5,111,554	1,116,653	10,322,463
Transfers out	(10,355,312)	(24,962)	---	---	(10,380,274)
Sale of capital assets	27,175	---	---	---	27,175
Capital leases	83,505	---	---	---	83,505
Net Other Financing Sources (Uses)	(10,219,670)	4,044,332	5,111,554	1,116,653	52,869
Net Change in Fund Balance	(2,390,513)	278,295	---	(25,702,325)	(27,814,543)
Fund Balances at Beginning of Year	30,194,682	13,728,940	---	66,404,764	110,328,386
Fund Balances at End of Year	\$27,804,169	\$14,007,235	\$ ---	\$40,702,439	\$82,513,843

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
Proprietary Fund Type-Enterprise Funds**

Schedule 7

**Combined Schedule of Revenues, Expenses and Changes in Net Position
For the Year Ended December 31, 2017**

Operating Revenues	
Charges for services	\$8,206,237
Other	112,531
Total Operating Revenues	8,318,768
Operating Expenses	
Personal services	1,003,403
Contractual services, supplies, materials and other	9,048,639
Depreciation	3,139,812
Total Operating Expenses	13,191,854
Operating Loss	(4,873,086)
Non-Operating Revenues (Expenses)	
Interest revenue	7,416
Interest expense	(399)
Ad valorem taxes	3,952,839
Gain/loss on disposition of assets	(4,359)
Other	56,302
Net Non-Operating Revenues	4,011,799
Net Loss Before Contributions and Transfers	(861,287)
Capital Contributions	3,418,028
Transfers In	57,811
Change In Net Position	2,614,552
Net Position-Beginning	103,235,985
Net Position-Ending	\$105,850,537

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
Proprietary Fund Type-Enterprise Funds**

Schedule 8

**Combined Schedule of Cash Flows
For the Year Ended December 31, 2017**

Cash Flows From Operating Activities:	
Cash received from customers	\$8,165,748
Cash payments for goods and services	(10,488,209)
Cash payments to employees	(856,831)
Net Cash Used by Operating Activities	(3,179,292)
Cash Flows From Non-Capital Financing Activities:	
Ad valorem tax collections	3,952,839
Other non-operating revenues	21,475
Operating transfers in	57,811
Net Cash Provided by Non-Capital Financing Activities	4,032,125
Cash Flows From Capital and Related Financing Activities:	
Acquisition/construction of capital assets	(805,786)
Increase in intergovernmental receivables	(915)
Cash proceeds from sale of assets	1,700
Interest paid	(399)
Net Cash Used by Capital and Related Financing Activities	(805,400)
Cash Flows From Investing Activities:	
Interest received on time deposits	7,416
Net Cash Provided by Investing Activities	7,416
Net Increase in Cash and Cash Equivalents	54,849
Cash and Cash Equivalents at Beginning of Year	394,728
Cash and Cash Equivalents at End of Year	\$449,577
Reconciliation of Operating Loss to Net Cash Used by Operating Activities:	
Operating loss	(\$4,873,086)
Adjustments to reconcile operating loss to net cash used by operating activities:	
Depreciation	3,139,812
Pension expense, net of nonemployer contributions	48,312
Change in assets and liabilities:	
Increase in receivables and other current assets	(151,004)
Increase in accounts payable	672,709
Decrease in other liabilities	(2,016,035)
Net Cash Used by Operating Activities	(\$3,179,292)

PLAQUEMINES PARISH GOVERNMENT
Pointe a la Hache, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
As of and for the Year Ended December 31, 2017

SPECIAL REVENUE FUNDS

ROAD MAINTENANCE FUND

The Road Maintenance Fund accounts for the expenditures in connection with the maintenance and upkeep of the Parish's road system. Revenues of this fund are derived principally from ad valorem taxes and a state mowing and litter collection agreement as well as transfers from the General Fund.

PUBLIC HEALTH FUND

The Public Health Fund accounts for the expenditures in connection with the health and welfare of parish residents. Revenues of this fund are derived principally through ad valorem taxes and fees collected from Ambulance Services and Animal Control as well as transfers from the General Fund.

SOLID WASTE FUND

The Solid Waste Fund accounts for the operation of a parish-wide system for the collection and disposal of solid waste. Revenues of this fund are derived principally from ad valorem taxes and sanitation fees.

LIBRARY FUND

The Library Fund accounts for the costs of operating parish libraries, which are located in Buras, Port Sulphur and Belle Chasse. Revenues of this fund are derived principally from ad valorem taxes and library fines and fees.

TRANSPORTATION FUND

The Transportation Fund accounts for expenditures in connection with the maintenance and upkeep of the Parish's road system. Revenues of this fund are derived from the State of Louisiana through the Parish Transportation Fund. Use of this fund is restricted by Louisiana Revised Statute 48:753.

CRIMINAL COURT FUND

The Criminal Court Fund for the Twenty-Fifth Judicial District was established under Section 571.11 of Title 15 of the Louisiana Revised Statutes of 1950, which provide that fines and forfeitures imposed by district courts and district attorney conviction fees in criminal cases, be transferred to the parish treasurer and deposited into a special account to be used for the expenses of the Criminal Court of the Parish. Expenditures are made from the fund on motion of the district attorney and approval of the district judges.

JUDICIAL COURT REPORTER FUND

The Judicial Court Reporter Fund accounts for judicial fees collected by the Clerk of Court and remitted to the Parish for payment of court reporter costs.

DWI COURT ADMINISTERED FUND

The DWI Court Administered Fund accounts for fines collected by the sheriff's office and remitted to the Parish for the administration of a substance abuse center.

911 FUND

The 911 Fund accounts for the operations of a parish-wide 911 emergency system. Financing for this fund is derived primarily from fees collected from parish residents.

FIRE FIGHTING FUND

The Fire Fighting Fund accounts for the costs of operating paid fire departments within the Parish. Revenues of this fund are derived principally from dedicated sales tax collections.

FEMA MANAGEMENT FUND

The FEMA Management Fund accounts for Federal Emergency Management Agency funds related to disaster recovery efforts.

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
Special Revenue Funds**

Schedule 9

**Combining Balance Sheet
December 31, 2017**

	Road Maintenance	Public Health	Solid Waste	Library	Transpor- tation	Criminal Court	Judicial Court Reporter	DWI Court Admin.	911	Fire Fighting	FEMA Management	Total
Assets												
Cash and cash equivalents	\$110,763	\$11,279	\$5,331,151	\$1,955,553	\$798,296	\$35,144	\$---	\$91,798	\$30,708	\$3,301,840	\$---	\$11,666,532
Investments	5	---	27	70	1	12	---	---	---	124	---	239
Receivables (net of allowances for uncollectibles)	1,562,153	1,184,187	4,428,523	999,000	21,133	19,546	1,120	50	87,941	917,660	24,717,390	33,938,703
Total Assets	\$1,672,921	\$1,195,466	\$9,759,701	\$2,954,623	\$819,430	\$54,702	\$1,120	\$91,848	\$118,649	\$4,219,624	\$24,717,390	\$45,605,474
Liabilities												
Accounts, salaries and other payables	\$67,596	\$24,659	\$183,982	\$7,747	\$---	\$4,778	\$---	\$---	\$3,229	\$99,461	\$2,947,241	\$3,338,693
Unearned revenues	---	---	---	---	---	---	---	---	---	---	11,777,766	11,777,766
Compensated absences payable	91,483	17,712	68,884	29,635	---	---	---	---	22,178	76,942	---	306,834
Deposits due others	---	295	---	---	---	---	---	---	---	---	---	295
Due to other funds	---	155,000	---	---	---	24,962	1,120	3,094	70,000	---	8,038,409	8,292,585
Other	45,371	30,047	119,586	30,047	---	---	---	---	---	3,787	---	228,838
Total Liabilities	204,450	227,713	372,452	67,429	---	29,740	1,120	3,094	95,407	180,190	22,763,416	23,945,011
Deferred Inflows of Resources												
Deferred revenues	1,461,308	967,753	3,851,660	967,753	---	---	---	---	---	---	404,754	7,653,228
Fund Balances												
Restricted	---	---	5,510,287	1,919,411	819,430	24,962	---	88,754	23,242	4,014,208	1,549,220	13,949,514
Assigned	7,163	---	25,302	30	---	---	---	---	---	25,226	---	57,721
Total Fund Balances	7,163	---	5,535,589	1,919,441	819,430	24,962	---	88,754	23,242	4,039,434	1,549,220	14,007,235
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$1,672,921	\$1,195,466	\$9,759,701	\$2,954,623	\$819,430	\$54,702	\$1,120	\$91,848	\$118,649	\$4,219,624	\$24,717,390	\$45,605,474

Schedule 10
Plaquemines Parish Government
Pointe a la Hache, Louisiana
Special Revenue Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended December 31, 2017

	Road Maintenance	Public Health	Solid Waste	Library	Transportation	Criminal Court	Judicial Court Reporter	DWI Court Admin.	911	Fire Fighting	FEMA Management	Total
Revenues												
Taxes:												
Ad valorem	\$1,514,093	\$1,002,719	\$3,990,818	\$1,002,719	\$	\$	\$	\$	\$	\$	\$	\$7,510,349
Sales and use										6,309,821		6,309,821
Intergovernmental revenues:												
Federal grants	1,378	913	3,633	913						18,960	6,180,598	6,206,395
State funds:												
Parish transportation funds	9,006	5,964	23,739	5,964	255,153							255,153
State revenue sharing	92,375											44,673
Other	500		1,071,274	9,544		11,382	11,382		65,495	315,993		157,870
Fees, charges and commissions for services				9,544		260,387	260,387	2,300	301,463			1,700,612
Fines and forfeitures		1,859	7,474	1,933	2	5		45		237		272,231
Use of money and property	2,813		9,397	3,545						217,994		14,368
Other												230,936
Total Revenues	1,620,165	1,011,455	5,106,335	1,024,618	255,155	260,392	11,382	2,345	366,958	6,863,005	6,180,598	22,702,408
Expenditures												
General government:												
Judicial						248,626	11,382	751		6,566,374		260,759
Public safety	2,995,564		3,766,869		175,340				739,259		6,752,677	7,305,633
Public works										2,607,090		13,690,450
Health and welfare		1,527,531		1,076,982								4,134,621
Culture and recreation												1,076,982
Total Expenditures	2,995,564	1,527,531	3,766,869	1,076,982	175,340	248,626	11,382	751	739,259	9,173,464	6,752,677	26,468,445
Excess (Deficiency) of Revenues Over Expenditures	(1,375,399)	(516,076)	1,339,466	(52,364)	79,815	11,766		1,594	(372,301)	(2,310,459)	(572,079)	(3,766,037)
Other Financing Sources (Uses)												
Transfers in	1,369,482	515,258				(24,962)			372,301		1,812,253	4,069,294
Transfers out												(24,962)
Net Other Financing Sources (Uses)	1,369,482	515,258				(24,962)			372,301		1,812,253	4,044,332
Net Change in Fund Balance	(5,917)	(818)	1,339,466	(52,364)	79,815	(13,196)		1,594		(2,310,459)	1,240,174	278,295
Fund Balances at Beginning of Year	13,080	818	4,196,123	1,971,805	739,615	38,158		87,160	23,242	6,349,893	309,046	13,728,940
Fund Balances at End of Year	\$7,163	\$	\$5,535,589	\$1,919,441	\$819,430	\$24,962	\$	\$88,754	\$23,242	\$4,039,434	\$1,549,220	\$14,007,235

PLAQUEMINES PARISH GOVERNMENT
Pointe a la Hache, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
As of and for the Year Ended December 31, 2017

DEBT SERVICE FUNDS

REVENUE BONDS, SERIES 2007 FUND

The Revenue Bonds, Series 2007 Fund accumulates monies for the Series 2007 Revenue Bonds dated September 1, 2007. Funding is provided by the proceeds of the special one per cent sales and use tax being levied and collected pursuant to an election held in Plaquemines Parish on October 29, 1977.

REVENUE BONDS, SERIES 2009 FUND

The Revenue Bonds, Series 2009 Fund accumulates monies for the Series 2009 Revenue Bonds dated April 1, 2009. Funding is provided by the proceeds of the special one per cent sales and use tax being levied and collected pursuant to an election held in Plaquemines Parish on October 29, 1977.

REVENUE BONDS, SERIES 2010A FUND

The Revenue Bonds, Series 2010A Fund accumulates monies for the Series 2010A Revenue Bonds dated October 1, 2010. Funding is provided by the proceeds of the special one per cent sales and use tax being levied and collected pursuant to an election held in Plaquemines Parish on October 29, 1977.

REVENUE BONDS, SERIES 2010B FUND

The Revenue Bonds, Series 2010B Fund accumulates monies for the Series 2010B Revenue Bonds dated April 1, 2010. Funding is provided by the proceeds of the special one per cent sales and use tax being levied and collected pursuant to an election held in Plaquemines Parish on October 29, 1977.

REVENUE BONDS, SERIES 2012A COASTAL FUND

The Revenue Bonds, Series 2012A Coastal Fund accumulates monies for the Series 2012 Coastal Revenue Bonds dated September 1, 2012. Funding is provided by the Parish's lawfully available funds.

REVENUE BONDS, SERIES 2012B COURTHOUSE FUND

The Revenue Bonds, Series 2012B Courthouse Fund accumulates monies for the Series 2012 Courthouse Revenue Bonds dated November 1, 2012. Funding is provided by the Parish's lawfully available funds.

REVENUE BONDS, SERIES 2014 FUND

The Revenue Bonds, Series 2014 Fund accumulates monies for the Series 2014 Revenue Bonds dated September 1, 2014. Funding is provided by the proceeds of the special one per cent sales and use tax being levied and collected pursuant to an election held in Plaquemines Parish on October 29, 1977.

REVENUE BONDS, SERIES 2015 FUND

The Revenue Bonds, Series 2015 Fund accumulates monies for the Series 2015 Revenue Bonds dated November 17, 2015. Funding is provided by the proceeds of the special one per cent sales and use tax being levied and collected pursuant to an election held in Plaquemines Parish on October 29, 1977.

COMMUNITY DISASTER LOAN FUND

The Community Disaster Loan Fund provided funds after Hurricane Katrina due to a substantial loss of tax and other revenue.

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
Debt Service Funds**

Schedule 11

**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended December 31, 2017**

	Revenue Bonds										Community Disaster Loan	Total
	Series 2007	Series 2009	Series 2010A	Series 2010B	Series 2012A	Series 2012B	Series 2014	Series 2015				
Revenues												
Sales and use tax	\$256,750	\$633,500	\$1,576,571	\$405,156	\$---	\$---	\$386,734	\$387,950	\$---	\$---	\$3,646,661	
Total Revenues	256,750	633,500	1,576,571	405,156	---	---	386,734	387,950	---	---	3,646,661	
Expenditures												
Debt service:												
Principal retirement	240,000	495,000	870,000	240,000	1,255,000	580,000	315,000	80,000	---	---	4,075,000	
Interest	16,750	138,500	706,571	165,156	2,242,850	815,003	71,734	307,950	218,701	---	4,683,215	
Total Expenditures	256,750	633,500	1,576,571	405,156	3,497,850	1,395,003	386,734	387,950	218,701	---	8,758,215	
Deficiency of Revenues Over Expenditures	---	---	---	---	(3,497,850)	(1,395,003)	---	---	(218,701)	---	(5,111,554)	
Other Financing Sources												
Transfers in	---	---	---	---	3,497,850	1,395,003	---	---	218,701	---	5,111,554	
Net Change in Fund Balance	---	---	---	---	---	---	---	---	---	---	---	
Fund Balances at Beginning of Year	---	---	---	---	---	---	---	---	---	---	---	
Fund Balances at End of Year	\$---	\$---	\$---	\$---	\$---	\$---	\$---	\$---	\$---	\$---	\$---	

PLAQUEMINES PARISH GOVERNMENT
Pointe a la Hache, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
As of and for the Year Ended December 31, 2017

CAPITAL PROJECTS FUNDS

1999 GENERAL OBLIGATION BOND CONSTRUCTION FUND (WATER AND SEWER PROJECTS)

The 1999 General Obligation Bond Construction Fund, Water and Sewer Projects is used for parishwide water and sewer improvements. Financing is being provided from the unexpended proceeds of the \$10,000,000 in general obligation bonds issued on December 11, 1991.

2004 REVENUE BOND CONSTRUCTION FUND (SEWER PROJECTS)

The 2004 Revenue Bond Construction Fund, Sewer Projects is used for parishwide sewer improvements. Financing is being provided from the unexpended proceeds of the \$10,000,000 in revenue bonds issued on March 1, 2004.

2005 / 2007 REVENUE BOND CONSTRUCTION FUND (WEST FIRST STREET CANAL PROJECT)

The 2005 / 2007 Revenue Bond Construction Fund is used for the West First Street Canal Drainage project. Financing is being provided from the unexpended proceeds of the \$10,300,000 in revenue bonds.

2009 REVENUE BOND CONSTRUCTION FUND (OLLIE PUMP STATION PROJECT)

The 2009 Revenue Bond Construction Fund is used for constructing and acquiring drainage and pumping facilities. Financing is being provided from the unexpended proceeds of the \$11,850,000 in revenue bonds.

2010A REVENUE BOND CONSTRUCTION FUND (EAST BANK LEVEE PROJECT)

The 2010A Revenue Bond Construction Fund is used for constructing and improving levees and levee drainage facilities for the East Bank area. Financing is being provided from the unexpended proceeds of the \$18,000,000 in revenue bonds.

2010B REVENUE BOND CONSTRUCTION FUND (BELLE CHASSE SEWER TREATMENT PROJECT)

The 2010B Revenue Bond Construction Fund is used for constructing and improving wastewater treatment facilities in Belle Chasse. Financing is being provided from the unexpended proceeds of the \$5,000,000 in revenue bonds.

2012A REVENUE BOND CONSTRUCTION FUND (COASTAL RESTORATION PROJECTS)

The 2012A Revenue Bond Construction Fund is used for the planning, acquisition, constructing and improving of coastal restoration projects. Financing is being provided from the unexpended proceeds of the \$58,280,000 in revenue bonds.

2012B REVENUE BOND CONSTRUCTION FUND (COURTHOUSE PROJECT)

The 2012B Revenue Bond Construction Fund is used for the planning, acquisition and construction of a new courthouse and related infrastructure. Financing is being provided from the unexpended proceeds of the \$25,000,000 in revenue bonds.

LCDBG-OYSTER CONVEYORS

The LCDBG Oyster Conveyor Fund is used to account for the construction of oyster conveyors. Financing is being provided through the Louisiana Community Development Block Grant federal award.

LCDBG-GRAND BAYOU DOCK FACILITY

The LCDBG Grand Bayou Dock Facility Fund is used to account for the construction of the Grand Bayou Dock Facility. Financing is being provided through the Louisiana Community Development Block Grant federal award.

LCDBG-OYSTER PROCESSING

The LCDBG Oyster Processing Fund is used to account for the construction of an oyster processing plant. Financing is being provided through the Louisiana Community Development Block Grant federal award.

PLAQUEMINES PARISH GOVERNMENT
Pointe a la Hache, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
As of and for the Year Ended December 31, 2017

CAPITAL PROJECTS FUNDS (CONT)

LRA PROJECTS

The Louisiana Recovery Authority Fund is used to account for various capital improvements throughout the parish. Financing is being provided through the Louisiana Recovery Authority federal awards.

LCDBG-IKE/GUSTAV RECOVERY

The LCDBG Ike/Gustav Recovery Fund is used to account for the recovery from damages suffered from Hurricanes Ike and Gustav. Financing is being provided through the Louisiana Community Development Block Grant federal award.

HAZARD MITIGATION GRANT PROJECTS

The Hazard Mitigation Grant Projects Fund is used to account for all eligible activities that support Louisiana's hazard mitigation plans. Financing is being provided through the Hazard Mitigation Plan Grant federal award.

HAZARD MITIGATION GRANT/LCDBG PROJECTS

The Hazard Mitigation Grant/LCDBG Projects Fund is used to account for all eligible activities that support Louisiana's hazard mitigation plans. Financing is being provided through the Hazard Mitigation Plan Grant federal award and Louisiana Community Development Block Grant federal award.

CAPITAL IMPROVEMENTS FUND

The Capital Improvements Fund is used to account for the purchase or construction of various major capital facilities or equipment, which are being financed from the General Fund.

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
Capital Projects Funds**

Schedule 12

**Combining Balance Sheet
December 31, 2017**

Assets

Cash and cash equivalents
Investments
Receivables (net of allowances for uncollectibles)
Due from other funds

Total Assets

Liabilities

Accounts, salaries and other payables
Due to other funds
Other

Total Liabilities

Deferred Inflows of Resources

Unearned revenues

Fund Balances

Restricted
Unassigned (Deficit)

Total Fund Balances (Deficit)

**Total Liabilities, Deferred Inflows of
Resources and Fund Balances**

	GO Bonds	Revenue Bonds						Federal Projects						Capital Improvements	Total		
	Series 1999 Waterworks & Sewer Projects	Series 2004 Sewer Projects	Series 2005/2007 Canal Imp	Series 2009 Ollie Pump	Series 2010A EB Levee	Series 2010B BC WWTP	Series 2012A Coastal Restorations	Series 2012B Courthouse	LCDBG- Oyster Conveyors	LCDBG- Grand Bayou Dock	LRA Projects	LCDBG/HUD- Ike & Gustav Recovery	LCDBG Projects			HMGP Projects	HMGP/ LCDBG Projects
Cash and cash equivalents	\$335,263	\$4,558	\$826,986	\$931,206	\$1,544,294	\$534,796	\$31,157,151	\$16,484,754	\$---	\$---	\$---	\$---	\$---	\$189,186	\$358,782	\$---	\$52,366,976
Investments	507	1,948,428	---	---	---	508	---	---	---	---	---	---	---	---	---	---	1,949,443
Receivables (net of allowances for uncollectibles)	---	---	---	---	---	---	---	---	211	283	307,124	72	---	851,049	958,516	---	2,117,255
Due from other funds	---	---	27	38	64	26,266	---	317,047	---	---	---	98,777	---	---	---	---	442,219
Total Assets	\$335,770	\$1,952,986	\$827,013	\$931,244	\$1,544,358	\$561,570	\$31,157,151	\$16,801,801	\$211	\$283	\$307,124	\$72	\$98,777	\$1,040,235	\$1,317,298	\$---	\$56,875,893
Accounts, salaries and other payables	\$40,460	\$180,470	\$---	\$24,440	\$705,298	\$61,733	\$5,658,113	\$1,426,714	\$---	\$---	\$138,351	\$---	\$98,777	\$796,698	\$1,195,553	\$---	\$10,326,607
Due to other funds	72	1,107,139	347,813	874,689	261,891	74	71,004	105	211	283	158,123	72	---	143,718	148,666	---	3,113,860
Other	---	---	---	---	---	---	---	---	---	---	10,650	---	---	99,856	(20,921)	---	89,585
Total Liabilities	40,532	1,287,609	347,813	899,129	967,189	61,807	5,729,117	1,426,819	211	283	307,124	72	98,777	1,040,272	1,323,298	---	13,530,052
Unearned revenues	---	---	---	---	---	---	---	---	---	---	208,597	---	---	265,446	480,301	1,689,058	2,643,402
Restricted	295,238	665,377	479,200	32,115	577,169	499,763	25,428,034	15,374,982	---	---	---	---	---	---	---	---	43,351,878
Unassigned (Deficit)	---	---	---	---	---	---	---	---	---	---	(208,597)	---	---	(265,483)	(486,301)	(1,689,058)	(2,649,439)
Total Fund Balances (Deficit)	295,238	665,377	479,200	32,115	577,169	499,763	25,428,034	15,374,982	---	---	(208,597)	---	---	(265,483)	(486,301)	(1,689,058)	40,702,439
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$335,770	\$1,952,986	\$827,013	\$931,244	\$1,544,358	\$561,570	\$31,157,151	\$16,801,801	\$211	\$283	\$307,124	\$72	\$98,777	\$1,040,235	\$1,317,298	\$---	\$56,875,893

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
Capital Projects Funds**

Schedule 13

**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended December 31, 2017**

	GO Bonds Series 1999 Waterworks & Sewer Projects	Revenue Bonds						Federal Projects						Capital Improvements	Total		
		Series 2004 Sewer Projects	Series 2005/2007 Canal Imp	Series 2009 Ollie Pump	Series 2010A EB Levee	Series 2010B BC WWTP	Series 2012A Coastal Restorations	Series 2012B Courthouse	LCDBG- Oyster Conveyors	LCDBG- Grand Bayou Dock	LCDBG- Oyster Processing	LRA Projects	LCDBG/HUD- Ike & Gustav Recovery			HMGP Projects	LCDBG/ HMGP Projects
Revenues																	
Intergovernmental revenue:																	
Federal grants	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$83,958	\$283	\$ ---	\$160,755	\$3,227	\$2,544,159	\$6,311,786	\$1,892,694	\$10,996,862	
State funds:																	
Other	---	---	---	---	---	---	---	---	---	---	---	---	---	---	223,247	223,247	
Use of money and property	171	16,528	340	485	5,668	298	170,235	89,625	---	---	---	---	---	---	---	283,350	
Other	---	---	---	---	---	---	---	---	---	---	---	---	36,365	93,492	---	129,857	
Total Revenues	171	16,528	340	485	5,668	298	170,235	89,625	83,958	283	---	160,755	3,227	2,580,524	6,405,278	2,115,941	11,633,316
Expenditures																	
Public works	144	2,157,411	2,597	265,450	3,176,316	548	15,543,307	4,689,208	43,774	283	144	148,251	3,371	2,725,720	6,891,579	2,804,191	38,452,294
Excess (Deficiency) of Revenues Over Expenditures	27	(2,140,883)	(2,257)	(264,965)	(3,170,648)	(250)	(15,373,072)	(4,599,583)	40,184	---	(144)	12,504	(144)	(145,196)	(486,301)	(688,250)	(26,818,978)
Other Financing Sources																	
Transfers in	---	---	---	---	---	---	---	---	257	---	144	116	144	---	---	1,115,992	1,116,653
Net Change in Fund Balance	27	(2,140,883)	(2,257)	(264,965)	(3,170,648)	(250)	(15,373,072)	(4,599,583)	40,441	---	---	12,620	---	(145,196)	(486,301)	427,742	(25,702,325)
Fund Balances (Deficit) at Beginning of Year	295,211	2,806,260	481,457	297,080	3,747,817	500,013	40,801,106	19,974,565	(40,441)	---	---	(221,217)	---	(120,287)	---	(2,116,800)	66,404,764
Fund Balances (Deficit) at End of Year	\$295,238	\$665,377	\$479,200	\$32,115	\$577,169	\$499,763	\$25,428,034	\$15,374,982	\$ ---	\$ ---	\$ ---	(\$208,597)	\$ ---	(\$265,483)	(\$486,301)	(\$1,689,058)	\$40,702,439

PLAQUEMINES PARISH GOVERNMENT
Pointe a la Hache, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
As of and for the Year Ended December 31, 2017

ENTERPRISE FUNDS

WATER AND SEWER FUND

The Water and Sewer Fund accounts for the operations of the water and sewer systems of the Parish. Water and sewer plants are located at various locations throughout the parish.

BOAT HARBORS AND SHIPYARDS FUND

The Boat Harbors and Shipyards Fund accounts for the maintenance and upkeep of the Parish's boat harbors, boatways, shipyards and oyster docks. Boat Harbors are located at Buras, Venice, Pointe a la Hache and Empire. Shipyards are located at Empire, Venice and Pointe a la Hache. Oyster docks are located in Empire, Buras and Pointe a la Hache.

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
Enterprise Funds**

Schedule 14

**Combining Schedule of Net Position
December 31, 2017**

	Water and Sewer	Boat Harbors and Shipyards	Total
Assets			
Current Assets			
Cash and cash equivalents	\$---	\$449,577	\$449,577
Receivables (net of allowance for uncollectibles)	5,283,471	7,222	5,290,693
Due from other funds	37,494	---	37,494
Prepaid items	16,424	---	16,424
Total Current Assets	5,337,389	456,799	5,794,188
Non-Current Assets			
Net capital assets, being depreciated			
Buildings	23,296,654	15,681,369	38,978,023
Improvements other than buildings	68,510,920	23,920,325	92,431,245
Machinery and equipment	2,371,072	1,705,374	4,076,446
Infrastructure	9,268,567	---	9,268,567
Less accumulated depreciation	(63,251,653)	(7,549,082)	(70,800,735)
Net capital assets, not being depreciated			
Land	456,133	---	456,133
Construction in progress	30,675,320	1,067,587	31,742,907
Total Non-Current Assets	71,327,013	34,825,573	106,152,586
Total Assets	76,664,402	35,282,372	111,946,774
Deferred Outflows of Resources			
Deferred outflows related to net pension liability	163,659	96,117	259,776
Total Assets and Deferred Outflows of Resources	\$76,828,061	\$35,378,489	\$112,206,550
Liabilities			
Current Liabilities			
Cash overdraft	\$1,418,923	\$---	\$1,418,923
Accounts, salaries and other payables	942,062	10,329	952,391
Capital leases payable	8,996	---	8,996
Compensated absences payable	24,118	20,092	44,210
Deposits due others	431,038	---	431,038
Other	120,186	---	120,186
Total Current Liabilities	2,945,323	30,421	2,975,744
Non-Current Liabilities			
Interfund loan	2,073,727	---	2,073,727
Other post-employment benefits payable	558,926	508,771	1,067,697
Net pension liability	127,769	75,039	202,808
Total Non-Current Liabilities	2,760,422	583,810	3,344,232
Total Liabilities	5,705,745	614,231	6,319,976
Deferred Inflows of Resources			
Deferred inflows related to net pension liability	22,703	13,334	36,037
Net Position			
Net investment in capital assets	71,327,013	34,825,573	106,152,586
Unrestricted (Deficit)	(227,400)	(74,649)	(302,049)
Total Net Position	71,099,613	34,750,924	105,850,537
Total Liabilities, Deferred Inflows of Resources and Net Position	\$76,828,061	\$35,378,489	\$112,206,550

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
Enterprise Funds**

Schedule 15

**Combining Schedule of Revenues, Expenses and Changes in Net Position
For the Year Ended December 31, 2017**

	Water and Sewer	Boat Harbors and Shipyards	Total
Operating Revenues			
Charges for services	\$7,748,605	\$457,632	\$8,206,237
Other	18,681	93,850	112,531
Total Operating Revenues	7,767,286	551,482	8,318,768
Operating Expenses			
Personal services	567,573	435,830	1,003,403
Contractual services, supplies, materials and other	8,863,263	185,376	9,048,639
Depreciation	1,814,648	1,325,164	3,139,812
Total Operating Expenses	11,245,484	1,946,370	13,191,854
Operating Loss	(3,478,198)	(1,394,888)	(4,873,086)
Non-Operating Revenues (Expenses)			
Interest revenue	7,416	---	7,416
Interest expense	(399)	---	(399)
Ad valorem taxes	3,952,839	---	3,952,839
Gain/loss on disposition of assets	(4,359)	---	(4,359)
Other	54,960	1,342	56,302
Net Non-Operating Revenues	4,010,457	1,342	4,011,799
Net Gain (Loss) Before Contributions and Transfers	532,259	(1,393,546)	(861,287)
Capital Contributions	3,397,347	20,681	3,418,028
Transfers In	---	57,811	57,811
Change In Net Position	3,929,606	(1,315,054)	2,614,552
Net Position-Beginning	67,170,007	36,065,978	103,235,985
Net Position-Ending	\$71,099,613	\$34,750,924	\$105,850,537

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
Enterprise Funds**

Schedule 16

**Combining Schedule of Cash Flows
For the Year Ended December 31, 2017**

	Water and Sewer	Boat Harbors and Shipyards	Total
Cash Flows From Operating Activities:			
Cash received from customers	\$7,612,458	\$553,290	\$8,165,748
Cash payments for goods and services	(10,304,922)	(183,287)	(10,488,209)
Cash payments to employees	(482,522)	(374,309)	(856,831)
Net Cash Used by Operating Activities	(3,174,986)	(4,306)	(3,179,292)
Cash Flows From Non-Capital Financing Activities:			
Ad valorem tax collections	3,952,839	---	3,952,839
Other non-operating revenues	20,131	1,344	21,475
Operating transfers in	---	57,811	57,811
Net Cash Provided by Non-Capital Financing Activities	3,972,970	59,155	4,032,125
Cash Flows From Capital and Related Financing Activities:			
Acquisition/construction of capital assets	(805,786)	---	(805,786)
Increase in intergovernmental receivables	(915)	---	(915)
Cash proceeds from sale of assets	1,700	---	1,700
Interest paid	(399)	---	(399)
Net Cash Used by Capital and Related Financing Activities	(805,400)	---	(805,400)
Cash Flows From Investing Activities:			
Interest received on time deposits	7,416	---	7,416
Net Cash Provided by Investing Activities	7,416	---	7,416
Net Increase in Cash and Cash Equivalents	---	54,849	54,849
Cash and Cash Equivalents at Beginning of Year	---	394,728	394,728
Cash and Cash Equivalents at End of Year	\$---	\$449,577	\$449,577
Reconciliation of Operating Loss to Net Cash Used by Operating Activities:			
Operating loss	(\$3,478,198)	(\$1,394,888)	(\$4,873,086)
Adjustments to reconcile operating loss to net cash used by operating activities:			
Depreciation	1,814,648	1,325,164	3,139,812
Pension expense, net of nonemployer contributions	25,589	22,723	48,312
Change in assets and liabilities:			
(Increase)/decrease in receivables and other current assets	(155,532)	4,528	(151,004)
Increase/(decrease) in accounts payable	670,620	2,089	672,709
Increase/(decrease) in other liabilities	(2,052,113)	36,078	(2,016,035)
Net Cash Used by Operating Activities	(\$3,174,986)	(\$4,306)	(\$3,179,292)

PLAQUEMINES PARISH GOVERNMENT
Pointe a la Hache, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULE
As of and For the Year December 31, 2017

FIDUCIARY FUNDS

AGENCY FUNDS

SALES TAX FUND

The Sales Tax Fund accounts for the collection and distribution of the Plaquemines Parish's 4 percent sales and use tax. Two percent of these funds is dedicated to the Plaquemines Parish School Board. The Parish is the collecting agent for the tax and remits to the School Board its pro rata share of the tax less one-half of the collection expenses. The Parish's sales tax ordinances provides that the proceeds can be used for general governmental expenses, for providing public services and facilities in the parish and providing for the operations of a paid fire department.

OCCUPANCY TAX FUND

The Occupancy Tax Fund accounts for the collection and distribution of the Plaquemines Parish's occupancy tax from hotels. The Parish's occupancy tax ordinance provides that the proceeds of the taxes, less a reasonable sum to be retained by the Parish for a collection fee, shall be remitted to the tourism commission for the purpose of attracting conventions and tourists into Plaquemines Parish.

**Plaquemines Parish Government
Pointe a la Hache, Louisiana
Fiduciary Funds**

Schedule 17

**Combining Schedule of Fiduciary Net Position
December 31, 2017**

	Sales Tax	Occupancy Tax	Total
Assets			
Cash and cash equivalents	\$2,337,162	\$13,784	\$2,350,946
Investments (fair value)			
Local government investment pool	508	---	508
Total Assets	\$2,337,670	\$13,784	\$2,351,454
Liabilities			
Deposits due others	\$2,225,717	\$---	\$2,225,717
Other	111,953	13,784	125,737
Total Liabilities	2,337,670	13,784	2,351,454
Net Position	---	---	---
Total Liabilities and Net Position	\$2,337,670	\$13,784	\$2,351,454

**PLAQUEMINES PARISH GOVERNMENT
Pointe a la Hache, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
For the Year Ended December 31, 2017**

COMPENSATION PAID TO COUNCIL MEMBERS AND PARISH PRESIDENT

The schedule of compensation paid council members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the council members is included in the legislative expenditures of the General Fund. In accordance with Article IV, Section 4.07 of the Plaquemines Parish Charter for Local Self-Government, as amended, the members of the council receive \$35,000 per year, payable monthly, except for the Chairperson who receives \$36,000.

Compensation paid the parish president is included in executive expenditures of the General Fund. In accordance with the Plaquemines Parish Government's Charter for Local Self-Government, Section 3.09, the president's salary is \$100,000 per year, payable monthly.

Act 706 of the 2014 Legislative Session amended RS 24:513A requiring additional disclosure of total compensation, reimbursements, benefits or other payments made to an agency head or chief officer.

Expenses paid to Amos J. Cormier, III, Parish President for the year ended December 31, 2017 are as follows:

	Amos Cormier, III
Salary	\$97,728
Benefits-Retirement	12,216
Benefits-Insurance	3,656
Automobile Usage	61
Travel Reimbursements	644
Total	\$114,305

FEDERALLY ASSISTED PROGRAMS

In accordance with the Single Audit Act Amendments of 1996 and Title 2 U.S. Code of Federal Regulations Part 200, a schedule of expenditures of federal awards is presented.

**Plaquemines Parish Government
Pointe a la Hache, Louisiana**

Schedule 18

**Schedule of Compensation Paid to Council Members and Parish President
For the Year Ended December 31, 2017**

Position/Name	Annual Salary
Parish President	
Amos Cormier, III	\$97,728
	97,728
Council Members	
District 1 John Barthelemy, Chairperson	36,000
District 2 Beau W. Black	35,000
District 3 Kirk Lepine	35,000
District 4 Irvin Juneau, Jr., Vice Chairperson	35,000
District 5 Benedict Rousselle	35,000
District 6 Charles Burt	35,000
District 7 Audrey Salvant	35,000
District 8 Jeff Edgecombe	35,000
District 9 Nicole Williams	35,000
	316,000
Total	\$413,728

**Plaquemines Parish Government
Pointe a la Hache, Louisiana**

Schedule 19

**Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2017**

Federal Grantor/ Pass-Through Grantor or Cluster Title	Federal CFDA Number	Identification	Federal Expenditures
United States Department of Agriculture Passed through Second Harvesters Food Bank of Greater New Orleans-Food Distribution	10.565	NONE	\$31,888
United States Department of Health and Human Services Passed through Louisiana Department of Labor-Community Services Block Grant	93.569	2017P0075	56,993
Passed through Louisiana Housing Finance Agency-Low-Income Home Energy Assistance	93.568	2016 DHHS	9,430
Passed through Louisiana Department of Health and Hospitals: National Bioterrorism Hospital Preparedness Program	93.889	2016-2017 HHS HPP	3,364
Hospital Preparedness Program and Public Health Emergency Preparedness Aligned Cooperative Agreement	93.074	2000115821	15,596
Passed through State of Louisiana Supreme Court-Drug Court Program: Temporary Assistance for Needy Families	93.558	TANF	53,916
Total United States Department of Health and Human Services			139,299
United States Department of Defense Direct Award: Emergency Operations Flood Response and Post Flood Response: Acquisition of LERRDS-NOV Oakville to Venice Drainage Canal Relocation	12.103	NONE NONE	736,239 13,445
Total United States Department of Defense			749,684
United States Department of the Interior Direct Awards: Payments in-Lieu-of Taxes (Public Law 95-469) Payments in-Lieu-of Taxes (Public Law 97-258) Gulf of Mexico Energy Security Act of 2006	NONE 15.226 15.435	NONE NONE NONE	13,830 33,801 6,565
Total United States Department of the Interior			54,196
United States Department of Transportation Passed through Louisiana Department of Transportation and Development Formula Grants for Rural Areas	20.509	RU-18-38-18	190,462
Federal Transit Formula Grants: Direct Awards: Transportation Improvement Program	20.507	NONE	5,193
Passed through Louisiana Department of Transportation and Development Ferry Landing Dolphin Replacement Total Federal Transit Formula Grants		H.011716	109,443
Total United States Department of Transportation			114,636
Office of Homeland Security/Federal Emergency Management Agency Passed through Louisiana Office of Homeland Security and Emergency Preparedness: Hazard Mitigation Grant Program: Engineer's Road Drainage Wind Retrofit Project Government Complex Retrofit Drainage-Main Street Drainage-Good News Drainage-Jesuit Bend Elevation/Reconstruction/Acquisition Project Residential Elevation Project Total Hazard Mitigation Grant Program	97.039	HMGP #1603-075-0009 HMGP #1603-075-0003 HMGP #1603-075-0003 HMGP #1603x-075-0009 HMGP #1603x-075-0011 HMGP #1786-075-0001 HMGP #1603x-075-0012 HMGP #4080-075-0003	203,576 205,805 790,076 1,739 36,336 21,286 1,826,867 2,179,145 5,264,830
Interoperable Emergency Communications	97.055	EMU-2014-PU-00565	81,043
Homeland Security Grant Program: Disaster Preparedness	97.067	EMGP-FY2016	26,808
Disaster Grants-Public Assistance-Presidentially Declared Disasters: Hurricane Katrina Hurricane Gustav Hurricane Ike Hurricane Isaac Total Disaster Grants-Public Assistance-Presidentially Declared Disasters	97.036	PA-1603 PA-1786 PA-1792 PA-4080	5,989,484 911 1,418 27,440 6,019,253
Total United States Federal Emergency Management Agency			11,391,934

**Plaquemines Parish Government
Pointe a la Hache, Louisiana**

Schedule 19

**Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2017**

Federal Grantor/ Pass-Through Grantor or Cluster Title	Federal CFDA Number	Identification	Federal Expenditures
United States Department of Housing and Urban Development			
Passed through Louisiana Office of Community Development-Disaster Recovery			
Community Development Block Grants:	14.228		
Oyster Conveyor/Boat Harbor Upgrade		IFIS-00009	43,517
Grand Bayou Dock		IFIS-00022	283
Parks and Recreation-Engineering District 7		ILTR-00244	107,805
Housing Elevation Cost Share		CFMS-727482	622,901
Plaquemines Housing Assistance Program		CFMS-727482	3,982,539
Port Sulphur Library		ILT2-00296	606
Plaquemines Parish Government Sewer Improvements - West Bank		CFMS-670-233-ILTR-00247	91,135
Total United States Department of Housing and Urban Development			4,848,786
United States Department of Justice			
Passed through Louisiana Commission on Law Enforcement:			
Violence Against Women Act Court Training and Improvement Grants	16.588	DIST25-0917	25,212
Total Issues/Expenditures			\$17,546,097

PLAQUEMINES PARISH GOVERNMENT
Pointe a la Hache, Louisiana

Notes to Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2017

BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the Plaquemines Parish Government (the Parish). The Parish reporting entity is defined in Note 1 to the financial statements for the year ended December 31, 2017. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Parish, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Parish. The major federal programs for the Parish are as follows:

Office of Homeland Security/Federal Emergency Management Agency

Disaster Grants-Public Assistance-Presidentially Declared Disasters (CFDA No. 97.036)

Hazard Mitigation Grant (CFDA 97.039)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule of Expenditures of Federal Awards are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited to reimbursement. Pass-through identifying numbers are presented where available. The Parish has not elected to use the 10 percent de minimis indirect cost rate.

SUBRECIPIENTS

The Parish did not provide federal awards to subrecipients.

FOOD DONATION

Nonmonetary assistance is reported in the Schedule of Expenditures of Federal Awards at the fair market value of the commodities received and disbursed.

Reports and Schedules Required by *Government Auditing Standards* and the Uniform Guidance

KOLDER, SLAVEN & COMPANY, LLC

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

To the Plaquemines Parish Council
Plaquemines Parish
Pointe a la Hache, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Plaquemines Parish Government (hereinafter "Parish"), as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the basic financial statements of the Parish's primary government and have issued our report thereon dated June 29, 2018. Our report expressed an adverse opinion on the aggregate discretely presented component units because the basic financial statements of the Parish's primary government do not include financial data for the Parish's legally separate component units.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Parish'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 Parish's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. Although the intended use of this report may be limited under the provisions of Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document in accordance with Louisiana Revised Statute 44:6.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Morgan City, Louisiana
June 29, 2018

KOLDER, SLAVEN & COMPANY, LLC

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

To the Plaquemines Parish Council
Plaquemines Parish
Pointe a la Hache, Louisiana

Report on Compliance for Each Major Federal Program

We have audited the compliance of Plaquemines Parish Government (hereinafter "Parish") with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Parish's major federal programs for the year ended December 31, 2017. The Parish's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs (Exhibit C).

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.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Parish'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 Parish's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the Parish 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, 2017.

Report on Internal Control over Compliance

Management of the Parish is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Parish'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 program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Parish's internal control over compliance.

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

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

Purpose of Report on Internal Control over Compliance

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose. Although the intended use of this report may be limited under the provisions of Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document in accordance with Louisiana Revised Statute 44:6.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Morgan City, Louisiana
June 29, 2018

Schedule of Findings and Questioned Costs
(Exhibit C)

PLAQUEMINES PARISH GOVERNMENT
Pointe a la Hache, Louisiana

Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2017

Part II. Findings required to be reported in accordance with *Government Auditing Standards*:

A. Internal Control –

There are no findings reported under this section.

B. Compliance –

There are no findings reported under this section.

Part III. Findings and questioned costs for Federal awards reported in accordance with Title 2 U.S. Code of Federal Regulations Part 200:

There are no findings reported under this section.

Summary Schedule of Prior Audit Findings
(Exhibit D)

PLAQUEMINES PARISH GOVERNMENT
Pointe a la Hache, Louisiana

Summary Schedule of Prior Audit Findings
For the Year Ended December 31, 2017

- A. Internal Control –
There were no findings previously reported under this section.
- B. Compliance –
There were no findings previously reported under this section.
- C. Single Audit –
There were no findings previously reported under this section.
- D. Management Letter –
There were no findings previously reported under this section.

Corrective Action Plan for Current Audit Findings

(Exhibit E)

There are no items requiring corrective action

PLAQUEMINES PARISH GOVERNMENT

Statewide Agreed-Upon Procedures

Fiscal period January 1, 2017 through December 31, 2017

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INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES TO THE CONTROL AND COMPLIANCE AREAS IDENTIFIED BY THE LOUISIANA LEGISLATIVE AUDITOR

To the Plaquemines Parish Council
Plaquemines Parish Government
Pointe a la Hache, Louisiana

We have performed the procedures enumerated below, which were agreed to by Plaquemines Parish Government (hereinafter "PPG") and the Louisiana Legislative Auditor (LLA) on the control and compliance areas identified in the LLA's Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period January 1, 2017 through December 31, 2017. PPG's management is responsible for those control and compliance areas identified in the SAUPs.

This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures and associated exceptions are as follows:

Written Policies and Procedures

1. Obtain PPG's written policies and procedures and report whether those written policies and procedures address each of the following financial/business functions (or report that PPG does not have any written policies and procedures), as applicable:

- a) **Budgeting**, including preparing, adopting, monitoring, and amending the budget.

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

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

Written policies and procedures were obtained and address the functions noted above with the exception of how vendors are added to the vendor list.

- c) **Disbursements**, including processing, reviewing, and approving.

Written policies and procedures were obtained and do not address the functions noted above.

- d) **Receipts**, including receiving, recording, and preparing deposits.

Written policies and procedures were obtained and do not address the functions noted above.

- e) **Payroll/Personnel**, including (1) payroll processing, and (2) reviewing and approving time and attendance records, including leave and overtime worked.

Written policies and procedures were obtained and address the functions noted above with the exception of reviewing and approving time and attendance records, including leave and overtime worked.

- f) **Contracting**, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process.

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

- g) **Credit Cards (and debit cards, fuel cards, P-Cards, if applicable)**, including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers, and (5) monitoring card usage.

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

- h) **Travel and expense reimbursement**, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.

Written policies and procedures were obtained and address the functions noted above with the exception of required approvers.

- i) **Ethics**, including (1) the prohibitions as defined in Louisiana Revised Statute 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) requirement that all employees, including elected officials, annually attest through signature verification that they have read PPG's ethics policy. Note: Ethics requirements are not applicable to nonprofits.

PPG does not have any written policies and procedures which address ethics.

- j) **Debt Service**, including (1) debt issuance approval, (2) EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.

PPG does not have any written policies and procedures which address debt service.

Board (or Finance Committee, if applicable)

2. Obtain and review the board/committee minutes for the fiscal period, and:

- a) Report whether the managing board met (with a quorum) at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, or other equivalent document.

Obtained and reviewed minutes of PPG for the fiscal period noting that the board met at least monthly.

- b) Report whether the minutes referenced or included monthly budget-to-actual comparisons on the General Fund and any additional funds identified as major funds in PPG's prior audit (GAAP-basis).

Minutes included references to budget to actual comparisons for all funds for which an annual budget was adopted.

- If the budget-to-actual comparisons show that management was deficit spending during the fiscal period, report whether there is a formal/written plan to eliminate the deficit spending for those entities with a fund balance deficit. If there is a formal/written plan, report whether the meeting minutes for at least one board meeting during the fiscal period reflect that the board is monitoring the plan.

Budget-to-actual comparisons did not show that management was deficit spending during the fiscal period.

- c) Report whether the minutes referenced or included non-budgetary financial information (e.g. approval of contracts and disbursements) for at least one meeting during the fiscal period.

Minutes included references to non-budgetary financial information for at least one meeting during the fiscal period.

Bank Reconciliations

3. Obtain a listing of client bank accounts from management and management's representation that the listing is complete.

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

4. Using the listing provided by management, select all of PPG's bank accounts (if five accounts or less) or one-third of the bank accounts on a three year rotating basis (if more than 5 accounts). If there is a change in practitioners, the new practitioner is not bound to follow the rotation established by the previous practitioner. *Note: School student activity fund accounts may be excluded from selection if they are otherwise addressed in a separate audit or AUP engagement.* For each of the bank accounts selected, obtain bank statements and reconciliations for all months in the fiscal period and report whether:

- a) Bank reconciliations have been prepared;

Obtained bank statements and/or reconciliations for all months in the fiscal period for fifteen (15) bank accounts noting that reconciliations have been prepared for all fifteen (15) accounts for all months.

- b) Bank reconciliations include evidence that a member of management or a board member (with no involvement in the transactions associated with the bank account) has reviewed each bank reconciliation; and

Obtained bank statements and/or reconciliations for all months in the fiscal period for fifteen (15) bank accounts noting evidence of management's review of reconciliations for all fifteen (15) of the accounts.

- c) If applicable, management has documentation reflecting that it has researched reconciling items that have been outstanding for more than 6 months as of the end of the fiscal period.

Obtained bank statements and/or reconciliations for all months in the fiscal period for fifteen (15) bank accounts. All accounts tested evidenced no reconciling items that have been outstanding for more than six (6) months as of the end of the fiscal period.

Collections

- 5. Obtain a listing of cash/check/money order (cash) collection locations and management's representation that the listing is complete.

Obtained listing of cash collection locations and management's representation that the listing is complete.

- 6. Using the listing provided by management, select all of PPG's cash collection locations (if five locations or less) or one-third of the collection locations on a three year rotating basis (if more than 5 locations). If there is a change in practitioners, the new practitioner is not bound to follow the rotation established by the previous practitioner. *Note: School student activity funds may be excluded from selection if they are otherwise addressed in a separate audit or AUP engagement. For each cash collection location selected:*

- a) Obtain existing written documentation (e.g. insurance policy, policy manual, job description) and report whether each person responsible for collecting cash is (1) bonded, (2) not responsible for depositing the cash in the bank, recording the related transaction, or reconciling the related bank account (report if there are compensating controls performed by an outside party), and (3) not required to share the same cash register or drawer with another employee.

Twenty-four (24) locations were determined to be cash collection locations. At three (3) of the eight (8) collection locations tested, the person responsible for collecting cash was also responsible for depositing cash in the bank. At one (1) of the eight (8) collections tested, the person responsible for collecting cash was also responsible for recording the related transaction and reconciling the related bank account. At all collection locations tested, management review of bank reconciliations was performed.

Individuals responsible for collecting cash were bonded at all eight (8) collection locations tested.

Sharing of cash registers or drawers was noted at one (1) of the collection locations tested.

- b) Obtain existing written documentation (e.g. sequentially numbered receipts, system report, reconciliation worksheets, policy manual) and report whether PPG has a formal process to reconcile cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or agency fund additions, by a person who is not responsible for cash collections in the cash collection location selected.

PPG has no formal reconciliation process. In seven (7) of the eight (8) collection locations tested, the informal process of reconciling cash collections to the general ledger is performed by a person who is not responsible for cash collections.

- c) Select the highest (dollar) week of cash collections from the general ledger or other accounting records during the fiscal period and:

- Using PPG collection documentation, deposit slips, and bank statements, trace daily collections to the deposit date on the corresponding bank statement and report whether the deposits were made within one day of collection. If deposits were not made within one day of collection, report the number of days from receipt to deposit for each day at each collection location.

In the eight (8) collection locations tested, there were fifty-eight (58) instances of a deposit not being made within one (1) day of collection. A total of eighty-two (82) deposits were tested at the collection locations.

Number of	
Days	Exceptions
2	12
3	16
4	4
5	1
6	2
7	1
8	1
10	1
11	2
12	1
14	2
15	1
30	14

- Using sequentially numbered receipts, system reports, or other related collection documentation, verify that daily cash collections are completely supported by documentation and report any exceptions.

Collection documentation was obtained and appears to completely support daily cash collections.

- 7. Obtain existing written documentation (e.g. policy manual, written procedure) and report whether PPG has a process specifically defined (identified as such by PPG) to determine completeness of all collections, including electronic transfers, for each revenue source and agency fund additions (e.g. periodic confirmation with outside parties, reconciliation to utility billing after cutoff procedures, reconciliation of traffic ticket number sequences, agency fund forfeiture monies confirmation) by a person who is not responsible for collections.

PPG does not have a written process specifically defined to determine the completeness of all collections for each revenue source by an individual who is not responsible for collections.

Disbursements – General (excluding credit card/debit card/fuel card/P-Card purchases or payments)

- 8. Obtain a listing of PPG disbursements from management or, alternately, obtain the general ledger and sort/filter for PPG disbursements. Obtain management’s representation that the listing or general ledger population is complete.

Obtained listing of disbursements from management and management's representation that the listing is complete.

9. Using the disbursement population from #8 above, randomly select 25 disbursements (or randomly select disbursements constituting at least one-third of the dollar disbursement population if PPG had less than 25 transactions during the fiscal period), excluding credit card/debit card/fuel card/P-card purchases or payments. Obtain supporting documentation (e.g. purchase requisitions, system screens/logs) for each transaction and report whether the supporting documentation for each transaction demonstrated that:

- a) Purchases were initiated using a requisition/purchase order system or an equivalent electronic system that separates initiation from approval functions in the same manner as a requisition/purchase order system.

Examined supporting documentation for each of the twenty-five (25) disbursements selected and found that all purchases were initiated using a requisition/purchase order or equivalent system.

- b) Purchase orders, or an electronic equivalent, were approved by a person who did not initiate the purchase.

Examined supporting documentation for each of the twenty-five (25) disbursements selected noting that all disbursements were approved by a person who did not initiate the purchase.

- c) Payments for purchases were not processed without (1) an approved requisition and/or purchase order, or electronic equivalent; a receiving report showing receipt of goods purchased, or electronic equivalent; and an approved invoice.

Examined supporting documentation for each of the twenty-five (25) disbursements selected for testing noting that thirteen (13) payments were processed with an approved purchase order, receiving report showing receipt of goods purchased, and an approved invoice. Twelve (12) payments did not require a purchase order per PPG's policy and were processed with an approved invoice noting receipt of goods purchased.

10. Using PPG's documentation (e.g. electronic system control documentation, policy manual, written procedure), report whether the person responsible for processing payments is prohibited from adding vendors to PPG's purchasing/disbursement system.

PPG has no written documentation prohibiting the individual responsible for processing payments from adding vendors to the purchasing/disbursement system.

11. Using PPG's documentation (e.g. electronic system control documentation, policy manual, written procedure), report whether the persons with signatory authority or who make the final authorization for disbursements have no responsibility for initiating or recording purchases.

Written policies and/or procedures do prohibit individuals with signatory authority from also initiating and/or recording purchases.

12. Inquire of management and observe whether the supply of unused checks is maintained in a locked location, with access restricted to those persons that do not have signatory authority, and report any exceptions. Alternately, if the checks are electronically printed on blank check stock, review PPG documentation (electronic system control documentation) and report whether the persons with signatory authority have system access to print checks.

The supply of unused checks is stored in a locked location. However, access to unused checks are not restricted to those persons not having signatory authority.

13. If a signature stamp or signature machine is used, inquire of the signer whether his or her signature is maintained under his or her control or is used only with the knowledge and consent of the signer. Inquire of the signer whether signed checks are likewise maintained under the control of the signer or authorized user until mailed. Report any exceptions.

Signature stamp or signature machine is not used.

Credit Cards/Debit Cards/Fuel Cards/P-Cards

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

Obtained listing of active credit cards, bank debit cards, fuel cards and name of the individuals maintaining possession of the cards from management and management's representation that the listing is complete. PPG maintains only fuel cards.

15. Using the listing prepared by management, randomly select 10 cards (or at least one-third of the cards if PPG has less than 10 cards) that were used during the fiscal period, rotating cards each year. If there is a change in practitioners, the new practitioner is not bound to follow the rotation established by the previous practitioner.

Randomly selected ten (10) cards from the listing of four hundred seventy-five (475) cards provided by management.

Obtain the monthly statements, or combined statements if multiple cards are on one statement, for the selected cards. Select the monthly statement or combined statement with the largest dollar activity for each card (for a debit card, select the monthly bank statement with the largest dollar amount of debit card purchases) and:

- a) Report whether there is evidence that the monthly statement or combined statement and supporting documentation was reviewed and approved, in writing, by someone other than the authorized card holder. [Note: Requiring such approval may constrain the legal authority of certain public officials (e.g., mayor of a Lawrason Act municipality); these instances should not be reported.]

Monthly statements were obtained. Monthly statements for the ten (10) cards selected for testing evidenced review and approval, in writing, by someone other than the authorized cardholder.

- b) Report whether finance charges and/or late fees were assessed on the selected statements.

Finance charges and/or late fees were not observed on the statements.

16. Using the monthly statements or combined statements selected under #15 above, obtain supporting documentation for all transactions for each of the 10 cards selected (i.e. each of the 10 cards should have one month of transactions subject to testing).

- a) For each transaction, report whether the transaction is supported by:

- An original itemized receipt (i.e., identifies precisely what was purchased)

Transactions appearing on the selected statements were supported by an original itemized receipt.

- Documentation of the business/public purpose. For meal charges, there should also be documentation of the individuals participating.

Monthly statements provided use of the fuel cards restricted to purchase of fuel for public purpose.

- Other documentation that may be required by written policy (e.g., purchase order, written authorization.)

No other documentation was required by written policy.

- b) For each transaction, compare the transaction's detail (nature of purchase, dollar amount of purchase, supporting documentation) to PPG's written purchasing/disbursement policies and the Louisiana Public Bid Law (i.e. transaction is a large or recurring purchase requiring the solicitation of bids or quotes) and report any exceptions.

There were no noted credit card purchases requiring compliance with the Public Bid Law.

- c) For each transaction, compare PPG's documentation of the business/public purpose to the requirements of Article 7, Section 14 of the Louisiana Constitution, which prohibits the loan, pledge, or donation of funds, credit, property, or things of value, and report any exceptions (e.g. cash advances or non-business purchases, regardless whether they are reimbursed). If the nature of the transaction precludes or obscures a comparison to the requirements of Article 7, Section 14, the practitioner should report the transaction as an exception.

All transactions tested included appropriate documentation of business/public purpose.

Travel and Expense Reimbursement

- 17. Obtain from management a listing of all travel and related expense reimbursements, by person, during the fiscal period or, alternately, obtain the general ledger and sort/filter for travel reimbursements. Obtain management's representation that the listing or general ledger is complete.

Obtained listing of travel and expense reimbursements during the fiscal period, by person, and management's representation that the listing is complete.

- 18. Obtain PPG's written policies related to travel and expense reimbursements. Compare the amounts in the policies to the per diem and mileage rates established by the U.S. General Services Administration (www.gsa.gov) and report any amounts that exceed GSA rates.

Written policies related to travel and expense reimbursements were obtained and rates do not exceed those set by U.S. General Service Administration.

- 19. Using the listing or general ledger from #17 above, select the three persons who incurred the most travel costs during the fiscal period. Obtain the expense reimbursement reports or prepaid expense documentation of each selected person, including the supporting documentation, and choose the largest travel expense for each person to review in detail. For each of the three travel expenses selected:

- a) Compare expense documentation to written policies and report whether each expense was reimbursed or prepaid in accordance with written policy (e.g., rates established for meals, mileage, lodging). If PPG does not have written policies, compare to the GSA rates (#18 above) and report each reimbursement that exceeded those rates.

Expenses tested were reimbursed in accordance with PPG's written policy.

b) Report whether each expense is supported by:

- An original itemized receipt that identifies precisely what was purchased. [Note: An expense that is reimbursed based on an established per diem amount (e.g., meals) does not require a receipt.]

Each transaction appearing on the selected reimbursement request was supported by an original itemized receipt that precisely identified the nature of the reimbursement.

- Documentation of the business/public purpose (Note: For meal charges, there should also be documentation of the individuals participating).

All selected transactions included appropriate documentation of business/public purpose.

- Other documentation as may be required by written policy (e.g., authorization for travel, conference brochure, certificate of attendance)

All expenses tested included the travel expense form documenting miles traveled as required by PPG's policy.

c) Compare PPG's documentation of the business/public purpose to the requirements of Article 7, Section 14 of the Louisiana Constitution, which prohibits the loan, pledge, or donation of funds, credit, property, or things of value, and report any exceptions (e.g. hotel stays that extend beyond conference periods or payment for the travel expenses of a spouse). If the nature of the transaction precludes or obscures a comparison to the requirements of Article 7, Section 14, the practitioner should report the transaction as an exception.

Nature of the expenses reimbursed and related supporting documentation were not obscured. All reimbursements tested appear compliant with Article 7, Section 14 of the Louisiana Constitution.

d) Report whether each expense and related documentation was reviewed and approved, in writing, by someone other than the person receiving reimbursement.

Reimbursement requests and related documentation evidenced review and approval, in writing, by someone other than the individual receiving the reimbursement.

Contracts

20. Obtain a listing of all contracts in effect during the fiscal period or, alternately, obtain the general ledger and sort/filter for contract payments. Obtain management's representation that the listing or general ledger is complete.

Obtained listing of all contracts in effect during the fiscal period and management's representation that the listing is complete.

21. Using the listing above, select the five contract "vendors" that were paid the most money during the fiscal period (excluding purchases on state contract and excluding payments to the practitioner). Obtain the related contracts and paid invoices and:

Contracts and paid invoices were obtained for the five (5) contract "vendors" that were paid the most money during the fiscal period.

a) Report whether there is a formal/written contract that supports the services arrangement and the amount paid.

Payments to vendors were supported by a written agreement describing the services to be provided and the fees to be charged.

- b) Compare each contract's detail to the Louisiana Public Bid Law or Procurement Code. Report whether each contract is subject to the Louisiana Public Bid Law or Procurement Code and:

- If yes, obtain/compare supporting contract documentation to legal requirements and report whether PPG complied with all legal requirements (e.g., solicited quotes or bids, advertisement, selected lowest bidder)

Three (3) contracts selected were subject to Public Bid Law and complied with associated legal requirements.

- If no, obtain supporting contract documentation and report whether PPG solicited quotes as a best practice.

Two (2) contracts selected for testing were not subject to the requirements of Public Bid Law. Documentation indicating that quotes were solicited as a best practice was obtained.

- c) Report whether the contract was amended. If so, report the scope and dollar amount of the amendment and whether the original contract terms contemplated or provided for such an amendment.

Two (2) contracts selected for testing were amended. One (1) contract was amended to include additional demolition related to a project, which increased the contract amount by \$138,252. One (1) contract was amended to reduce the scope of work (floor plan revisions), which decreased the contract amount by \$14,195. The original contracts included provisions allowing for such amendments.

- d) Select the largest payment from each of the five contracts, obtain the supporting invoice, compare the invoice to the contract terms, and report whether the invoice and related payment complied with the terms and conditions of the contract.

Obtained supporting invoices and/or progress payment request for the largest payment of each of the five (5) contracts selected for testing and compared to the contract terms. All invoices and related payments tested appear compliant with the terms and conditions of the contract.

- e) Obtain/review contract documentation and board minutes and report whether there is documentation of board approval, if required by policy or law (e.g. Lawrason Act or Home Rule Charter).

All contracts selected for testing were documented in the minutes as approved by PPG.

Payroll and Personnel

22. Obtain a listing of employees (and elected officials, if applicable) with their related salaries, and obtain management's representation that the listing is complete.

Obtained a listing of employees from management and management's representation that the listing is complete.

Randomly select five employees/officials, obtain their personnel files, and:

- a) Review compensation paid to each employee during the fiscal period and report whether payments were made in strict accordance with the terms and conditions of the employment contract or pay rate structure.

Compensation paid to the individuals tested were made in accordance with PPG's adopted pay rates and/or contract for employment without exception.

- b) Review changes made to hourly pay rates/salaries during the fiscal period and report whether those changes were approved in writing and in accordance with written policy.

Changes to hourly pay rates/salaries were not identified for the five (5) employees tested.

- 23. Obtain attendance and leave records and randomly select one pay period in which leave has been taken by at least one employee. Within that pay period, randomly select 25 employees/officials (or randomly select one-third of employees/officials if PPG had less than 25 employees during the fiscal period), and:

- a) Report whether all selected employees/officials documented their daily attendance and leave (e.g., vacation, sick, compensatory). (Note: Generally, an elected official is not eligible to earn leave and does not document his/her attendance and leave. However, if the elected official is earning leave according to policy and/or contract, the official should document his/her daily attendance and leave.)

Twenty-five (25) employees selected documented their daily attendance and leave.

- b) Report whether there is written documentation that supervisors approved, electronically or in writing, the attendance and leave of the selected employees/officials.

Daily attendance and leave records evidenced approval of supervisory personnel for twenty-three (23) employees selected.

- c) Report whether there is written documentation that PPG maintained written leave records (e.g., hours earned, hours used, and balance available) on those selected employees/officials that earn leave.

Written leave records for PPG personnel are maintained in writing and/or electronically for selected employees/officials that earn leave.

- 24. Obtain from management a list of those employees/officials that terminated during the fiscal period and management's representation that the list is complete. If applicable, select the two largest termination payments (e.g., vacation, sick, compensatory time) made during the fiscal period and obtain the personnel files for the two employees/officials. Report whether the termination payments were made in strict accordance with policy and/or contract and approved by management.

Obtained a listing of employees that terminated during the fiscal period from management and management's representation that the listing is complete. Termination payments were made in accordance with policy and approved by management.

- 25. Obtain supporting documentation (e.g. cancelled checks, EFT documentation) relating to payroll taxes and retirement contributions during the fiscal period. Report whether the employee and employer portions of payroll taxes and retirement contributions, as well as the required reporting forms, were submitted to the applicable agencies by the required deadlines.

Obtained supporting documentation relating to payroll taxes and retirement contributions noting that all portions and required reporting forms were submitted to the applicable agencies by the required deadlines.

Ethics (excluding nonprofits)

26. Using the five randomly selected employees/officials from procedure #22 under “Payroll and Personnel” above, obtain ethics compliance documentation from management and report whether PPG maintained documentation to demonstrate that required ethics training was completed.

Requested ethics compliance documentation for five (5) randomly selected individuals. Documentation of the completion of the required ethics training was on file for four (4) of the five (5) individuals tested.

27. Inquire of management whether any alleged ethics violations were reported to PPG during the fiscal period. If applicable, review documentation that demonstrates whether management investigated alleged ethics violations, the corrective actions taken, and whether management’s actions complied with PPG’s ethics policy. Report whether management received allegations, whether management investigated allegations received, and whether the allegations were addressed in accordance with policy.

Management asserted that there were no allegations of any ethics violations reported during the fiscal period.

Debt Service (excluding nonprofits)

28. If debt was issued during the fiscal period, obtain supporting documentation from PPG, and report whether State Bond Commission approval was obtained.

PPG issued no debt during the fiscal period.

29. If PPG had outstanding debt during the fiscal period, obtain supporting documentation from PPG and report whether PPG made scheduled debt service payments and maintained debt reserves, as required by debt covenants.

All scheduled debt service payments were timely made and debt reserves were maintained as required by debt covenants.

30. If PPG had tax millages relating to debt service, obtain supporting documentation and report whether millage collections exceed debt service payments by more than 10% during the fiscal period. Also, report any millages that continue to be received for debt that has been paid off.

PPG had no tax millages relating to debt service.

Other

31. Inquire of management whether PPG had any misappropriations of public funds or assets. If so, obtain/review supporting documentation and report whether PPG reported the misappropriation to the legislative auditor and PPG attorney of the parish in which PPG is domiciled.

Management asserted that there were no misappropriations of public funds or assets during the fiscal period.

32. Observe and report whether PPG has posted on its premises and website, the notice required by R.S. 24:523.1. This notice (available for download or print at www.la.gov/hotline) concerns the reporting of misappropriation, fraud, waste, or abuse of public funds.

Notice required by RS 24:523.1 was posted on PPG’s premises, however notice was not posted on PPG’s website.

33. If the practitioner observes or otherwise identifies any exceptions regarding management's representations in the procedures above, report the nature of each exception.

No exceptions to management's representations identified.

We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on those control and compliance areas identified in the SAUPs. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

The purpose of this report is solely to describe the scope of testing performed on those control and compliance areas identified in the SAUPs, and the results of that testing, and not to provide an opinion on control or compliance and is solely for use by PPG's management and the LLA. Accordingly, this report is not suitable for any other purpose and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the LLA as a public document.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Morgan City, Louisiana
June 29, 2018