

ST. MARY PARISH COUNCIL
Reporting Entity Financial Statements
St. Mary Parish, State of Louisiana
Annual Financial Statements
with Independent Auditors' Report

And

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

For the Year Ended December 31, 2017

ST. MARY PARISH COUNCIL

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INDEPENDENT AUDITORS' REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, the aggregate remaining fund information, and the respective budgetary comparisons for the General Fund, Road Construction & Maintenance Fund, and Sanitation Fund, and the Statement of Fiduciary Net Position of the St. Mary Parish Council (Council), as of and for the year ended December 31, 2017, and the related notes to the financial statements which collectively comprise the Council's basic financial statements as listed in the table of contents under Basic Financial Statements. We also have audited the financial statements of each of the Council's nonmajor governmental funds presented as supplementary information, as defined by the Government Accounting Standards Board, in the accompanying combining and individual fund financial statements and individual fund budgetary comparison schedules as of and for the year ended December 31, 2017, as listed in the table of contents under Supplementary Information – Nonmajor Governmental Funds.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Fairview Treatment Center and Claire House, both non-major governmental funds, which statements represent .9 percent, .7 percent, and 11.7 percent respectively of the assets, net position, and revenues of the governmental activities of the primary government. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion insofar as it relates to the amounts included for those two funds, is based solely on the reports of the other auditors. In addition, we did not audit the financial statements of twenty-eight of the forty discretely presented component units, which represent 85 percent, 84 percent, and 89 percent respectively, of the assets, net position, and revenues of the discretely presented component units and 22 percent of the assets within the fiduciary fund.

Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for those twenty-seven component units in the component unit amounts presented within the Statement of Net Position, Statement of Activities, and Statement of Fiduciary Net Position, as listed in the table of contents, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, based upon our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Council as of December 31, 2017, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund, Road Construction & Maintenance Fund, and Sanitation Fund and the Statement of Fiduciary Net Position for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the Council as of December 31, 2017, and the respective changes in financial position, and respective budgetary comparisons, where applicable thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

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

Other Information

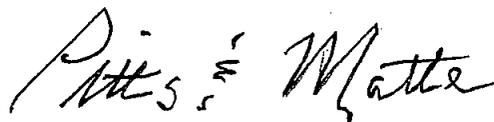
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the Council. The accompanying component unit information listed in Supplementary Information – Component Units in the table of contents, the accompanying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

The information listed as Supplementary Information – Component Units, the Schedule of Expenditures of Federal Awards and the information listed as General Supplementary Information in the table of contents are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information, except for that portion marked “unaudited” on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements of the Council, and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the reports of the other auditors, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The information marked as “unaudited” has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated August 15, 2018, on our consideration of the Council’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and in considering the Council’s internal control over financial reporting and compliance.



CERTIFIED PUBLIC ACCOUNTANTS

August 15, 2018
Morgan City, Louisiana

BASIC FINANCIAL STATEMENTS

ST. MARY PARISH COUNCIL
Statement of Net Position
December 31, 2017

	Primary Government			Component Units	Total Primary Government & Component Units
	Governmental Activities	Business-type Activities	Total		
ASSETS					
Current assets					
Cash and cash equivalents	\$ 2,462,695	\$ 1,182	\$ 2,463,877	\$ 40,506,656	\$ 42,970,533
Investments	7,971,800	1,499,191	9,470,991	16,995,044	26,466,035
Receivables (net of allowances for uncollectibles)	406,801	724,980	1,131,781	2,568,045	3,699,826
Other receivables				2,611,419	2,611,419
Due from St. Mary Parish Council				60,508	60,508
Due from component units	2,289,237		2,289,237	166,585	2,455,822
Due from other governments	7,206,784	73,644	7,280,428	6,731,909	14,012,337
Prepaid expenses				1,121,275	1,121,275
Inventories				1,031,357	1,031,357
Other assets	4,220		4,220	6,972	11,192
Internal balances	(2,879,162)	2,879,162			-
Total current assets	<u>17,462,375</u>	<u>5,178,159</u>	<u>22,640,534</u>	<u>71,799,770</u>	<u>94,440,304</u>
Noncurrent Assets					
Restricted Assets:					
Cash		1,838,103	1,838,103	10,813,404	12,651,507
Investments		849,156	849,156	2,714,188	3,563,344
Internal balances	(3,399,825)	3,399,825			-
Other				1,903	1,903
Investment in Berwick Dayou Vista Joint Waterworks Commission				670,394	670,394
Capital Assets					
Land and improvements	1,870,876	3,802,599	5,673,475	5,415,400	11,088,875
Buildings, net of accumulated depreciation	8,631,562	1,126,722	9,758,284	35,123,765	44,882,049
Improvements other than buildings, net of accumulated depreciation	16,388,775	15,486,497	31,875,272	24,899,943	56,775,215
Equipment and furniture, net of accumulated depreciation	2,704,552	2,022,474	4,727,026	15,169,211	19,896,237
Infrastructure, net of accumulated depreciation	70,070,144		70,070,144	7,702,297	77,772,441
Construction in progress	6,897,344	109,658	7,007,002	10,151,075	17,158,077
Total noncurrent assets	<u>103,163,428</u>	<u>28,635,034</u>	<u>131,798,462</u>	<u>112,661,580</u>	<u>244,460,042</u>
Total assets	<u>120,625,803</u>	<u>33,813,193</u>	<u>154,438,996</u>	<u>184,461,350</u>	<u>338,900,346</u>
DEFERRED OUTFLOWS OF RESOURCES					
Debt redemption costs	84,000	849,900	933,900	525,785	1,459,685
Related to pensions	2,091,986	532,906	2,624,892	2,224,359	4,849,251
Total deferred outflows of resources	<u>2,175,986</u>	<u>1,382,806</u>	<u>3,558,792</u>	<u>2,750,144</u>	<u>6,308,936</u>
Total assets and deferred outflows of resources	<u>\$ 122,801,789</u>	<u>\$ 35,195,999</u>	<u>\$ 157,997,788</u>	<u>\$ 187,211,494</u>	<u>\$ 345,209,282</u>

LIABILITIES	Primary Government			Component Units	Total Primary Government & Component Units
	Governmental Activities	Business-type Activities	Total		
Current liabilities					
Accounts payable	\$ 564,099	\$ 246,721	\$ 810,820	\$ 3,048,628	\$ 3,859,448
Contracts payable	280,498		280,498	26,519	307,017
Retainage payable	61,319		61,319		61,319
Accrued liabilities	260,539		260,539	1,679,227	1,939,766
Accrued interest payable	165,642		165,642	27,040	192,682
Due to St. Mary Parish Council				355,317	355,317
Due to component units				60,919	60,919
Due to other governments	187,488		187,488	691,713	879,201
Payable from restricted assets				824,966	824,966
Current portion of long-term debt	1,591,318		1,591,318	3,489,888	5,081,206
Current portion of lease obligation payable	101,608	795,000	896,608		896,608
Total current liabilities	<u>3,212,511</u>	<u>1,041,721</u>	<u>4,254,232</u>	<u>10,204,217</u>	<u>14,458,449</u>
Noncurrent liabilities					
Other post-employment benefits	9,578,900	1,581,600	11,160,500	1,317,880	12,478,380
Compensated absences	230,000		230,000	127,236	357,236
Noncurrent portion of long-term debt	12,634,058	10,389,124	23,023,182	29,890,583	52,913,765
Due to St. Mary Parish Council				1,522,087	1,522,087
Net pension liability	1,627,106	414,483	2,041,589	3,409,000	5,450,589
Landfill closure and post-closure care costs		4,700,000	4,700,000		4,700,000
Lease obligation payable	327,000		327,000		327,000
Total noncurrent liabilities	<u>24,397,064</u>	<u>17,085,207</u>	<u>41,482,271</u>	<u>36,266,780</u>	<u>77,749,051</u>
Total liabilities	<u>27,609,575</u>	<u>18,126,928</u>	<u>45,736,503</u>	<u>46,470,997</u>	<u>92,207,500</u>
DEFERRED INFLOWS OF RESOURCES					
Unearned revenue	191,749		191,749	268,416	460,165
Deferred inflows related to pension	291,631	74,289	365,920	765,578	1,131,498
Total deferred inflows of resources	<u>483,380</u>	<u>74,289</u>	<u>557,669</u>	<u>1,033,994</u>	<u>1,591,663</u>
Total liabilities and deferred inflow of resources	<u>28,092,955</u>	<u>18,201,217</u>	<u>46,294,172</u>	<u>47,504,991</u>	<u>93,799,163</u>
NET POSITION					
Invested in capital assets, net of related debt	91,909,269	11,363,826	103,273,095	74,154,371	177,427,466
Restricted for:					
Capital projects	587,605		587,605	3,007,375	3,594,980
Debt service	2,239,979	2,307,759	4,547,738	2,167,452	6,715,190
Other purposes	2,392,472		2,392,472	11,785,621	14,178,093
Unrestricted	(2,420,491)	3,317,197	896,706	48,591,684	49,488,390
Total net position	<u>94,708,834</u>	<u>16,988,782</u>	<u>111,697,616</u>	<u>139,706,503</u>	<u>251,404,119</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 122,801,789</u>	<u>\$ 35,189,999</u>	<u>\$ 157,991,788</u>	<u>\$ 187,211,494</u>	<u>\$ 345,203,282</u>

ST. MARY PARISH COUNCIL

Statement of Activities
Year Ended December 31, 2017

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total Primary Government & Component Units	
					Governmental Activities	Business-type Activities		Total
PRIMARY GOVERNMENT:								
Governmental activities:								
General government	\$ 7,590,550	\$ 1,021,061	\$ 1,374,786	\$ 3,274,814	\$ (1,919,889)	\$ (1,919,889)	\$ (1,919,889)	\$ (1,919,889)
Public safety	4,422,701	4,454		186,312	(4,231,935)	(4,231,935)	(4,231,935)	(4,231,935)
Public works	9,496,237		933,101	1,500,000	(7,063,136)	(7,063,136)	(7,063,136)	(7,063,136)
Sanitation	1,876,268	1,365,060	92,049	48,986	(370,173)	(370,173)	(370,173)	(370,173)
Culture & recreation	2,273,476	60,040	25,115		(2,188,321)	(2,188,321)	(2,188,321)	(2,188,321)
Health & welfare	4,834,455	213,509	3,822,506		(798,440)	(798,440)	(798,440)	(798,440)
Urban redevelopment & housing	400,624		399,699		(925)	(925)	(925)	(925)
Economic development & assistance	263,072				(263,072)	(263,072)	(263,072)	(263,072)
Interest on long-term debt	474,615				(474,615)	(474,615)	(474,615)	(474,615)
Fees on long-term debt	7,814				(7,814)	(7,814)	(7,814)	(7,814)
Total governmental activities	<u>31,639,812</u>	<u>2,664,124</u>	<u>6,647,256</u>	<u>5,010,112</u>	<u>(17,318,320)</u>	<u>(17,318,320)</u>	<u>(17,318,320)</u>	<u>(17,318,320)</u>
Business-type activities:								
Solid waste landfill	4,669,251	3,445,819				\$ (1,223,432)	(1,223,432)	(1,223,432)
Small animal control	415,188	121,026				(294,152)	(294,152)	(294,152)
Kemper Williams Park	721,151	111,639	32,967			(576,545)	(576,545)	(576,545)
Total business-type activities	<u>5,805,590</u>	<u>3,678,494</u>	<u>32,967</u>			<u>(2,094,129)</u>	<u>(2,094,129)</u>	<u>(2,094,129)</u>
Total primary government	<u>37,445,402</u>	<u>6,342,618</u>	<u>6,680,223</u>	<u>5,010,112</u>	<u>(17,318,320)</u>	<u>(2,094,129)</u>	<u>(19,412,449)</u>	<u>(19,412,449)</u>
COMPONENT UNITS:								
General government	4,004,283	1,617,136	226,705				(2,160,442)	(2,160,442)
Water & sewer	10,455,391	6,781,450					(3,673,941)	(3,673,941)
Drainage	4,573,651		66,643	\$ 1,429,277			(3,077,731)	(3,077,731)
Fire Protection	1,742,166		60,580				(1,681,586)	(1,681,586)
Recreation	4,240,040	1,042,576					(3,197,464)	(3,197,464)
Health and Welfare	136,179						(136,179)	(136,179)
Rental fees		265,000					265,000	265,000
Medical care	26,286,667	20,674,715	3,507,364	2,656,289			551,701	551,701
Library	2,826,236	12,368	12,873				(2,800,995)	(2,800,995)
Tourism	812,561	13,810	331,800	68,510			(398,441)	(398,441)
Public safety	919,300	979,811	4,368				64,879	64,879
Interest and fees on long-term debt	889,711						(889,711)	(889,711)
Total component units	<u>56,886,185</u>	<u>31,386,866</u>	<u>4,210,333</u>	<u>4,154,076</u>			<u>(17,134,910)</u>	<u>(17,134,910)</u>
Total primary government and component units	<u>\$ 94,331,587</u>	<u>\$ 37,729,484</u>	<u>\$ 10,890,556</u>	<u>\$ 9,164,188</u>			<u>\$ (36,547,359)</u>	<u>\$ (36,547,359)</u>

Net (Expense) Revenue and Changes in Net Assets

	Primary Government			Component Units	Total Primary Government & Component Units
	Governmental Activities	Business- type Activities	Total		
General revenues:					
Taxes:					
Sales and use	\$ 5,513,463		\$ 5,513,463	\$ 248,103	\$ 5,761,566
Ad valorem taxes levied for general purposes	3,130,409		3,130,409	17,045,949	20,176,358
Ad valorem taxes levied for debt service	90,176		90,176	2,478,189	2,568,365
Severance taxes	1,004,271		1,004,271		1,004,271
Hotel-Motel tax				485,277	485,277
Other taxes, penalties, & interest, etc.	87,151		87,151		87,151
Royalty road funds	4,044,286		4,044,286		4,044,286
State shared revenue	481,441		481,441	251,300	732,741
Investment earnings (loss)	164,047	\$ 53,660	217,707	237,295	455,002
Gain (loss) on disposition of assets				(3,802)	(3,802)
Payments from St. Mary Parish Council				639,636	639,636
Miscellaneous				300,841	300,841
Nonemployer pension contributions	58,360	14,866	73,226	6,930	80,156
Transfers:					
Operating	(1,271,000)	1,271,000	-		-
Capital contributions for consolidation				(126,449)	(126,449)
Total general revenues and transfers	<u>13,302,604</u>	<u>1,339,526</u>	<u>14,642,130</u>	<u>21,563,269</u>	<u>36,205,399</u>
Change in net position	(4,015,716)	(754,603)	(4,770,319)	4,428,359	(341,960)
Net position - beginning of year (as previously stated)	98,974,550	17,743,385	116,717,935	135,361,604	252,079,539
Prior period adjustment	(250,000)		(250,000)	(83,460)	(333,460)
Net position-beginning of year (as restated)	<u>98,724,550</u>	<u>17,743,385</u>	<u>116,467,935</u>	<u>135,278,144</u>	<u>251,746,079</u>
Net position - end of year	\$ <u>94,708,834</u>	\$ <u>16,988,782</u>	\$ <u>111,697,616</u>	<u>\$139,706,503</u>	<u>\$ 251,404,119</u>

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

ST. MARY PARISH COUNCIL

Balance Sheet
Governmental Funds
December 31, 2017

	General Fund	Road Construction & Maintenance Fund	Sanitation Fund	Capital Improvement Fund	CDBG Recovery Fund	Combined Sewer Construction Fund	Other Governmental Funds	Total Governmental Funds
ASSETS								
Cash and cash equivalents	\$ 7,527	\$ 128		\$ 1	\$ 1,145	\$ 1,110	\$ 2,452,784	\$ 2,462,695
Investments		1,203,845	2,366,621	749,573		1,310,403	2,341,358	7,971,800
Receivables (net of allowances for uncollectibles)	106,817	54,083	180,370				65,531	406,801
Due from component units	1,778,304		740			510,193		2,289,237
Due from other governments	3,096,774	1,005,822	415,481	820,898			1,867,809	7,206,784
Advance to other funds						146,342	1,717,047	1,863,389
Other assets							4,220	4,220
Total assets	\$ 4,989,422	\$ 2,263,878	\$ 2,963,212	\$ 1,570,472	\$ 1,145	\$ 1,968,048	\$ 8,448,749	\$ 22,204,926
LIABILITIES								
Accounts payable	\$ 156,443	\$ 43,614	\$ 172,366			\$ 423	\$ 191,253	\$ 564,099
Contracts payable				280,498				280,498
Retainage payable				61,319				61,319
Accrued liabilities	155,282	49,202	2,383				53,672	260,539
Due to other governments							187,488	187,488
Advance from other funds	2,509,370	1,658,009	2,211,933	642,195			1,120,869	8,142,376
Total liabilities	2,821,095	1,750,825	2,386,682	984,012	-	423	1,553,282	9,496,319
Deferred inflows of resources							191,749	191,749
Total liabilities and deferred inflows	2,821,095	1,750,825	2,386,682	984,012	-	423	1,745,031	9,688,068
FUND BALANCES								
Fund balances (deficits)								
Nonspendable - non-current receivables	1,700,000			306,103		510,193		2,516,296
Restricted for								
Use in specific geographic areas							1,180,571	1,180,571
Debt service							2,405,621	2,405,621
Assigned for								
General Government							241,876	241,876
Public safety							165,603	165,603
Culture & recreation							294,787	294,787
Health & welfare							666,528	666,528
Urban redevelopment & housing							5,759	5,759
Debt service							1,206,023	1,206,023
Sanitation			576,530					576,530
Capital projects				280,357	1,145			281,502
Unassigned	468,327	513,053				1,457,432	536,950	2,975,762
Total fund balances	2,168,327	513,053	576,530	586,460	1,145	1,967,625	6,703,718	12,516,858
Total liabilities and fund balances	\$ 4,989,422	\$ 2,263,878	\$ 2,963,212	\$ 1,570,472	\$ 1,145	\$ 1,968,048	\$ 8,448,749	\$ 22,204,926

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

ST. MARY PARISH COUNCIL

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
December 31, 2017

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

Total fund balance - Governmental Funds \$ 12,516,858
Amounts reported for governmental activities in the Statement of Net Position
are different because:

Capital assets used in governmental activities are not current financial
resources and, therefore, are not reported in the governmental
funds balance sheet. 106,563,253

Interest payable on long-term debt does not require current financial
resources, and, therefore, interest payable is not reported as a liability
in the governmental funds balance sheet. (165,642)

Noncurrent liabilities are not due and payable in the current period and,
therefore, they are not reported in the governmental funds balance
sheet:

Current portion of long-term debt	\$ 1,591,318	
Noncurrent portion of long-term debt	12,634,058	
Lease obligation	428,608	
Compensated absences	230,000	
Other post-employment benefit plans	9,578,900	
Net pension liability	<u>1,627,106</u>	<u>(26,089,990)</u>

Deferred outflows and inflows of resources do not affect the current
period and, therefore, they are not reported in the governmental
fund balance sheet:

Deferred outflows Gain on Refunding	84,000	
Deferred outflows of resources related to pensions	2,091,986	
Deferred inflows of resources related to pensions	<u>(291,631)</u>	<u>1,884,355</u>

Net position of governmental activities \$ 94,708,834

ST. MARY PARISH COUNCIL

Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ending December 31, 2017

	General Fund	Road Construction & Maintenance Fund	Sanitation Fund	Capital Improvement Fund	CDBG Recovery Fund	Combined Sewer Construction Fund	Other Governmental Funds	Total Governmental Funds
REVENUES								
Taxes								
Sales and use			\$ 2,389,446				\$ 3,124,017	\$ 5,513,463
Ad valorem	\$ 3,088,496						132,089	3,220,585
Other taxes, penalties, & interests, etc.	87,151							87,151
Intergovernmental revenues								
Federal grants	60,663			\$ 444,965	\$ 2,558,720		1,677,495	4,741,843
Medicaid							2,102,000	2,102,000
State funds								
State grants	102,681	\$ 104,760	92,049	1,134,134			451,660	1,885,284
State revenue sharing	481,441							481,441
Royalty road funds		4,044,286						4,044,286
Parish road transportation funds		439,010						439,010
Severance taxes	1,004,271							1,004,271
Local			48,986	271,129			201,777	521,892
Criminal court fund	1,948							1,948
Riverboat fees							1,500,000	1,500,000
Licenses & permits	731,681						22,635	754,316
Fees, charges, & commission	180,106		1,365,060				176,359	1,721,525
Mosquito abatement	180,277							180,277
Investment earnings & interest	82,439	1,515	19,029	(1,622)		\$ 20,048	42,638	164,047
Other revenues	40,550	389,331		30,000			7,458	467,339
Total revenues	<u>6,041,704</u>	<u>4,978,902</u>	<u>3,914,570</u>	<u>1,878,606</u>	<u>2,558,720</u>	<u>20,048</u>	<u>9,438,128</u>	<u>28,830,678</u>
EXPENDITURES								
Current:								
General government	5,233,762						326,492	5,560,254
Public safety	733,160		169,783				2,300,048	3,202,991
Public works	272,536	3,673,502					187,302	4,133,340
Sanitation			1,871,352			4,916		1,876,268
Culture & recreation	753,069						385,662	1,138,731
Health & welfare	826,082		68,491				3,593,069	4,487,642
Urban redevelopment & housing							400,624	400,624
Economic development & assistance	263,072							263,072
Miscellaneous	3,366				65			3,431
Bad debts								
FEMA Reimbursement		305,035						305,035
Capital outlay				2,218,881	2,558,720		51,073	4,828,674
Debt service								
Principal							1,796,000	1,796,000
Interest							500,509	500,509
Fees							7,814	7,814
Total expenditures	<u>8,085,047</u>	<u>3,978,537</u>	<u>2,109,626</u>	<u>2,218,881</u>	<u>2,558,785</u>	<u>4,916</u>	<u>9,548,593</u>	<u>28,504,385</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,043,343)</u>	<u>1,000,365</u>	<u>1,804,944</u>	<u>(340,275)</u>	<u>(65)</u>	<u>15,132</u>	<u>(110,465)</u>	<u>326,293</u>
OTHER FINANCING SOURCES								
Operating transfers in	3,380,000					500,000	3,046,383	6,926,383
Operating transfers out	(1,565,708)	(1,200,000)	(1,932,000)				(3,499,675)	(8,197,383)
Total other financing sources (uses)	<u>1,814,292</u>	<u>(1,200,000)</u>	<u>(1,932,000)</u>	<u>-</u>	<u>-</u>	<u>500,000</u>	<u>(453,292)</u>	<u>(1,271,000)</u>
Net change in fund balance	(229,051)	(199,635)	(127,056)	(340,275)	(65)	515,132	(563,757)	(944,707)
Fund balance at beginning of year	<u>2,647,378</u>	<u>712,688</u>	<u>703,586</u>	<u>926,735</u>	<u>1,210</u>	<u>1,452,493</u>	<u>7,267,475</u>	<u>13,711,565</u>
Prior-Period Adjustment	(250,000)							(250,000)
Fund balance at end of year	<u>\$ 2,168,327</u>	<u>\$ 513,053</u>	<u>\$ 576,530</u>	<u>\$ 586,460</u>	<u>\$ 1,145</u>	<u>\$ 1,967,625</u>	<u>\$ 6,703,718</u>	<u>\$ 12,516,858</u>

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

ST. MARY PARISH COUNCIL

Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended December 31, 2017

Reconciliation of the changes in fund balances - total governmental funds to the change in net position of governmental activities:

Net change in fund balance - Governmental Funds \$ (944,707)

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

Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation (\$5,754,615) exceeded capital outlays (\$2,244,658) meeting the Council's Capitalization policy in the current period. (3,509,957)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces noncurrent liabilities in the statement of net position.

Repayments of principal on long term debt	1,802,058	
Decrease in accrued interest	37,894	
Amortize gain on refunding	<u>(12,000)</u>	
Net adjustment		<u>1,827,952</u>

Some expenses reported in the Statement of Activities do not require the use of current financial resources; therefore, are not reported in governmental funds as expenditures.

Other post employment benefits	(963,000)	
Lease obligation expense	91,016	
Increase in accrued compensated absences	<u>(111,000)</u>	
Net adjustment		<u>(982,984)</u>

Effects of recording net pension liability and deferred inflows and outflows of resources related to net pension liability:

Increase in pension expense	(464,380)	
Non employer pension contributions	<u>58,360</u>	
Net adjustment		<u>(406,020)</u>

Change in net position of governmental activities \$ (4,015,716)

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

ST. MARY PARISH COUNCIL

Statement of Net Position
Proprietary Funds
December 31, 2017

	Business-type Activities			Total
	Enterprise Funds			
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	
ASSETS				
Current assets				
Cash and cash equivalents	\$ 942		\$ 240	\$ 1,182
Investments	1,499,191			1,499,191
Receivables (net of allowances for uncollectibles)	713,489	\$ 6,725	4,766	724,980
Due from other governments	73,644			73,644
Advance to other funds	2,587,004	182,475	109,683	2,879,162
Total current assets	4,874,270	189,200	114,689	5,178,159
Noncurrent assets				
Restricted cash	1,838,103			1,838,103
Restricted investments	843,156			843,156
Restricted advances	3,399,825			3,399,825
Total restricted assets	6,081,084	-	-	6,081,084
Property, plant, and equipment (net of accumulated depreciation)	18,985,669	1,023,593	2,538,688	22,547,950
Total noncurrent assets	25,066,753	1,023,593	2,538,688	28,629,034
Total assets	29,941,023	1,212,793	2,653,377	33,807,193
DEFERRED OUTFLOWS OF RESOURCES				
Debt redemption costs	849,900			849,900
Related to pension	369,206	67,869	95,831	532,906
Total deferred outflows of resources	1,219,106	67,869	95,831	1,382,806
Total assets and deferred outflows of resources	\$ 31,160,129	\$ 1,280,662	\$ 2,749,208	\$ 35,189,999
LIABILITIES				
Current liabilities				
Accounts payable and accrued expenses	\$ 215,562	\$ 13,545	\$ 17,614	\$ 246,721
Bonds payable within one year	795,000			795,000
Total current liabilities	1,010,562	13,545	17,614	1,041,721
Long-term liabilities				
Other post-employment benefits	957,600	292,400	331,600	1,581,600
Bonds payable, including unamortized premium	10,389,124			10,389,124
Landfill closure and post-closure care costs	4,700,000			4,700,000
Net pension liability	287,161	52,787	74,535	414,483
Total long-term liabilities	16,333,885	345,187	406,135	17,085,207
Total liabilities	17,344,447	358,732	423,749	18,126,928
DEFERRED INFLOWS OF RESOURCES				
Related to pension	51,469	9,461	13,359	74,289
Total liabilities and deferred inflows of resources	17,395,916	368,193	437,108	18,201,217
FUND EQUITY				
Invested in capital assets, net of related debt	7,801,545	1,023,593	2,538,688	11,363,826
Restricted	2,307,759			2,307,759
Unrestricted	3,654,909	(111,124)	(226,588)	3,317,197
Total net position	13,764,213	912,469	2,312,100	16,988,782
Total liabilities and net position	\$ 31,160,129	\$ 1,280,662	\$ 2,749,208	\$ 35,189,999

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

ST. MARY PARISH COUNCIL

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

	Business-type Activities Enterprise Funds			Total
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	
OPERATING REVENUES				
Solid waste disposal fees	\$ 3,444,589			\$ 3,444,589
Impound fees		\$ 121,036		121,036
Admission fees			\$ 15,807	15,807
Campsite fees			43,855	43,855
Special events			30,421	30,421
Other	1,230		21,556	22,786
Total operating revenues	<u>3,445,819</u>	<u>121,036</u>	<u>111,639</u>	<u>3,678,494</u>
OPERATING EXPENSES				
Personal services	1,311,745	282,502	400,586	1,994,833
Contractual services	116,149		2,307	118,456
Supplies	35,561	13,283	25,060	73,904
Materials	440,255	8,301	8,072	456,628
Utilities	103,396	24,574	96,714	224,684
Repairs and maintenance	157,384	4,664	20,755	182,803
Landfill closure costs	260,000			260,000
Equipment and rentals	642,117	13,878	61,411	717,406
Miscellaneous	40,134	259	4,531	44,924
Depreciation	1,003,711	60,663	82,105	1,146,479
Insurance	113,635	7,064	19,610	140,309
Total operating expenses	<u>4,224,087</u>	<u>415,188</u>	<u>721,151</u>	<u>5,360,426</u>
Net operating income (loss)	<u>(778,268)</u>	<u>(294,152)</u>	<u>(609,512)</u>	<u>(1,681,932)</u>
NON-OPERATING REVENUES AND EXPENSES				
Investment earnings	52,757	657	246	53,660
Gifts/donations			32,967	32,967
Bond issuance cost	(106,497)			(106,497)
Non-employer pension contributions	10,300	1,893	2,673	14,866
Interest	(335,367)			(335,367)
Fees	(3,300)			(3,300)
Total non-operating revenues	<u>(382,107)</u>	<u>2,550</u>	<u>35,886</u>	<u>(343,671)</u>
Income (loss) before transfers	<u>(1,160,375)</u>	<u>(291,602)</u>	<u>(573,626)</u>	<u>(2,025,603)</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in				
General Fund		125,000	416,000	541,000
Sanitation Fund	730,000			730,000
Total contributions and transfers	<u>730,000</u>	<u>125,000</u>	<u>416,000</u>	<u>1,271,000</u>
Change in net position	<u>(430,375)</u>	<u>(166,602)</u>	<u>(157,626)</u>	<u>(754,603)</u>
Net position, beginning of year	14,194,588	1,079,071	2,469,726	17,743,385
Net position, end of year	<u>\$ 13,764,213</u>	<u>\$ 912,469</u>	<u>\$ 2,312,100</u>	<u>\$ 16,988,782</u>

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

ST. MARY PARISH COUNCIL

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

Increase (Decrease) in Cash & Cash Equivalents

	Business-type Activities Enterprise Funds			Total
	Reduction and Transfer <u>Fund</u>	Small Animal Control <u>Fund</u>	Kemper Williams Park <u>Fund</u>	
Cash flows from operating activities:				
Received from charges for services	\$ 3,374,409	\$ 149,165	\$ 162,164	\$ 3,685,738
Payments to suppliers for goods & services	(1,814,586)	(91,650)	(279,841)	(2,186,077)
Payments to employees for services	(1,193,745)	(240,502)	(352,586)	(1,786,833)
Net cash flows (deficiency) from operating activities	<u>366,078</u>	<u>(182,987)</u>	<u>(470,263)</u>	<u>(287,172)</u>
Cash flows from noncapital financing activities:				
Contributions			32,967	32,967
Operating transfers in from other funds	730,000	125,000	416,000	1,271,000
Repayment of advances by other funds		55,437	65,046	120,483
Advances to other funds	(1,182,087)			(1,182,087)
Net cash flows (deficiency) from noncapital financing activities	<u>(452,087)</u>	<u>180,437</u>	<u>514,013</u>	<u>242,363</u>
Cash flows from capital and related financial activities				
Fixed asset acquisitions	(1,112,839)		(46,669)	(1,159,508)
Bond Issuance Cost	(106,497)			(106,497)
Debt payments	(1,251,423)			(1,251,423)
Net cash flows (deficiency) from capital and related financing activities	<u>(2,470,759)</u>	<u>-</u>	<u>(46,669)</u>	<u>(2,517,428)</u>
Cash flows from investing activities				
Investment earnings	52,757	657	246	53,660
Sale of investments	354			354
Non-employer pension contributions	10,300	1,893	2,673	14,866
Net cash flows from investing activities	<u>63,411</u>	<u>2,550</u>	<u>2,919</u>	<u>68,880</u>
Net increase in cash and cash equivalents	(2,493,357)	-	-	(2,493,357)
Cash and cash equivalents at beginning of year	<u>4,332,402</u>	<u>-</u>	<u>240</u>	<u>4,332,642</u>
Cash and cash equivalents at end of year	<u>\$ 1,839,045</u>	<u>\$ -</u>	<u>\$ 240</u>	<u>\$ 1,839,285</u>
Shown in the accompanying Statement of Net Position as:				
Cash and cash equivalents	\$ 942		\$ 240	\$ 1,182
Restricted cash	1,838,103			1,838,103
Total cash and cash equivalents	<u>\$ 1,839,045</u>	<u>\$ -</u>	<u>\$ 240</u>	<u>\$ 1,839,285</u>

	Business-type Activities			Total
	Enterprise Funds			
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	
Reconciliation of operating income (loss) to net cash, provided by operating activities:				
Operating income (loss)	\$ (778,268)	\$ (294,153)	\$ (609,511)	\$ (1,681,932)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation and amortization	1,003,711	60,663	82,105	1,146,479
Decrease (increase) in accounts receivable	(270,360)	1,143	(466)	(269,683)
Decrease in accounts payable and accrued expenses	(21,934)	(1,005)	(3,125)	(26,064)
Increase in landfill closure costs	260,000			260,000
Increase in other post-employment benefits	118,000	42,000	48,000	208,000
(Decrease) in net pension liability	(129,243)	(19,039)	(34,645)	(182,927)
(Decrease) in deferred inflows related to pension	(14,778)	(1,730)	(3,612)	(20,120)
Decrease in deferred outflows related to pension	198,950	29,134	50,991	279,075
Total adjustments	1,144,346	111,166	139,248	1,394,760
Net cash provided by (used for) operating activities	\$ 366,078	\$ (182,987)	\$ (470,263)	\$ (287,172)

During the year ended December 31, 2017 the Reduction and Transfer fund had a capital financing activity which included a significant noncash portion, \$6,081,980 of bonds (net of discount) were refunded with the issuance of new bonds.

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
General Fund
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes				
Ad Valorem	\$ 3,600,000	\$ 3,600,000	\$ 3,088,496	\$ (511,504)
Other taxes, penalties, & interests, etc.	65,000	70,000	87,151	17,151
Intergovernmental revenues				
Federal grants	6,000	52,481	60,663	8,182
State funds				
State grants		65,102	102,681	37,579
State revenue sharing	550,500	499,059	481,441	(17,618)
Severance taxes	1,000,000	1,000,000	1,004,271	4,271
Criminal court fund	6,000	6,000	1,948	(4,052)
Licenses & permits	824,150	831,150	731,681	(99,469)
Fees, charges, & commission	143,375	150,161	180,106	29,945
Mosquito abatement	185,000	185,000	180,277	(4,723)
Investment earnings & interest	82,200	90,482	82,439	(8,043)
Other revenues	222,574	287,026	40,550	(246,476)
Total revenues	6,684,799	6,836,461	6,041,704	(794,757)
EXPENDITURES				
Current:				
General government				
Legislative	508,090	498,090	442,269	55,821
Judicial	1,196,468	1,196,468	1,109,401	87,067
Executive	261,152	261,152	223,184	37,968
Elections	108,815	208,815	192,082	16,733
Finance & administrative	1,230,001	1,157,701	981,901	175,800
Courthouse	1,406,900	1,396,900	1,247,603	149,297
Other	1,041,904	1,132,904	1,037,322	95,582
Public safety	773,432	790,096	733,160	56,936
Culture & recreation	1,094,473	1,055,473	753,069	302,404
Health & welfare	597,446	656,650	556,396	100,254
Economic development & assistance	302,092	312,092	263,072	49,020
Mosquito abatement	250,000	250,000	269,686	(19,686)
Airport operations	328,950	305,950	272,536	33,414
Miscellaneous	2,500	2,500	3,366	(866)
Total expenditures	9,102,223	9,224,791	8,085,047	1,139,744
Excess (deficiency) of revenues over (under) expenditures	(2,417,424)	(2,388,330)	(2,043,343)	344,987
OTHER FINANCING SOURCES (USES)				
Operating transfers in				
Road Construction & Maintenance Fund	1,300,000	1,200,000	1,200,000	-
Sales Tax Bond Sinking Fund	1,700,000	1,700,000	1,700,000	-
Gaming Receipt Fund	380,000	280,000	280,000	-
Fairview Treatment Center		200,000	200,000	-
Operating transfers out				
Witness Fee Fund		(24,708)	(24,708)	-
Small Animal Control Fund	(125,000)	(125,000)	(125,000)	-
Jail Operating & Maintenance Fund	(1,250,000)	(1,000,000)	(1,000,000)	-
Kemper Williams Park Fund	(416,000)	(416,000)	(416,000)	-
Total other financing sources (uses)	1,589,000	1,814,292	1,814,292	-
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(828,424)	(574,038)	(229,051)	344,987
Net change in fund balance	(828,424)	(574,038)	(229,051)	344,987
Prior period adjustment			(250,000)	(250,000)
Fund balance at beginning of year	2,647,378	2,647,378	2,647,378	-
Fund balance at end of year	\$ 1,818,954	\$ 2,073,340	\$ 2,168,327	\$ 94,987

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Road Construction & Maintenance Fund
 For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Intergovernmental revenues				
State funds				
State grants	\$ 89,720	\$ 104,760	\$ 104,760	\$ -
Royalty road funds	4,000,000	4,000,000	4,044,286	44,286
Parish road transportation funds	450,000	450,000	439,010	(10,990)
Investment earnings & interest	6,500	8,100	1,515	(6,585)
Other revenues	250,000	373,750	389,331	15,581
Total revenues	<u>4,796,220</u>	<u>4,936,610</u>	<u>4,978,902</u>	<u>42,292</u>
EXPENDITURES				
Current:				
Public works				
Highways/streets & roads	3,732,874	3,682,374	3,275,343	407,031
Road supervisor	83,076	92,821	90,734	2,087
Bridges	226,701	226,701	168,280	58,421
Avoca ferry	50,000	162,453	139,145	23,308
FEMA reimbursement		50,900	305,035	(254,135)
Total expenditures	<u>4,092,651</u>	<u>4,215,249</u>	<u>3,978,537</u>	<u>236,712</u>
Excess of revenues over expenditures	<u>703,569</u>	<u>721,361</u>	<u>1,000,365</u>	<u>279,004</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers out				
General Fund	<u>(1,300,000)</u>	<u>(1,200,000)</u>	<u>(1,200,000)</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(596,431)</u>	<u>(478,639)</u>	<u>(199,635)</u>	<u>279,004</u>
Fund balance at beginning of year	<u>712,688</u>	<u>712,688</u>	<u>712,688</u>	<u>-</u>
Fund balance at end of year	<u>\$ 116,257</u>	<u>\$ 234,049</u>	<u>\$ 513,053</u>	<u>\$ 279,004</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Sanitation Fund
 For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes				
Sales and use	\$ 2,045,000	\$ 2,395,000	\$ 2,389,446	\$ (5,554)
Intergovernmental revenues				
State grants	74,067	74,067	92,049	17,982
Local grants	65,000	65,000	48,986	(16,014)
Fees, charges, & commission	1,410,000	1,410,000	1,365,060	(44,940)
Investment earnings & interest	8,500	8,500	19,029	10,529
Total revenues	<u>3,602,567</u>	<u>3,952,567</u>	<u>3,914,570</u>	<u>(37,997)</u>
EXPENDITURES				
Current:				
Public safety	195,351	195,351	169,783	25,568
Sanitation	1,942,900	1,942,900	1,871,352	71,548
Health & Welfare	74,067	74,067	68,491	5,576
Total expenditures	<u>2,212,318</u>	<u>2,212,318</u>	<u>2,109,626</u>	<u>102,692</u>
Excess of revenues over expenditures	<u>1,390,249</u>	<u>1,740,249</u>	<u>1,804,944</u>	<u>64,695</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers out				
Reduction and Transfer	(730,000)	(730,000)	(730,000)	-
3/4% Sales Tax Bond Sinking Fund	(702,000)	(702,000)	(702,000)	-
Combined Sewer Construction Fund	<u>(500,000)</u>	<u>(500,000)</u>	<u>(500,000)</u>	-
Total other financing sources (uses)	<u>(1,932,000)</u>	<u>(1,932,000)</u>	<u>(1,932,000)</u>	-
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(541,751)	(191,751)	(127,056)	64,695
Fund balance at beginning of year	<u>703,586</u>	<u>703,586</u>	<u>703,586</u>	-
Fund balance at end of year	<u>\$ 161,835</u>	<u>\$ 511,835</u>	<u>\$ 576,530</u>	<u>\$ 64,695</u>

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

ST. MARY PARISH COUNCIL

STATEMENT OF FIDUCIARY NET ASSETS

December 31, 2017

	Component Unit Agency <u>Funds</u>
ASSETS	
Cash	\$ 3,802,160
Investments	1,915,581
Receivables	2,742,829
Amounts due from taxing units	402,870
Total Assets	<u>8,863,440</u>
DEFERRED OUTFLOWS OF RESOURCES	
Related to Pensions	<u>203,171</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 9,066,611</u>
LIABILITIES	
Accounts payable and accrued liabilities	\$ 1,504
Amounts due to taxing units:	
Due to other governments	4,852,528
Other post employment benefit liability	1,309,054
Accrued compensated absences	66,667
Retained taxes collected	731,499
Net pension liability	152,538
Unsettled deposits	834,047
Due to litigants	1,091,870
Total Liabilities	<u>9,039,707</u>
DEFERRED INFLOWS OF RESOURCES	
Related to Pensions	<u>26,904</u>
Total Liabilities and Deferred Outflows of Resources	<u>\$ 9,066,611</u>

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

ST. MARY PARISH COUNCIL

Notes to the Financial Statements
December 31, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

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

A. Reporting Entity

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

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

<u>Component Unit</u>	<u>Area Served</u>	<u>Fiscal Year End</u>	<u>Criteria Used</u>
St. Mary Parish Water & Sewer Comm.:			
No. 1	Amelia/Siracusa	December 31	1, 2, 3
*No. 2	Bayou Vista	September 30	1, 2,3
No. 3 (<i>component unit created by the Council in 2016 for consolidating Waterworks No. 5, Sewerage District No. 5 & No. 8</i>)	West of Patterson to & Centerville	September 30	1,2,3
No. 4	Chatsworth, St. Joseph, Irish Bend, Yokely, Sorrell, Websterville, Charenton, St. Peter	September 30	1, 2,3
No.5	Four Corners/Glencoe	September 30	1, 2, 3
St. Mary Parish Library	St. Mary Parish except Morgan City	December 31	1, 2, 3
Hospital Service District:			
No. 1	Wax Lake Outlet to Jeanerette	September 30	2, 3
*No. 2	Atchafalaya River to Amelia	December 31	2, 3
*No. 3	Atchafalaya River to Wax Lake Outlet	September 30	2, 3
Waterworks District:			
No. 5(see Water & Sewer Commission No.3)	West of Patterson to Calumet, Verdunville, & Centerville	May 31	2, 3
No. 6(<i>component of and reported with St. Mary Parish Water & Sewer District No.4</i>)	Chatsworth, St. Joseph, Irish Bend, Yokely, Sorrell, Websterville, Charenton, St. Peter	September 30	2, 3
Sewerage District:			
No. 5(see Water & Sewer Commission No. 3)	Verdunville/Centerville	September 30	1, 2, 3
No. 7(<i>component of and reported with St. Mary Parish Water & Sewer District No. 4</i>)	Chatsworth, St. Joseph, Irish Bend, Yokely	September 30	1, 2, 3
No. 8(see Water & Sewer Commission No. 3)	Cotton Road to Wax Lake Outlet	September 30	2, 3

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

<u>Component Unit</u>	<u>Area Served</u>	<u>Fiscal Year End</u>	<u>Criteria Used</u>
Sewerage District:			
No. 9 (<i>component of and reported with St. Mary Parish Water & Sewer District No.4</i>)	Charenton	September 30	2, 3
No. 11 (<i>no activity</i>)	Cypremort Point	September 30	1, 2, 3
Wards 5 & 8 Joint Sewer Comm.	Atchafalaya River west to Wax Lake Outlet	September 30	2, 3
Consolidated Gravity Drainage District:			
*No. 1	Wax Lake Outlet west to Jeanerette	September 30	2, 3
No. 2	Atchafalaya River to Bayou Ramos	September 30	2, 3, 4
Gravity Drainage District No. 6	Bayou Ramos to Bayou Bouef	September 30	2, 3
Wax Lake East Drainage District	Berwick, Bayou Vista, Patterson, Calumet	September 30	2, 3
Sub Gravity Drainage District No.1 of Gravity Drainage District No.2	Bayou Vista	September 30	2, 3
Cajun Coast Visitors and Convention Bureau	St. Mary Parish	September 30	2, 3
*St. Mary Parish Sales and Use Tax Dept. (<i>a fiduciary type fund</i>)	St. Mary Parish	December 31	1, 3
Recreation District:			
No. 1	Amelia	September 30	2, 3
No. 2	Siracusa	September 30	1, 2, 3, 4
No. 3	Bayou Vista	September 30	1, 2, 3
No. 4	Patterson	September 30	1, 2, 3
* No. 5	Four Corners, Sorrell Glencoe	September 30	2, 3
*No. 7	Centerville, Verdunville	September 30	2, 3
*Atchafalaya Golf Course Commission	St. Mary Parish	September 30	1,2,3,4
Fire Protection District:			
* No. 1	Cypremort Point	December 31	2, 3
* No. 2	Franklin/Ward 3	September 30	1, 2, 3
No. 3	Amelia	September 30	1, 2, 3
* No. 7	Bayou Vista	September 30	2, 3

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

<u>Component Unit</u>	<u>Area Served</u>	<u>Fiscal Year End</u>	<u>Criteria Used</u>
Fire Protection District: * No. 11	Four Corners, Glencoe, Sorrell	September 30	2, 3
No. 12(<i>no activity</i>)	Charenton	September 30	2, 3
*Mosquito Control District No. 1	Cypremort Point	December 31	1, 2, 3
Communications District (911)	St. Mary Parish	December 31	2, 3, 4
St. Mary Parish Assessor	St. Mary Parish	December 31	1, 4
St. Mary Parish Clerk of Court (<i>includes fiduciary type funds</i>)	St. Mary Parish	June 30	1, 4
*Industrial Development Board of the Parish of St. Mary, Louisiana, Inc. (<i>only activity is issuance of conduit debt through the Council, See Note 15</i>)	St. Mary Parish	December 31	1,2, 3, 4

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

The Council's financial statements are maintained on the calendar year basis. Many of the component units maintain their financial statements on other fiscal years as shown earlier. The information represented in these financial statements for the Council is as of December 31, 2017 and the year then ended. The financial information for the component units is as of and for their year ended within 2017. Because of the different year ends, certain amounts shown as payable between the Council and component units may differ. Note 11 discloses the amounts due/to from the Council and various components.

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The following are condensed statements of net position for the Council's nine major component units at 2017 year end:

	WATER & SEWER COMMISSION # 1 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 2 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 3 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 4 OF THE PARISH OF ST. MARY	WATERWORKS DISTRICT # 5 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 1 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	HOSPITAL SERVICE DISTRICT # 1 OF THE PARISH OF ST. MARY	ST. MARY PARISH LIBRARY	TOTAL MAJOR COMPONENT UNITS
ASSETS										
Current assets										
Cash and cash equivalents	\$ 5,070,588	\$ 865,295	\$ 1,429,503	\$ 69,049	\$ 154,826	\$ 2,142,887	\$ 9,546,273	\$ 2,072,615	\$ 4,181,093	\$ 25,532,129
Investments	134,283	1,291,107	2,517,200		1,591,285			4,101,748		9,635,623
Receivables (net of allowances for uncollectibles)	73,088	155,625	206,335	220,973				1,807,782		2,463,803
Other receivables					1,551			2,243,984		2,245,535
Due from other governments	830,513		124,067		3,601	118,059		1,681,806	2,416,317	5,174,363
Prepaid expenses	32,971	16,097	79,899	27,174	39,825		64,229	549,165	16,459	825,819
Inventories	69,516	126,910						752,313		948,739
Other Assets			210							210
Total current assets	6,210,959	2,455,034	4,357,214	317,196	1,791,088	2,260,946	9,610,502	13,209,413	6,613,869	46,826,221
Noncurrent Assets										
Restricted Assets:										
Cash	81,681	87,443	45,392	2,545,983	182,028			7,663,187		10,605,714
Investments		179,482	150,499		1,442,065					1,772,046
Invest in Berwick Bayou Vista Commission		670,394								670,394
Capital Assets										
Land and Improvements	205,726	51,709	22,155	6,926	16,500	8,600	2,594,657	701,739	295,111	3,903,123
Buildings, net of accumulated depreciation	1,522,600	28,989	88,170	209,960	85,367	57,460	14,008	9,013,544	4,780,637	15,800,735
Improvements, other than buildings, net of accumulated depreciation	3,117,506	4,781,320	4,214,134	6,218,998	3,876,511			355,550		22,564,019
Equipment and furniture, net of accumulated depreciation	241,963	38,013	244,711	1,227,155	40,783	358,288	915,946	2,140,732	944,415	6,152,006
Infrastructure, net of accumulated depreciation						2,815,764	4,192,166			7,007,930
Construction in progress	17,220	100,356	9,076	(1,532,311)	21,078		8,097,306	8,729		9,786,076
Total noncurrent assets	5,186,696	5,937,706	4,774,137	11,741,333	5,664,332	3,240,112	15,814,083	19,883,481	6,020,163	78,262,043
Total assets	11,397,655	8,392,740	9,131,351	12,058,529	7,455,420	5,501,058	25,424,585	33,092,894	12,634,032	125,088,264
DEFERRED OUTFLOWS OF RESOURCES										
Debt redemption costs										
Related to pensions			158,448	119,556	60,154	152,949	473,621	30,399	-	525,785
Total outflows of resources	-	-	158,448	119,556	81,919	152,949	473,621	30,399	471,275	1,488,167
Total assets and deferred outflows of resources	\$ 11,397,655	\$ 8,392,740	\$ 9,289,799	\$ 12,178,085	\$ 7,537,339	\$ 5,654,007	\$ 25,898,206	\$ 33,123,293	\$ 13,105,307	\$ 126,576,431

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

	WATER & SEWER COMMISSION # 1 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 2 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 3 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 4 OF THE PARISH OF ST. MARY	WATERWORKS DISTRICT # 5 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 1 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	HOSPITAL SERVICE DISTRICT # 1 OF THE PARISH OF ST. MARY	ST. MARY PARISH LIBRARY	TOTAL MAJOR COMPONENT UNITS
LIABILITIES										
Liabilities										
Current liabilities										
Accounts payable	\$ 91,815	\$ 59,116	\$ 72,382	\$ 90,083		\$ 59,099	\$ 1,403,593	\$ 738,699		\$ 2,514,787
Contracts payable		26,519								26,519
Retainage payable										-
Accrued liabilities	93,444		7,483	28,762	\$ 30,602		21,588	1,292,061	\$ 139,480	1,613,420
Accrued interest payable		585			4,550			12,062		17,197
Due to St. Mary Parish Council	36,056	82,310		217,420						335,786
Due to component units		21,943	11,770	3,201						36,914
Due to other governments		29,942		22,893				574,395		627,230
Due to the state		5,198								5,198
Payable from restricted assets	81,681	208,307	195,891	195,709	130,091					811,679
Current portion of long-term debt		90,000	65,528	389,081	135,000		804,118	525,263		2,008,990
Total current liabilities	302,996	523,920	353,054	947,149	300,243	59,099	2,229,299	3,142,480	139,480	7,997,720
Noncurrent liabilities										
Compensated absences			7,215	102,050						109,265
Net pension liability			118,153	77,354	43,048	123,303			358,957	720,815
Long-term debt		195,000	65,527	5,196,611	290,000		12,839,121	5,441,907		24,028,166
Total noncurrent liabilities	-	195,000	190,895	5,376,015	333,048	123,303	12,839,121	5,441,907	358,957	24,858,246
Total liabilities	302,996	718,920	543,949	6,323,164	633,291	182,402	15,068,420	8,584,387	498,437	32,855,966
DEFERRED INFLOWS OF RESOURCES										
Unearned revenue								158,163		158,163
Related to pensions			18,989	22,241	12,289	22,161			64,542	140,222
Total deferred inflows of resources	-	-	18,989	22,241	12,289	22,161		158,163	64,542	233,843
Total liabilities and deferred inflows of resources	302,996	718,920	562,938	6,345,405	645,580	204,563	15,068,420	8,742,550	562,979	33,089,809
NET POSITION										
Invested in capital assets, net of related debt	5,105,015	4,715,387	4,447,191	5,404,641	3,615,239	3,247,597	9,180,067	6,253,124	6,020,163	47,988,424
Restricted for:										
Capital projects					1,337,683			583,706		1,921,389
Debt service		54,809		205,342	151,769		516,752	647,070		1,575,742
Other purposes	4,588,836					31,041		6,432,411		11,052,288
Unrestricted	1,400,808	2,903,624	4,279,670	222,697	1,787,068	2,170,806	1,132,967	10,464,432	6,522,165	30,884,237
Total net position	11,094,659	7,673,820	8,726,861	5,832,680	6,891,759	5,449,444	10,829,786	24,380,743	12,542,328	93,422,080
Total liabilities, deferred inflows of resources and net position	\$ 11,397,655	\$ 8,392,740	\$ 9,289,799	\$ 12,178,085	\$ 7,537,339	\$ 5,654,007	\$ 25,898,206	\$ 33,123,293	\$ 13,105,307	\$ 126,576,431

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The following are condensed statements of activities for the Council's nine major components for 2017:

	WATER&SEWER COMMISSION # 1 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 2 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 3 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 4 OF THE PARISH OF ST. MARY	WATERWORKS DISTRICT # 5 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 1 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	HOSPITAL SERVICE DISTRICT # 1 OF THE PARISH OF ST. MARY	ST. MARY PARISH LIBRARY	TOTAL MAJOR COMPONENT UNITS
Expenses										
Water & sewer	\$ 1,736,607	\$ 1,688,893	\$ 651,806	\$ 2,678,048	\$ 1,127,161					\$ 7,882,515
Drainage						\$ 1,521,376	\$ 1,385,382			2,906,758
Medical care								\$ 26,286,667		26,286,667
Library									\$ 2,826,236	2,826,236
Interest and fees on long-term debt		8,339		205,261	27,326		231,365	272,609		744,900
Total program expenses	1,736,607	1,697,232	651,806	2,883,309	1,154,487	1,521,376	1,616,747	26,559,276	2,826,236	40,647,076
Program revenues										
Charges for services										
Water & sewer	735,101	966,835	1,107,403	1,668,189	859,967					5,337,495
Medical care								20,674,715		20,674,715
Library									12,368	12,368
Total charges for services	735,101	966,835	1,107,403	1,668,189	859,967	-	-	20,674,715	12,368	26,024,578
Operating grants and contributions										
Drainage						6,667	1,419,610			1,426,277
Medical care								3,507,364		3,507,364
Library									12,873	12,873
Total operating grants and contributions	-	-	-	-	-	6,667	1,419,610	3,507,364	12,873	4,946,514
Capital grants and contributions										
Medical care								2,441,444		2,441,444
Total capital grants and contributions	-	-	-	-	-	-	-	2,441,444	-	2,441,444
Net program expenses (revenues)	1,001,506	730,397	(455,597)	1,215,120	294,520	1,514,709	197,137	(64,247)	2,800,995	7,234,540
General revenues										
Taxes:										
Ad valorem taxes levied for general purposes	902,326	737,581		502,825	397,246	1,386,410	818,080	2,268,824	2,562,098	9,575,390
Ad valorem taxes levied for debt service		91,162		439,454	122,683		1,025,371			1,678,670
State shared revenue					10,508	39,145			60,035	109,688
Loss on Investments								(73,328)		(73,328)
Investment earnings & interest	7,668	10,846	1,098	7,093	18,601	3,980	15,420	105,920	8,484	179,110
Transfers:										
Operating					(1,548,837)					(1,548,837)
Capital contributions										
Waterworks District No. 5 of St. Mary Parish			1,420,000							1,420,000
Sewerage District No. 5 of St. Mary Parish			4,715,824							4,715,824
Sewerage District No. 8 of St. Mary Parish			2,134,342							2,134,342
Gain (loss) on disposition of assets		7,810								7,810
Parish Grants		20,157								20,157
Payment from St. Mary Parish Council						24,000				24,000
Miscellaneous				105,447	298		66,810	323	39,318	212,196
Non-employer Pension Contributions						4,423				4,423
Total general revenues and special item	909,994	867,556	8,271,264	1,054,819	(999,501)	1,457,958	1,925,681	2,301,739	2,669,935	18,459,445
Change in net position	(91,512)	137,159	8,726,861	(160,301)	(1,294,021)	(56,751)	1,728,544	2,365,986	(131,060)	11,224,905
Net position- beginning of year	11,186,171	7,536,661	-	5,992,981	8,185,780	5,506,195	9,101,242	22,014,757	12,673,388	82,197,175
Net position - end of year	\$ 11,094,659	\$ 7,673,820	\$ 8,726,861	\$ 5,832,680	\$ 6,891,759	\$ 5,449,444	\$ 10,829,786	\$ 24,380,743	\$ 12,542,328	\$ 93,422,080

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basic Financial Statements - Government-wide Financial Statements

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

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

C. Basic Financial Statements - Fund Financial Statements

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

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

GOVERNMENTAL FUNDS

General Fund

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

Special Revenue Funds

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

ROAD CONSTRUCTION AND MAINTENANCE FUND

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

SANITATION FUND

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

Debt Service Funds

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

Capital Projects Funds

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

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

CAPITAL IMPROVEMENT FUND

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

COMBINED SEWER CONSTRUCTION FUND

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

CDBG RECOVERY FUND

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

PROPRIETARY FUND

Enterprise Funds

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

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

REDUCTION AND TRANSFER FUND

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

KEMPER WILLIAMS PARK FUND

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

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

SMALL ANIMAL CONTROL FUND

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

Fiduciary Fund

Agency Funds

Two of the Council's component units utilize agency funds. Agency funds are custodial in nature (assets and deferred outflows of resources, equal liabilities and deferred inflows of resources) and do not involve measurement of results of operations. The Sales and Use Tax Dept. collects and disburses sales and other taxes for the Council and certain of its component units and other governments (municipalities and School Board) within the Parish. Amounts collected and held in behalf of the Council - \$964,932 and its component units - \$105,321 are reported as assets of the Council and component units at year end and are excluded from the assets and liabilities of the Sales and Use Tax Dept. at year end. The Clerk of Court utilizes agency funds to account for assets received or ordered by the courts to be held for others.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Basis of Accounting

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

Government-wide Statements and Proprietary Fund Financial Statements

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

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

Fund Financial Statements

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

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

E. Revenues

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

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

Investment earnings are generally recorded when earned.

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

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

F. Expenses/Expenditures

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

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

G. Budgets

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

H. Cash and Cash Equivalents

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

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

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

I. Investments

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

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

J. Receivables

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

K. Inventories

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

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

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

L. Prepaid Expenses

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

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

M. Restricted Assets

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

In the Reduction and Transfer Enterprise Fund certain assets are set aside for certain uses. These amounts are reported as either cash, investments, or advances and are reported as restricted assets. The following is a summary at December 31, 2017:

Reserved for debt service by debt covenants	\$1,937,125
Reserved for depreciation and contingencies by debt covenants	495,853
Earmarked for landfill closure costs and post-closure care costs	<u>3,648,106</u>
	<u>\$6,081,084</u>

N. Fixed Assets

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Government-wide Statements and Proprietary Fund

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

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

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

Fund Financial Statements

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

O. Long-term obligations

In the government-wide financial statements, and proprietary fund types financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Significant bond premiums and discounts, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount, if significant. Bond issuance costs are expensed when incurred.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

P. Compensated Absences

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

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

An accrual is made for the amount of compensation the employees will receive in the future based upon services performed in the current year for vacation time not used. An accrual is also made for accumulated sick time estimated to be paid to employees at retirement. Only the portion of this accumulated sick pay estimated to be paid to employees retiring within the next year is recorded as a liability within the fund to which the particular employees' salary is allocated, the remaining liability is included with long-term debt in the Statement of Net Position. The liability for the long-term portion of this accumulated sick pay, effects twenty-seven employees and totals approximately \$230,000 and is not discounted to present value.

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

Major funds	
General Fund	\$70,000
Road Construction and Maintenance Fund	24,000
Sanitation Fund	2,000
Reduction and Transfer Fund	23,000
Kemper Williams Park Fund	3,000
Non-major funds	
16 th Judicial District Drug Court Fund	8,000
Small Animal Control Fund	5,000
Fairview Treatment Center	13,000
Claire House	6,000
DWI Court	1,000

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

Water & Sewer Commission No. 3	\$ 7,000
Clerk of Court	18,000
Water & Sewer Commission No. 4	<u>102,000</u>
	<u>\$127,000</u>

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

During the year ended December 31, 2015, the Council and several component units implemented GASB Statement No. 68 "Accounting and Financial Reporting for Pensions". This GASB statement establishes accounting and financial reporting by state and local governments for pensions. This pronouncement requires governments to calculate and recognize a net pension liability and certain deferred outflows and inflows of resources and pension expense. The Council and other component units are members of various cost sharing multiple employer public employee retirement system (PERS). For purposes of measuring their net pension liability, deferred outflows and inflows of resources, and pension expense, the Council and other component units use the same basis as their applicable PERS.

See Note 17 for further details about these pension plans.

R. Deferred Outflows and Inflows of Resources (not Related to Pensions)

GASBS 65, "Items Previously Reported as Assets and Liabilities" states that when a refunding of debt results in the defeasance of the old debt that the difference between the reacquisition price (amount required to repay the previously issued old debt) and the net carrying amount of the old debt should be reported as a deferred outflow of resources or deferred inflow of resources and recognized as a component of interest expense in future periods. The following shows the amount of deferred outflows of resources at year end and the amount of amortization charged to interest expense for the year.

	Deferred Outflow Of Resources Debt <u>Reduction Cost</u>	Amortization & Charge to <u>Interest Expense</u>
Council's Enterprise Fund – Reduction & Transfer	\$170,000	\$25,000
<u>Component Unit</u>		
Waterworks District #5	21,765	7,255
Consolidated Gravity Drainage #2	473,621	43,056
Hospital District #1	30,399	2,936

In addition, Atchafalaya Golf Course Commission (a non-major component) is reporting unredeemed gift cards, fees not yet earned for advertising on golf cart GPS systems and, deposits received on future tournaments as current unearned revenues as Deferred Inflows of Resources totaling \$110,253.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

S. Equity Classifications

Government-wide Statements and Proprietary Fund Statements

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

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

At December 31, 2017 \$1,725,981 of the Council’s restricted net position was required by enabling legislation.

Fund Financial Statements

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

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

T. Interfund Transfers

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

U. Net Patient Service Revenue Less Provision for Doubtful Accounts

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

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

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

V. Reclassification

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

W. Accounting Estimates

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

NOTE 2 – PRIOR PERIOD ADJUSTMENTS

During 2017 the Council discovered that the beginning receivables balance in the General Fund included \$250,000 of receivables that were not actually due to the Council. In order to correct this error from the prior period both the beginning receivable balance and fund balance in the General Fund were reduced by \$250,000.

During the fiscal year ended December 31, 2017, the St. Mary Parish Library discovered that payments to pension plans by third parties were improperly accrued in a prior year. In order to correct this error from a prior year, net position at the beginning of the year was reduced by \$93,934.

The beginning net position for Fire Protection District No. 3 has been reduced by \$24,888 to correct an error in the recording of prepaid expenses.

The beginning net position of the St. Mary Parish Communication District for 2017 has been increased by \$35,362 to correct an error in recording of receivables and prepaid expenses in a prior year.

NOTE 3 – CAPITAL CONTRIBUTIONS FOR CONSOLIDATION

In 2016, the Council adopted an ordinance to combine the operations of Waterworks District No. 5, Sewerage District No. 5, and Sewerage District No. 8 to create Water and Sewer Commission No. 3. At the end of their fiscal year, Sewerage District No. 5 and Sewerage District No. 8 ceased operations and all their assets, liabilities, deferred outflows and inflows, and net positions (with net asset values of \$4,712,324 for Sewerage District No. 5 and \$2,135,450 for Sewerage District No. 8) were transferred to Water and Sewer Commission No. 3.

During its fiscal year 2017, Waterworks District No. 5 ceased most of its operations and transferred most of its assets, liabilities, deferreds, and net position (with a net asset value of \$1,548,837) to Water and Sewer Commission No. 3. The amount transferred out by Waterworks District No. 5 differs from the amount transferred in to Water and Sewer Commission No. 3 by \$126,499 because the two entities have different fiscal year ends.

In the future, when Waterworks District No. 5 completes its obligations, it will cease operations and transfer the remainder of its assets, liabilities, deferreds, and net position to Water and Sewer Commission No. 3.

NOTE 4 - FUND DEFICITS

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

<u>Fund</u>	<u>Year End</u>	<u>Amount</u>
Nonmajor Fund:		
16 th JDC St. Mary Parish Drug Court	Dec 31, 2017	\$(42,279)

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

NOTE 5 - EXPENDITURES - EXCESS OF ACTUAL OVER APPROPRIATED

Actual expenditures exceeded appropriated expenditures by a significant amount in the following fund for 2017:

<u>Fund</u>	<u>Actual</u>	<u>Budget</u>	<u>Unfavorable Variance</u>
Special Revenue Fund:			
16 th JDC St. Mary Parish Drug Court	\$679,141	\$642,000	\$37,141

Actual expenditures exceeded appropriated expenditures by a significant amount in the following component unit for 2017:

<u>Component</u>	<u>Actual</u>	<u>Budget</u>	<u>Unfavorable Variance</u>
Gravity Drainage District No. 6	\$344,272	\$293,515	\$ 50,757
Recreation District No. 3	726,423	611,640	114,783
Fire Protection District #11	350,741	300,521	50,220

NOTE 6 - TAXES

Sales Taxes

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

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

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

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

NOTE 6 - TAXES (continued)

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

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

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

Ad Valorem Taxes

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

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

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

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

Hotel-Motel Tax

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

Communications Taxes

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

NOTE 7 - CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

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

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

Cash and cash equivalents

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

At year end 2017 the carrying amount of the Council's cash was \$4,301,980 and the bank balance was \$5,870,767. A portion of these balances was covered by federal depository insurance, the uninsured portion of \$4,120,967 was collateralized with securities held by the pledging financial institutions.

Detailed information on the component units' agency funds cash and cash equivalents follows:

	<u>COMPONENT UNITS - AGENCY FUNDS</u>		
	The Parish Sales & <u>Use Tax</u>	St. Mary Parish Clerk <u>of Court</u>	Total Component Units-Agency <u>Funds</u>
Cash and cash equivalents-stated value	\$ 1,876,243	\$ 1,925,917	\$ 3,802,160
Cash and cash equivalents-bank balance	1,930,416	2,282,523	4,212,939
Portion insured by federal deposit insurance	250,000	500,000	750,000
Collateralized by securities held by the pledging financial institution		1,782,523	1,782,523
Collateralized by securities held by the pledging financial institution's trust dept or agent but not in the Government's name	1,680,416	-	1,680,416
Amount unsecured	-	-	-

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

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

	<u>MAJOR COMPONENT UNITS</u>			
	<u>Water & Sewer Commission #1</u>	<u>Water & Sewer Commission #2</u>	<u>Water & Sewer Commission #3</u>	<u>Water & Sewer Commission #4</u>
Cash and cash equivalents-stated value	\$ 5,152,269	\$ 952,738	\$ 1,474,895	\$ 2,615,032
Cash and cash equivalents-bank balance	5,169,181	980,417	1,484,611	2,655,759
Portion insured by federal deposit insurance	251,900	370,081	250,000	720,121
Collateralized by securities held by the pledging financial institution	5,710,424		1,234,611	
Collateralized by securities held by the pledging financial institution's trust dept or agent but not in the Government's name	-	610,336	-	1,935,638
Amount unsecured	-	-	-	-
	<u>Waterworks District #5</u>	<u>Consolidated Gravity Drainage District #1</u>	<u>Consolidated Gravity Drainage District #2</u>	<u>Hospital Service District #1</u>
Cash and cash equivalents-stated value	\$ 336,854	\$ 2,142,887	\$ 9,546,273	\$ 9,735,802
Cash and cash equivalents-bank balance	335,447	2,156,263	10,611,196	10,092,660
Portion insured by federal deposit insurance	335,447	322,247	250,000	250,000
Collateralized by securities held by the pledging financial institution		1,834,016	11,032,699	10,082,641
Collateralized by securities held by the pledging financial institution's trust dept or agent but not in the Government's name	-	-	-	-
Amount unsecured	-	-	-	-
	<u>St. Mary Parish Library</u>	<u>Nonmajor Components</u>	<u>Total Component Units</u>	
Cash and cash equivalents-stated value	\$ 4,181,093	\$ 15,182,217	\$ 51,320,060	
Cash and cash equivalents-bank balance	4,260,860	15,098,286	52,844,680	
Portion insured by federal deposit insurance	250,000	6,461,590	9,461,386	
Collateralized by securities held by the pledging financial institution		4,106,845	34,001,236	
Collateralized by securities held by the pledging financial institution's trust dept or agent but not in the Government's name	4,010,860	4,901,049	11,457,883	
Amount unsecured	-	\$ (371,198)	\$ (2,075,825)	

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

Cash	\$ 40,506,656
Restricted Asset: Cash	<u>10,813,404</u>
	<u>\$ 51,320,060</u>

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

Investments

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

The following is a summary of investments held by the Council at December 31, 2017.

	<u>Amount</u>	Percentage of Total <u>Investments</u>
U.S. Government Securities	\$ 6,119,634	59%
LAMP (rated AAAM by Standard & Poors)	<u>4,194,513</u>	<u>41%</u>
	<u>\$10,314,147</u>	<u>100%</u>

As of December 31, 2017, the Council had the following investments and maturities:

<u>Investment Type</u>	<u>Investment Maturities (in years)</u>			
	<u>Fair Value</u>	<u>Less than 1</u>	<u>1 - 5</u>	<u>6-10</u>
U.S. Agencies	<u>\$6,119,634</u>	<u>\$3,767,945</u>	<u>\$2,181,478</u>	<u>\$196,096</u>

LAMP determines its maturities using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 60 days, and consists of no securities with a maturity in excess of 397 days. The WAM for LAMP's total investments is 43 days as of December 31, 2017.

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

The Council has the following recurring fair value measurements as of December 31, 2017:

- U.S. Government securities of \$6,119,634 are valued using quoted market prices (Level 1 inputs)
- LAMP of \$4,194,673 is valued using primarily quoted prices for similar assets. (Level 2 inputs)

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

Component Units Investments

	<u>Amount</u>	Percentage of Total <u>Investments</u>	Investment Maturities (in years)			
			<u><1</u>	<u>1-5</u>	<u>6-10</u>	<u>10+</u>
<u>LAMP (rated AAAM by Standard & Poors)</u>						
Water & Sewer Commission #1	\$ 134,283		\$ 134,283			
Water & Sewer Commission #2	892,132		892,132			
Water & Sewer Commission #3	2,667,699		2,667,699			
Waterworks District #5	3,033,350		3,033,350			
Nonmajor Components	<u>5,079,600</u>		<u>5,079,600</u>			
Total LAMP	<u>11,807,064</u>	60%				
<u>Certificates of Deposit</u>						
Water & Sewer Commission #2	<u>578,457</u>			\$ 815,087		
Total Certificates of Deposit	<u>578,457</u>	3%				
<u>U. S. Government Agencies</u>						
Hospital Service District #1	\$ 21,028			\$ 21,028		
Hospital Service District #2	<u>3,221,963</u>					<u>3,221,963</u>
Total U. S. Agencies	<u>3,242,991</u>	16%				
<u>State Government Bonds</u>						
Hospital Service District #1	\$ <u>4,080,720</u>			\$ <u>4,080,720</u>		
Total State Government Bonds	<u>4,080,720</u>	21%				
Total Investments	<u>\$ 19,709,232</u>	<u>100%</u>				
Component unit investments are presented on the statement of net assets as follows:			<u>\$ 11,807,064</u>	<u>\$ 4,916,835</u>	<u>\$ -</u>	<u>\$ 3,221,963</u>

<u>Account</u>	<u>Amount</u>
Investments	\$ 16,995,044
Restricted assets: Investments	<u>2,714,188</u>
	<u>\$ 19,709,232</u>

Component Units - Agency Funds

<u>LAMP (rated AAAM by Standard & Poors)</u>		
St. Mary Parish Sales & Use Tax Dept	\$ <u>1,915,581</u>	
Total LAMP	<u>\$ 1,915,581</u>	<u>100%</u>

The Component units have the following recurring fair value measurements as of December 31, 2017:

- U.S. Government securities of \$3,242,911 are valued using quoted market prices (Level 1 inputs)
- LAMP of \$13,722,645 is valued using primarily quoted prices for similar assets. (Level 2 inputs)
- State Government Securities of \$4,080,720 are valued using quoted market prices (Level 1)

Lamp determines its maturities using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 60 days, and consists of no securities with a maturity in excess of 397 days. The WAM for LAMP's total investments is 43 days as of December 31, 2017.

NOTE 8 - RECEIVABLES

Receivables at December 31, 2017, are as follows:

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

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

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

Receivables at year end for the components are as follows:

	Accounts Receivable	Other Receivables	Total
Major Components			
Water & Sewer Commission #1	\$ 73,088		\$ 73,088
Water & Sewer Commission #2	155,625		155,625
Water & Sewer Commission #3	206,335		206,335
Water & Sewer Commission #4	220,973		220,973
Waterworks District #5		\$ 1,551	1,551
Hospital Service District #1	1,807,782	2,243,984	4,051,766
	\$ 2,463,803	\$ 2,245,535	\$ 4,709,338
Nonmajor Components	\$ 104,242	\$ 365,884	\$ 474,952
Total Components	\$ 2,568,045	\$ 2,611,419	\$ 5,179,464

All receivables are net of allowances for uncollectible accounts which are immaterial except for Hospital Service District #1, Fairview Treatment Center, and Reduction Transfer Fund which had allowances for doubtful accounts of approximately \$951,981; \$19,408; and \$102,435 respectively.

NOTE 9 - ADVANCES TO/FROM OTHER FUNDS

Advances to/from other funds as of December 31, 2017 consisted of the following:

<u>Funds Advance due from</u>	<u>Funds Advance due to</u>					<u>Total</u>
	<u>Reduction and Transfer</u>	<u>Kemper Williams</u>	<u>Small Animal Control</u>	<u>Combined Sewer</u>	<u>Non Major Governmental Funds</u>	
General Fund	\$ 2,075,325	\$ 109,683	\$ 132,177		\$ 192,185	\$ 2,509,370
Sanitation	2,161,635		50,298			2,211,933
Capital Improvement Road Construction & Maintenance	1,466,278			\$ 146,342	495,853	642,195
Non Major Governmental	283,591				191,731	1,658,009
					837,278	1,120,869
Total	\$ 5,986,829	\$ 109,683	\$ 182,475	\$ 146,342	\$ 1,717,047	\$ 8,142,376

Advances between funds primarily arise in two ways:

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

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

NOTE 10 - INTERFUND TRANSFERS

Interfund transfers in for the year ended December 31, 2017, consisted of the following:

TRANSFER TO	TRANSFER FROM	
Major Governmental Funds:		
General Fund	Road Construction & Maintenance	\$ 1,200,000
	Sales Tax Bond Sinking Fund	1,700,000
	Gaming Receipt Fund	280,000
	Fairview Treatment Center	<u>200,000</u>
Total General Fund		\$ 3,380,000
Combined Sewer Construction Fund	Sanitation Fund	500,000
Total Transfers In - Major Governmental Funds		<u>3,880,000</u>
Non Major Governmental Funds:		
Jail Operating & Maintenance Fund	General Fund	1,000,000
	Gaming Receipt Fund	<u>450,000</u>
Total Jail Operating & Maintenance Fund		1,450,000
3/4% Sales Tax Bond Sinking Fund	Sanitation Fund	702,000
	Gaming Receipt Fund	417,312
Jail Sinking Fund	Jail Operating & Maintenance Fund	430,822
Jail Reserve Fund	Jail Operating & Maintenance Fund	21,541
Witness Fee Fund	General Fund	<u>24,708</u>
Total Transfers In -Non Major Governmental Funds		<u>3,046,383</u>
Total Transfers In - Governmental Funds		<u>\$ 6,926,383</u>
Business-type Activities:		
Reduction and Transfer Fund	Sanitation Fund	\$ 730,000
Small Animal Control Fund	General Fund	125,000
Kemper Williams Park Fund	General Fund	<u>416,000</u>
Total Transfers In - Business-type Activities		<u>\$ 1,271,000</u>
Total Transfers In		<u>\$ 8,197,383</u>

NOTE 10 - INTERFUND TRANSFERS (continued)

Interfund transfers out for the year ended December 31, 2017, consisted of the following:

TRANSFER FROM	TRANSFER TO		
Major Governmental Funds:			
General Fund	Jail Operating & Maintenance Fund	\$ 1,000,000	
	Kemper Williams	416,000	
	Small Animal Control Fund	125,000	
	Witness Fee Fund	<u>24,708</u>	
Total General Fund			\$ 1,565,708
Road Construction & Maintenance Fund	General Fund		1,200,000
Sanitation Fund	Reduction and Transfer Fund	730,000	
	3/4% Sales Tax Bond Sinking Fund	702,000	
	Combined Sewer Construction Fund	<u>500,000</u>	
Total Sanitation Fund			<u>1,932,000</u>
Total Transfers Out - Major Governmental Funds			<u>4,697,708</u>
Non Major Governmental Funds:			
Gaming Receipt Fund	Certificates of Indebtedness Sinking Fund	417,312	
	Jail Operating & Maintenance Fund	450,000	
	General Fund	<u>280,000</u>	
Total Gaming Receipt Fund			1,147,312
Jail Operating & Maintenance Fund	Jail Sinking Fund	430,822	
	Jail Reserve Fund	<u>21,541</u>	
Total Jail Operating & Maintenance Fund			452,363
Sales Tax Bond Sinking Fund	General Fund		1,700,000
Fairview Treatment Center	General Fund		<u>200,000</u>
Total Transfers Out - Non Major Governmental Funds			<u>3,499,675</u>
Total Transfers Out - Governmental Funds			<u>8,197,383</u>
Total Transfers Out			<u>\$ 8,197,383</u>

Transfers are used to:

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

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

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

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

NOTE 11 - DUE TO/FROM COMPONENT UNITS

Due from component units to the Council at December 31, 2017 consists of the following:

<u>Payable to</u>	<u>Due From</u>	<u>Amount</u>
Major Funds:		
General Fund	Atchafalaya Golf Course Commission	
	portion expected to be repaid currently	\$ 78,304
	portion not expected to be repaid currently	<u>1,700,000 *</u>
		<u>1,778,304</u>
Sanitation Fund	St. Mary Parish Water & Sewer Comm. No. 4	<u>740</u>
Combined Sewer Construction Fund	St. Mary Parish Water & Sewer Comm. No. 5	216,891 *
	St. Mary Parish Water & Sewer Comm. No. 4	162,247 *
	St. Mary Parish Sewer District No. 5	<u>131,055 *</u>
		<u>510,193 *</u>
Total due from component units		<u>\$ 2,289,237</u>

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

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

Due from Other Component Units

<u>Payable To</u>	<u>Due From</u>	<u>Amount</u>
St. Mary Parish Assessor	Recreation District No. 2	\$ 656
Wards 5 and 8 Joint Sewerage Commission	Water and Sewer Commission No. 2	19,919
Wards 5 and 8 Joint Sewerage Commission	Water and Sewer Commission No. 3	21,943
Water and Sewer Commission No. 3	Waterworks District No. 5	124,067
		<u>\$ 166,585</u>

Due to Other Component Units

<u>Payable To</u>	<u>Due From</u>	<u>Amount</u>
Water and Sewer Commission No. 2	Wards 5 and 8 Joint Sewerage Commission	\$ 19,487
Water and Sewer Commission No. 3	Wards 5 and 8 Joint Sewerage Commission	4,518
Waterworks District No. 5	Water and Sewer Commission No. 3	11,770
Water and Sewer Commission No. 4	Water and Sewer Commission No. 5	3,201
Wards 5 and 8 Joint Sewerage Commission	Water and Sewer Commission No. 2	21,943
		<u>\$ 60,919</u>

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

Receivable by the Components from the Council

		<u>Amount</u>
Wards 5 and 8 Joint Sewerage Commission	St. Mary Parish Council	\$ 24,143
Recreation District No. 4	St. Mary Parish Council	20,000
St. Mary Parish Clerk of Court	St. Mary Parish Council	16,365
		<u>\$ 60,508</u>

Payable by the Component Units to the Council

<u>Payable To</u>	<u>Due From</u>	<u>Amount</u>
St. Mary Parish Council	Water and Sewer Commission No. 1	\$ 36,056
St. Mary Parish Council	Water and Sewer Commission No. 2	82,310
St. Mary Parish Council	Water and Sewer Commission No. 4	217,420
St. Mary Parish Council	Wards 5 and 8 Joint Sewerage Commission	15,820
St. Mary Parish Council	Water and Sewer Commission No. 5	3,711
St. Mary Parish Council	Atchafalaya Golf Course (long-term)	1,522,087
		<u>\$ 1,877,404</u>

NOTE 12 - FIXED ASSETS

CAPITAL ASSETS

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

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Ending Balance</u>
Governmental activities:					
Capital assets not being depreciated					
Land	\$ 1,870,876				\$ 1,870,876
Construction in progress	6,798,063	\$ 1,903,979	\$ -	\$ (1,804,698)	6,897,344
Total capital assets not being depreciated	<u>8,668,939</u>	<u>1,903,979</u>	<u>-</u>	<u>(1,804,698)</u>	<u>8,768,220</u>
Other capital assets:					
Infrastructure	135,586,471				135,586,471
Building	17,516,962				17,516,962
Equipment and furniture	13,382,306	340,678	(976,105)		12,746,879
Improvements	27,077,054	-	-	1,804,698	28,881,752
Total other capital assets at historical cost	<u>193,562,793</u>	<u>340,678</u>	<u>(976,105)</u>	<u>1,804,698</u>	<u>194,732,064</u>
Less accumulated depreciation for					
Infrastructure	(62,162,375)	(3,353,952)			(65,516,327)
Building	(8,413,177)	(472,223)			(8,885,400)
Equipment and furniture	(10,333,861)	(684,571)	976,105		(10,042,327)
Improvements	(11,249,108)	(1,243,869)	-	-	(12,492,977)
Total accumulated depreciation	<u>(92,158,521)</u>	<u>(5,754,615)</u>	<u>976,105</u>	<u>-</u>	<u>(96,937,031)</u>
Other capital assets, net	101,404,272	(5,413,937)	-	-	97,795,033
Governmental capital assets, net	<u>\$ 110,073,211</u>	<u>\$ (3,509,958)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 106,563,253</u>
Business-type activities:					
Capital assets not being depreciated					
Construction in progress	\$ 156,612	\$ 764,478		\$ (811,432)	\$ 109,658
Land	2,052,372				2,052,372
Land Improvements	1,750,227	-	-	-	1,750,227
Total capital assets not being depreciated	<u>3,959,211</u>	<u>764,478</u>	<u>-</u>	<u>(811,432)</u>	<u>3,912,257</u>
Other capital assets:					
Buildings	5,514,364				5,514,364
Equipment	8,505,405	395,029	(533,946)		8,366,488
Improvements	19,892,969	-	-	811,432	20,704,401
Total other capital assets at historical cost	<u>33,912,738</u>	<u>395,029</u>	<u>(533,946)</u>	<u>811,432</u>	<u>34,585,253</u>
Less accumulated depreciation for					
Building	(4,325,703)	(61,939)		-	(4,387,642)
Equipment	(6,506,936)	(371,024)	533,946	-	(6,344,014)
Improvements	(4,504,388)	(713,516)	-	-	(5,217,904)
Total accumulated depreciation	<u>(15,337,027)</u>	<u>(1,146,479)</u>	<u>533,946</u>	<u>-</u>	<u>(15,949,560)</u>
Other capital assets, net	18,575,711	(751,450)	-	811,432	18,635,693
Business-type activities capital assets, net	<u>\$ 22,534,922</u>	<u>\$ 13,028</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,547,950</u>

Depreciation expense was charged to function as follows:

Governmental activities:	
General government	\$ 1,066,285
Public safety	1,219,710
Public works	2,266,362
Health and welfare	67,513
Culture and recreation	1,134,745
Total governmental activities depreciation expense	<u>\$ 5,754,615</u>
Business type activities:	
Reduction and Transfer	\$ 1,003,711
Kemper William Park	82,105
Small Animal Control	60,663
Total business-type activities depreciation expense	<u>\$ 1,146,479</u>

NOTE 12- FIXED ASSETS (continued)

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

Major Components

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Reclass- ifications</u>	<u>Ending Balance</u>
Water & Sewer Commission No. 1					
Capital Assets not being depreciated					
Land	\$ 205,726	\$ -	\$ -	\$ -	\$ 205,726
Construction in progress	43,329	17,220	(43,329)	-	17,220
Total capital assets not being depreciated	249,055	17,220	(43,329)	-	222,946
Other Capital Assets					
Buildings	4,118,080	25,136	-	-	4,143,216
Equipment and furniture	508,041	80,687	-	-	588,728
Improvements	12,014,230	113,356	-	-	12,127,586
Total other assets at historical cost	16,640,351	219,179	-	-	16,859,530
Less accumulated depreciation for:					
Buildings	(2,537,203)	(83,413)	-	-	(2,620,616)
Equipment and furniture	(302,405)	(44,360)	-	-	(346,765)
Improvements	(8,753,646)	(256,434)	-	-	(9,010,080)
Total accumulated depreciation	(11,593,254)	(384,207)	-	-	(11,977,461)
Total Capital Assets, net	\$ 5,296,152	\$ (147,808)	\$ (43,329)	\$ -	\$ 5,105,015
Water & Sewer Commission No.2					
Capital Assets not being depreciated					
Land	\$ 51,709	\$ -	\$ -	\$ -	\$ 51,709
Construction in progress	29,974	70,382	-	-	100,356
Total capital assets not being depreciated	81,683	70,382	-	-	152,065
Other Capital Assets					
Buildings	48,533	27,600	-	-	76,133
Equipment and furniture	148,310	44,087	(14,694)	-	177,703
Improvements	11,493,054	23,154	-	-	11,516,208
Total other assets at historical cost	11,689,897	94,841	(14,694)	-	11,770,044
Less accumulated depreciation for:					
Buildings	(46,756)	(388)	-	-	(47,144)
Equipment and furniture	(124,470)	(8,981)	14,694	-	(118,757)
Improvements	(6,419,231)	(336,590)	-	-	(6,755,821)
Total accumulated depreciation	(6,590,457)	(345,959)	14,694	-	(6,921,722)
Total Capital Assets, net	\$ 5,181,123	\$ (180,736)	\$ -	\$ -	\$ 5,000,387
Water & Sewer Commission No.3					
Capital Assets not being depreciated					
Land	\$ -	\$ -	\$ -	\$ 22,155	\$ -
Construction in progress	-	9,076	-	-	9,076
Total capital assets not being depreciated	-	9,076	-	22,155	31,231
Other Capital Assets					
Buildings	-	-	-	136,474	-
Equipment and furniture	-	86,179	-	596,962	86,179
Improvements	-	160,410	-	11,862,905	12,023,315
Total other assets at historical cost	-	246,589	-	12,596,341	12,109,494
Less accumulated depreciation for:					
Buildings	-	-	-	(45,491)	-
Equipment and furniture	-	(5,079)	-	(433,351)	(5,079)
Improvements	-	(1,571)	-	(7,810,423)	(1,571)
Total accumulated depreciation	-	(6,650)	-	(8,289,265)	(6,650)
Total Capital Assets, net	\$ -	\$ 249,939	\$ -	\$ 4,329,231	\$ 4,578,246
Water & Sewer Commission No.4					
Capital Assets not being depreciated					
Land	\$ 6,926	\$ -	\$ -	\$ -	\$ 6,926
Construction in progress	294,136	1,331,404	(93,229)	-	1,532,311
Total capital assets not being depreciated	301,062	1,331,404	(93,229)	-	1,539,237
Other Capital Assets					
Buildings	254,025	-	-	-	254,025
Equipment and furniture	1,916,592	23,829	(19,686)	-	1,920,735
Improvements	21,859,773	152,188	(12,235)	-	21,999,726
Total other capital assets	24,030,390	176,017	(31,921)	-	24,174,486
Less accumulated depreciation for:					
Buildings	(38,504)	(5,561)	-	-	(44,065)
Equipment and furniture	(646,781)	(66,485)	19,686	-	(693,580)
Improvements	(14,961,020)	(829,281)	9,573	-	(15,780,728)
Total accumulated depreciation	(15,646,305)	(901,327)	29,259	-	(16,518,373)
Total Capital Assets	\$ 8,685,147	\$ 606,094	\$ (95,891)	\$ -	\$ 9,195,350

NOTE 12- FIXED ASSETS (continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Reclass- ifications</u>	<u>Ending Balance</u>
Waterworks District No. 5					
Capital Assets not being depreciated					
Land	\$ 16,500	\$ -	\$ -	\$ -	\$ 16,500
Construction in progress	34,697	11,087	(24,706)	-	21,078
Total capital assets not being depreciated	51,197	11,087	(24,706)	-	37,578
Other Capital Assets					
Buildings	206,396	-	-	-	206,396
Equipment and furniture	230,618	-	-	-	230,618
Improvements	10,372,525	49,021	-	-	10,421,546
Total other assets at historical cost	10,809,539	49,021	-	-	10,858,560
Less accumulated depreciation for:					
Buildings	(117,797)	(3,232)	-	-	(121,029)
Equipment and furniture	(170,899)	(18,936)	-	-	(189,835)
Improvements	(6,292,409)	(252,626)	-	-	(6,545,035)
Total accumulated depreciation	(6,581,105)	(274,794)	-	-	(6,855,899)
Total Capital Assets, net	\$ 4,279,631	\$ (214,686)	\$ (24,706)	\$ -	\$ 4,040,239
Consolidated Gravity Drainage District No. 1					
Capital Assets not being depreciated					
Land	\$ 8,600	\$ -	\$ -	\$ -	\$ 8,600
Total capital assets not being depreciated	8,600	-	-	-	8,600
Other Capital Assets					
Buildings	194,216	-	-	-	194,216
Equipment and furniture	1,947,701	-	(613)	-	1,947,088
Infrastructure	5,835,197	-	-	-	5,835,197
Total other assets at historical cost	7,977,114	-	(613)	-	7,976,501
Less accumulated depreciation for:					
Buildings	(131,900)	(4,855)	-	-	(136,755)
Equipment and furniture	(1,476,231)	(113,183)	613	-	(1,588,801)
Infrastructure	(2,787,069)	(232,364)	-	-	(3,019,433)
Total accumulated depreciation	(4,395,200)	(350,402)	613	-	(4,744,989)
Total Capital Assets	\$ 3,590,514	\$ (350,402)	\$ -	\$ -	\$ 3,240,112
Consolidated Gravity Drainage District No. 2					
Capital Assets not being depreciated					
Land	\$ 2,594,657	\$ -	\$ -	\$ -	\$ 2,594,657
Construction in progress	3,371,570	4,725,736	-	-	8,097,306
Total capital assets not being depreciated	5,966,227	4,725,736	-	-	10,691,963
Other Capital Assets					
Buildings	264,233	-	-	-	264,233
Equipment and furniture	2,719,145	214,675	-	-	2,933,820
Infrastructure	8,856,104	7,255	-	-	8,863,359
Total other assets at historical cost	11,839,482	221,930	-	-	12,061,412
Less accumulated depreciation for:					
Buildings	(246,744)	(3,481)	-	-	(250,225)
Equipment and furniture	(1,941,686)	(76,188)	-	-	(2,017,874)
Infrastructure	(4,417,255)	(253,938)	-	-	(4,671,193)
Total accumulated depreciation	(6,605,685)	(333,607)	-	-	(6,939,292)
Total Capital Assets, net	\$ 11,200,024	\$ 4,614,059	\$ -	\$ -	\$ 15,814,083
Hospital District No. 1					
Capital Assets not being depreciated					
Land	\$ 625,739	\$ 76,000	\$ -	\$ -	\$ 701,739
Construction in progress	42,163	-	(33,434)	-	8,729
Total capital assets not being depreciated	667,902	76,000	(33,434)	-	710,468
Other Capital Assets					
Buildings	18,261,175	137,411	(21,078)	-	18,377,508
Equipment and furniture	14,641,114	846,757	-	-	15,487,871
Improvements	1,001,559	10,920	-	-	1,012,479
Total other assets at historical cost	33,903,848	995,088	(21,078)	-	34,877,858
Less accumulated depreciation for:					
Buildings	(8,432,133)	(931,831)	-	-	(9,363,964)
Equipment and furniture	(12,882,842)	(464,297)	-	-	(13,347,139)
Improvements	(593,329)	(63,600)	-	-	(656,929)
Total accumulated depreciation	(21,908,304)	(1,459,728)	-	-	(23,368,032)
Total Capital Assets, net	\$ 12,663,446	\$ (388,640)	\$ (54,512)	\$ -	\$ 12,220,294

NOTE 12- FIXED ASSETS (continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Reclass- ifications</u>	<u>Ending Balance</u>
St. Mary Parish Library					
Capital Assets not being depreciated					
Land	\$ 295,111	\$ -	\$ -	\$ -	\$ 295,111
Construction in progress	-	-	-	-	-
Total capital assets not being depreciated	295,111	-	-	-	295,111
Other Capital Assets					
Buildings	6,462,069	-	-	-	6,462,069
Equipment and furniture	1,919,962	269,322	(191,930)	-	1,997,354
Total other assets at historical cost	8,382,031	269,322	(191,930)	-	8,459,423
Less accumulated depreciation for:					
Buildings	(1,511,427)	(170,005)	-	-	(1,681,432)
Equipment and furniture	(1,005,881)	(238,988)	191,930	-	(1,052,939)
Total accumulated depreciation	(2,517,308)	(408,993)	191,930	-	(2,734,371)
Total Capital Assets	\$ 6,159,834	\$ (139,671)	\$ -	\$ -	\$ 6,020,163
Major Components Total					
Capital Assets not being depreciated					
Land	\$ 3,804,968	\$ 76,000	\$ -	\$ 22,155	\$ 3,903,123
Construction in progress	3,815,869	6,164,905	(194,698)	-	9,786,076
Total capital assets not being depreciated	7,620,837	6,240,905	(194,698)	22,155	13,689,199
Other Capital Assets					
Buildings	29,808,727	190,147	(21,078)	136,474	30,114,270
Equipment and furniture	24,031,483	1,565,536	(226,923)	596,962	25,967,058
Improvements	56,741,141	509,049	(12,235)	11,862,905	69,100,860
Infrastructure	14,691,301	7,255	-	-	14,698,556
Total other assets at historical cost	125,272,652	2,271,987	(260,236)	12,596,341	139,880,744
Less accumulated depreciation for:					
Buildings	(13,062,464)	(1,202,766)	-	(45,491)	(14,310,721)
Equipment and furniture	(18,551,195)	(1,036,497)	226,923	(433,351)	(19,794,120)
Improvements	(37,019,635)	(1,740,102)	9,573	(7,810,423)	(46,560,587)
Infrastructure	(7,204,324)	(486,302)	-	-	(7,690,626)
Total accumulated depreciation	(75,837,618)	(4,465,667)	236,496	(8,289,265)	(88,356,054)
Total Capital Assets, net	\$ 57,055,871	\$ 4,047,225	\$ (218,438)	\$ 4,329,231	\$ 65,213,889
Nonmajor Components Total					
Capital Assets not being depreciated					
Land	\$ 1,545,943	\$ -	\$ -	\$ (36,136)	\$ 1,509,807
Improvements	2,470	-	-	-	2,470
Construction in progress	365,536	107,421	(106,846)	(1,112)	364,999
Total capital assets not being depreciated	1,913,949	107,421	(106,846)	(37,248)	1,877,276
Other Capital Assets					
Buildings	27,351,292	315,053	(229,717)	(136,474)	27,300,154
Equipment and furniture	19,812,030	1,026,079	(165,175)	(601,733)	20,071,201
Improvements	23,599,581	111,553	-	(11,858,135)	11,852,999
Infrastructure	1,599,125	90,493	-	-	1,689,618
Total other assets at historical cost	72,362,028	1,543,178	(394,892)	(12,596,342)	60,913,972
Less accumulated depreciation for:					
Buildings	(9,778,478)	(808,730)	229,717	45,491	(10,312,000)
Equipment and furniture	(10,386,731)	(1,223,579)	162,173	394,141	(11,053,996)
Improvements	(14,349,267)	(414,630)	-	7,581,698	(7,182,199)
Infrastructure	(943,321)	(51,930)	-	-	(995,251)
Total accumulated depreciation	(35,457,797)	(2,498,869)	391,890	8,021,330	(29,543,446)
Total Capital Assets, net	\$ 38,818,180	\$ (848,270)	\$ (109,848)	\$ (4,612,260)	\$ 33,247,802

NOTE 12 - FIXED ASSETS (continued)

Total Components	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Reclass- ifications</u>	<u>Ending Balance</u>
<i>Capital Assets not being depreciated</i>					
Land	\$ 5,350,911	\$ 76,000	\$ -	\$ (13,981)	\$ 5,412,930
Improvements	2,470	-	-	-	2,470
Construction in progress	4,181,405	6,272,326	(301,544)	(1,112)	10,151,075
Total capital assets not being depreciated	<u>9,534,786</u>	<u>6,348,326</u>	<u>(301,544)</u>	<u>(15,093)</u>	<u>15,566,475</u>
<i>Other Capital Assets</i>					
Buildings	57,160,019	505,200	(250,795)	-	57,414,424
Equipment and furniture	43,843,513	2,591,615	(392,098)	(4,771)	46,038,259
Improvements	80,340,722	620,602	(12,235)	4,770	80,953,859
Infrastructure	16,290,426	97,748	-	-	16,388,174
Total other assets at historical cost	<u>197,634,680</u>	<u>3,815,165</u>	<u>(655,128)</u>	<u>(1)</u>	<u>200,794,716</u>
<i>Less accumulated depreciation for:</i>					
Buildings	(22,840,942)	(2,011,496)	229,717	-	(24,622,721)
Equipment and furniture	(28,937,926)	(2,260,076)	389,096	(39,210)	(30,848,116)
Improvements	(51,368,902)	(2,154,732)	9,573	(228,725)	(53,742,786)
Infrastructure	(8,147,645)	(538,232)	-	-	(8,685,877)
Total accumulated depreciation	<u>(111,295,415)</u>	<u>(6,964,536)</u>	<u>628,386</u>	<u>(267,935)</u>	<u>(117,899,500)</u>
Total Capital Assets, net	<u>\$ 95,874,051</u>	<u>\$ 3,198,955</u>	<u>\$ (328,286)</u>	<u>\$ (283,029)</u>	<u>\$ 98,461,691</u>

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

<i>Governmental activities:</i>	
General government	\$ 72,324
Drainage	1,072,378
Fire Protection	536,986
Recreation	1,080,535
Library	408,993
Tourism	143,879
Public safety	31,954
Total governmental activities depreciation expense	<u>\$ 3,347,049</u>
<i>Business-type activities:</i>	
Water & Sewer	\$ 2,128,513
Medical care	1,488,974
Total business-type activities depreciation expense	<u>\$ 3,617,487</u>

NOTE 13 - LONG TERM DEBT

As of December 31, 2017, the governmental long-term debt is segregated between the amounts to be repaid from governmental activities and amounts to be repaid from business-type activities.

Governmental Activities:

As of December 31, 2017, the governmental long-term debt of the Council consisted of the following:

Public Improvement Sales Tax Bonds

\$2,500,000 of General Obligation Bonds, Series 2009, were issued March 1, 2009, to improve, construct and acquire buildings, equipment, and books for the parish libraries, outside the City of Morgan City. The bonds bear interest at 3.8 to 4.0 percent and are payable through the year 2029. These bonds are to be retired from ad valorem taxes. Although the Council is servicing these bonds, the St. Mary Parish Library Fund will be expending the proceeds and will also be transferring ad valorem taxes to the Council to service the debt. These bonds are being paid from the St. Mary Parish Library General Obligation '96 Sinking Fund \$1,790,000

\$6,865,000 of Public Improvement Sales Tax Bond, Series 2011 were issued on September 1, 2011, for the acquisition, construction, improvements, maintenance and repair of roads, capital improvements, public works and buildings, including the acquisition of sites and necessary fixtures, equipment, furnishings and appurtenance. The bonds bear interest at 3.0 to 4.25 percent and are payable through the year 2031. These bonds are being retired from the Sales Tax Bond Sinking Fund. 6,030,000

\$600,000 of Certificate of Indebtedness, Series 2011 were issued on November 22, 2011, to make capital improvements. The certificates bear interest of 1.93 percent and are payable through the year 2021. The Certificates are being paid by the Certificate of Indebtedness Sinking Fund. 266,000

REVENUE BONDS

\$2,190,000 Sewerage Sales Tax Refunding Bonds, Series 2015, were issued April 17, 2015, to repay \$2,135,000 of Sewerage Sales Tax Bonds Series 2006. The bonds bear interest of 2.09% and are payable through 2025. The bonds are to be retired from the Three-fourths Percent Sales Tax and are paid from the Three-fourths Percent Sales Tax Bond Sinking Fund. 1,955,000

NOTE 13 - LONG TERM DEBT (continued)

\$3,490,000 Jail Refunding and Revenue Bonds, Series 2010, were issued March 1, 2010, to repay \$2,290,000 of Revenue Refunding Bonds, Series 2004 and for renovating, improving, and equipping existing Jail Facilities. The Bonds bear interest of 3.83 percent and are payable through the year 2020. The bonds are to be retired from the net revenue derived from the operations of the jail facilities and are paid from the Jail Revenue Bond Sinking Fund. 1,200,000

\$2,345,000 of revenue refunding bonds, Series 2012, were issued on November 1, 2012, for the refunding of revenue bonds issued on January 27, 2005, Certificates of Indebtedness, Series 2006A, Certificates of Indebtedness, Series 2006B, and revenue bonds issued August 7, 2007. The bonds bear interest of 1.45 to 1.7 percent and are payable through the year 2019. These bonds are being retired from advalorem taxes from the Certificate of Indebtedness Sinking Fund. 190,000

\$3,890,000 of Sewerage Sales Tax refunding bonds, Series 2012, were issued on October 1, 2012, for the purpose of refunding \$3,810,000 of Sewerage Sales Tax Bonds, Series 2004 and paying the cost of issuance of the bonds. The bonds bear interest of 2.0 to 2.75 percent and are payable through the year 2024. The bonds are to be retired from the Three-fourths percent Sales Tax and are paid from the Three-fourths Percent Sales Tax Bond Sinking Fund. 2,755,000

Plus original issue premium, amortized on straight-line basis 39,376

Accrued compensated absences-all noncurrent 230,000

Total Governmental Activity Debt \$14,455,376

NOTE 13 - LONG TERM DEBT (continued)

Business-type Activities:

As of December 31, 2017, the long-term debt payable from proprietary fund resources consisted of the following:

Portion of \$8,915,000 of Solid Waste Sales Tax Bonds, Series 2010, remaining outstanding after 2017 refunding. That were issued on December 21, 2010 for the purpose of constructing and acquiring improvements at the parish landfill. The certificates bear interest of 4 to 4.125 percent and are payable through the year 2020. The bonds are to be retired from the three-fourths percent sales tax and excess operating revenues from the landfill and are to be paid from the Reduction and Transfer Fund \$1,020,000

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

Plus original issue premium 609,124

\$4,945,000 of Solid Waste Sales Tax Bonds, Series 2013, were issued on April 9, 2013 for the partial refunding of Solid Waste Bonds, Series 2008. The Certificates bear interest of 2.0 to 3.25 percent and payable through the year 2024. The bonds are to be retired from the three-fourths percent sales tax and excess operating revenues from the landfill and are to be paid from the Reduction and Transfer Fund 3,545,000

Total Enterprise Indebtedness \$11,184,124

NOTE 13 - LONG TERM DEBT (continued)

At December 31, 2017, \$12,855,000 of outstanding bonds are considered defeased.

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

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

In July of 2017, the Council defeased \$6,150,000 of Sales Tax Bonds (Solid Waste), Series 2010. The Council used \$6,636,773 in Bond Proceeds plus an additional \$279,294 of existing reserve fund monies to transfer to an escrow agent to repay the principal, accrued interest, and repayment costs related to these bonds. The Council completed the repayment to reduce its total debt service payments over the next 10 years by \$624,000 and to obtain an economic gain (the difference between the present values of the old debt service payments, and the current repayment amount and the repayment costs) of approximately \$552,000.

Long-term liability activity for the year ended December 31, 2017, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due within One Year</u>
Governmental Activities:					
Bonds payable:					
General obligation Debt	\$ 8,547,000		\$ (461,000)	\$ 8,086,000	\$ 360,282
Revenue bonds	7,150,000		(1,050,000)	6,100,000	1,224,978
Original issue premium	45,434		(6,058)	39,376	6,058
Public parks and recreation bonds	285,000	-	(285,000)	-	-
Total bonds payable	<u>16,027,434</u>	<u>-</u>	<u>(1,802,058)</u>	<u>14,225,376</u>	<u>1,591,318</u>
Other liabilities:					
Compensated absences	119,000	111,000	-	230,000	-
Total other liabilities	<u>119,000</u>	<u>111,000</u>	<u>-</u>	<u>230,000</u>	<u>-</u>
Governmental activities long-term liabilities	<u>\$ 16,146,434</u>	<u>\$ 111,000</u>	<u>\$ (1,802,058)</u>	<u>\$ 14,455,376</u>	<u>\$ 1,591,318</u>
Business-type Activities					
Bonds payable:					
Landfill debt	\$ 11,485,000	\$ 6,010,000	\$ (6,920,000)	\$ 10,575,000	\$ 1,159,162
Original issue premium	-	641,183	(32,059)	609,124	64,118
Original issue discount	(68,020)	-	68,020	-	-
Business-type activities long-term liabilities	<u>\$ 11,416,980</u>	<u>\$ 6,651,183</u>	<u>\$ (6,884,039)</u>	<u>\$ 11,184,124</u>	<u>\$ 1,223,280</u>

NOTE 13 - LONG TERM DEBT (continued)

Debt Maturity

Debt service requirements (excluding compensated absences and premiums or discounts) at December 31, 2017 were as follows:

Year Ended December 31,	Governmental Activities - Bonds			
	General Obligation		Revenue Bonds	
	Principal	Interest	Principal	Interest
2018	\$ 483,000	\$ 311,982	\$ 1,080,000	\$ 144,978
2019	505,000	297,191	1,105,000	116,124
2020	533,000	278,251	1,035,000	86,441
2021	555,000	258,239	635,000	65,350
2022	510,000	240,494	645,000	50,900
2023-2027	2,965,000	1,386,157	1,600,000	57,975
2028-2032	2,535,000	871,870	-	-
Total	<u>\$ 8,086,000</u>	<u>\$ 3,644,184</u>	<u>\$ 6,100,000</u>	<u>\$ 521,768</u>

	Business-type Activities Solid Waste		Council's Total Debt		
	Landfill Debt		Principal	Interest	Total
	Principal	Interest			
2018	\$ 795,000	\$ 364,162	\$ 2,358,000	\$ 821,122	\$ 3,179,122
2019	830,000	339,769	2,440,000	753,084	3,193,084
2020	855,000	312,709	2,423,000	677,401	3,100,401
2021	880,000	287,726	2,070,000	611,315	2,681,315
2022	905,000	265,407	2,060,000	556,801	2,616,801
2022-2026	5,125,000	855,449	9,690,000	2,299,581	11,989,581
2027-2031	1,185,000	23,700	3,720,000	895,570	4,615,570
	<u>\$ 10,575,000</u>	<u>\$ 2,448,922</u>	<u>\$ 24,761,000</u>	<u>\$ 6,614,874</u>	<u>\$ 31,375,874</u>

NOTE 13 - LONG TERM DEBT (continued)

OBLIGATIONS PAYABLE BY COMPONENT ENTITIES ARE AS FOLLOWS:

Major Components

Water & Sewer Commission No. 2

\$1,400,000 for General Obligation Bonds, Series 2002 were issued in 2002 for the purpose of constructing and acquiring improvements to the waterworks and sewer plant and systems. The bonds bear interest at rates ranging from 1.75 percent to 3.0 percent and are payable through the year 2020. The bonds are being retired from the operating revenues of Water & Sewer Commission No. 2 \$285,000
 Total for Water & Sewer Commission No. 2 \$285,000

Water & Sewer Commission No. 4

\$350,000 of Water Improvement Bonds, Series 2007, were issued in 2007. The bonds bear interest at 4.119 percent and are payable in annual installments of \$16,000-\$30,000 through August 2022. \$140,000

\$1,200,000 of General Obligation Bonds, Series 2008 were issued in 2008. The bonds bear interest at 3.94 percent and are payable in annual installments of \$35,000-\$95,000 through March 2028. 810,000

\$3,000,000 General Obligation Bond Series 2014, issued July 2014 for construction improvements to the waterworks plant and system, payable in annual installments of \$175,000 to \$260,000 through 2028; semi-annual interest payable at 0.25% to 3.00% per annum. 2,465,000

\$900,000 Water Revenue Notes Payable Bonds, due in monthly installments of \$4,230 beginning January 27, 2003; payable over 40 years; interest rate of 4.75% per annum 729,036

\$655,000 General Refunding Bonds, Series 2016, dated June 22, 2016; due in annual installments of \$75,000 to \$90,000 through March 1, 2024; interest Payable at 1.875 percent to 2.25 percent 580,000

Compensated absences 102,050

(Formally Sewerage District No. 9)

\$1,100,000 on Sewerage Revenue Bonds were issued in 2000 for the purpose of constructing and acquiring improvements to the sewerage system. The bonds bear interest at 4.50 percent and are payable through the year 2042. 861,656
 Total Water & Sewer Commission No. 4 \$5,687,742

NOTE 13 - LONG TERM DEBT (continued)

Waterworks District No.5

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

425,000

Total Waterworks District No. 5

\$425,000

Consolidated Gravity Drainage No. 2

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

1,610,000

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

2,035,000

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

3,130,000

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

6,115,000

Plus original issue premium

753,239

Total for Consolidated Gravity Drainage District No. 2

\$13,643,239

Hospital Service District No. 1

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

\$4,086,808

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

1,786,262

\$65,609 Capital Lease Payable dated October 4, 2012, bearing interest of 3.25 percent maturing October 4, 2017 with payments due monthly collateralized by lab equipment.

1,584

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

92,516

Total for Hospital Service District No. 1

\$5,967,170

Total for Major Components

\$26,146,421

NOTE 13 - LONG TERM DEBT (continued)

NONMAJOR COMPONENTS

Water & Sewer Commission No. 5

\$300,000 of Waterworks Revenue Bonds issued in 1980 for the purpose of constructing and acquiring improvements to the waterworks and sewer plant and systems. The bonds bear interest at 5.0 percent and are payable through the year 2020. The bonds are being retired from the operating revenues of Water & Sewer Commission No. 5

\$37,753

\$120,000 of Waterworks Revenue Bonds issued in 1997 for the purpose of constructing and acquiring improvements to the waterworks and sewer plant and systems. The bonds bear interest at 4.875 percent and mature December 5, 1998 to November 5, 2037. The bonds are being retired from the operating revenues of Water & Sewer Commission No. 5

87,835

Total for Water & Sewer Commission No. 5

\$125,588

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

\$7,215

On June 6, 2013 the District executed a Cooperative Endeavor Agreement whereby the Parish will fund the cost of the Bakertown Sewer Project and the District will reimburse the Parish 15% of such costs. Repayment is five annual installments representing a minimum of one-fifth of the District's representative share of the costs. The loan is non-interest Bearing.

131,055

Total for Water & Sewerage Commission No. 3

\$138,270

Wax Lake East Drainage District

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

\$1,155,000

Total for Wax Lake East Drainage District

\$1,155,000

Fire Protection District No. 2

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

\$282,334

Total for Fire Protection District No. 2

\$282,334

NOTE 13 - LONG TERM DEBT (continued)

Fire Protection District No. 7

\$750,000 of General Obligation Bonds were issued in 2008 for the purpose of acquiring, constructing, and improving fire protection facilities and equipment, including purchasing and equipping a ladder truck. The bonds bear interest at 3.95 percent and are payable through the year 2023. The bonds are to be retired with ad valorem taxes. \$170,000

\$1,250,000 of General Obligation Bonds were issued on August 30, 2012 for the purpose of acquiring, constructing, and improving fire protection facilities, machinery, and equipment. The bonds bear interest at a rate of 3.15 percent and are payable through the year 2032. The bonds are to be retired with ad valorem taxes by the debt service fund. 1,007,000

Total Fire Protection District No. 7 \$1,177,000

Fire Protection District No. 11

\$400,000 Limited Tax Revenue Bonds, Series 2012 dated September 6, 2012, the bonds are payable in annual installments of \$47,000 to \$54,000 through March 1, 2020 and bear interest at 2.12 percent. The bonds are being retired from valorem taxes. \$159,000

Total Fire Protection District No. 11 \$159,000

Recreation District No. 1

\$1,000,000 of General Obligation Bonds were issued on April 1, 2003 for the purpose of constructing and improving public parks, building, and other recreational facilities. The bonds bear interest at rates ranging from 3.75 percent to 4.75 percent and are payable through the year 2018. The bonds are being retired from ad valorem taxes. \$90,000

Total for Recreation District No. 1 \$90,000

NOTE 13 - LONG TERM DEBT (continued)

Recreation District No. 2

\$2,000,000 of 10 year general obligation bonds were issued in 2012 for the purpose of acquiring, constructing, or improving the parks, recreation centers and other recreation facilities. \$1,060,000

Total Recreation District No. 2 \$1,060,000

Recreation District No. 3

\$600,000 General Obligation Bonds, Series 2003 due in annual installments of \$15,000 to \$45,000 through March 1, 2023, interest from 4.00 percent to 5.00 percent payable from ad valorem taxes to be levied by the District. Issued for the purpose of constructing, equipping and furnishing an addition to the community center and improving existing parks and other recreational facilities for the District. \$245,000

\$250,000 General Obligation Bonds, Series 2005, due in annual installments of \$5,000 to \$25,000 through March 1, 2025, interest fixed at 3.95 percent payable from ad valorem taxes. Issued for the purpose of constructing, equipping and furnishing an addition to the community center and improving existing parks and other recreational facilities. 77,000

\$700,000 General Obligation Bonds, Series 2010, due in annual installments of \$35,000 to \$70,000 through March 1, 2023, interest fixed at 3.42 percent payable from ad valorem taxes. Issued to construct or improve facilities. 385,000

\$1,500,000 Limited Tax Bonds, Series 2013, due in annual installments of \$165,000 to \$210,000 through March 1, 2021, interest fixed at 1.98% payable from ad valorem taxes of the District. Issued to improve Recreational facilities currently owned and operated by District. 795,000

\$425,000 Certificate of Indebtedness, Series 2014, due in annual installments of \$57,000 to \$65,000 through March 1, 2021, interest fixed at 2.02% payable from ad valorem taxes of the District. Issued to improve recreational facilities currently owned and operated by the District 251,000

Total for Recreation District No. 3 \$1,753,000

NOTE 13 - LONG TERM DEBT (continued)

Recreation District No. 5

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

\$551,000

Total for Recreation District No. 5

\$551,000

Atchafalaya Golf Course

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

\$355,393

Total for Atchafalaya Golf Course

\$355,393

St. Mary Parish Tourist Commission

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

\$430,000

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

205,000

Total for St. Mary Parish Tourist Commission

\$635,000

St. Mary Parish Clerk of Court

Compensated Absences

\$17,965

Total for the St. Mary Parish Clerk of Court

\$17,965

Total Nonmajor Components

\$7,361,280

Total Component Units

\$33,507,701

NOTE 13 - LONG TERM DEBT (continued)

Long-term liability activity for the component units for 2017 was as follows:

Major Components	Beginning Balance	Consolidation Additions	Additions	Reductions	Ending Balance	Amounts Due within One Year
Water and Sewer Commission No. 2						
Bonds Payable:						
General Obligation Debt	\$ 370,000	-	-	\$ (85,000)	\$ 285,000	\$ 90,000
Total Bonds Payable	370,000	-	-	(85,000)	285,000	90,000
Water and Sewer Commission No. 4						
Bonds Payable:						
General Obligation Debt	4,335,000	-	-	(340,000)	3,995,000	351,000
Revenue Bonds	1,627,069	-	-	(36,377)	1,590,692	38,081
Compensated Absences	98,978	-	5,709	(2,637)	102,050	-
Total	6,061,047	-	5,709	(379,014)	5,687,742	389,081
Waterworks District No. 5						
Bonds Payable:						
General Obligation Debt	560,000	-	-	(135,000)	425,000	135,000
Total Bonds Payable	560,000	-	-	(135,000)	425,000	135,000
Consolidated Gravity Drainage District No. 1						
Bonds Payable:						
Capital Leases Payable	-	-	-	-	-	-
Total Bonds Payable	-	-	-	-	-	-
Consolidated Gravity Drainage District No. 2						
Bonds Payable:						
General Obligation Debt	7,870,000	-	9,998,239	(4,225,000)	13,643,239	804,118
less: deferred amount on refunding	-	-	-	-	-	-
Total Bonds Payable	7,870,000	-	9,998,239	(4,225,000)	13,643,239	804,118
Water and Sewer Commission No. 3						
Bonds Payable:						
General Obligation Debt	-	131,055	-	-	131,055	65,528
Total Bonds Payable	-	131,055	-	-	131,055	65,528
Other Liabilities:						
Compensated Absences	-	7,215.00	-	-	7,215	-
Total other liabilities	-	7,215	-	-	7,215	-
Total	-	138,270	-	-	138,270	65,528
Hospital Service District No. 1						
Bonds Payable:						
Revenue Bonds	6,434,162	-	-	(561,092)	5,873,070	501,937
Other Liabilities						
Capital Leases Payable	14,631	-	119,969	(40,500)	94,100	23,326
Total debt	6,448,793	-	119,969	(601,592)	5,967,170	525,263
Total Major Components	\$ 21,309,840	\$ 138,270	\$ 10,123,917	\$ (5,425,606)	\$ 26,146,421	\$ 2,008,990
Nonmajor Components						
Water and Sewer Commission No. 5						
Bonds Payable:						
Revenue Bonds	\$ 143,600	-	-	\$ (18,012)	\$ 125,588	\$ 18,932
Total Bonds Payable	143,600	-	-	(18,012)	125,588	18,932
Wax Lake East Drainage District						
Bonds Payable:						
General Obligation Debt	1,320,000	-	-	(165,000)	1,155,000	170,000
Total Bonds Payable	1,320,000	-	-	(165,000)	1,155,000	170,000
Fire Protection District No. 2						
Capital Leases Payable	337,280	-	-	(54,946)	282,334	56,620
Total other liabilities	337,280	-	-	(54,946)	282,334	56,620

Major Components	Beginning Balance	Consolidation Additions	Additions	Reductions	Ending Balance	Amounts Due within One Year
NOTE 13 - LONG TERM DEBT (continued)						
Fire Protection District No. 7	Beginning Balance	Consolidation Additions	Additions	Reductions	Ending Balance	Amounts Due within One Year
Bonds Payable:						
General Obligation Debt	1,479,000	-	-	(302,000)	1,177,000	108,000
Total Bonds Payable	1,479,000	-	-	(302,000)	1,177,000	108,000
Fire Protection District No. 11						
Bonds Payable:						
Revenue Bonds	210,000	-	-	(51,000)	159,000	52,000
Total Bonds Payable	210,000	-	-	(51,000)	159,000	52,000
Recreation District No. 1						
Bonds Payable:						
General Obligation Debt	180,000	-	-	(90,000)	90,000	90,000
Total Bonds Payable	180,000	-	-	(90,000)	90,000	90,000
Recreation District No. 2						
Bonds Payable:						
General Obligation Debt	1,260,000	-	-	(200,000)	1,060,000	205,000
Total Bonds Payable	1,260,000	-	-	(200,000)	1,060,000	205,000
Recreation District No. 3						
Bonds Payable:						
General Obligation Debt	2,104,000	-	-	(351,000)	1,753,000	364,000
Total Bonds Payable	2,104,000	-	-	(351,000)	1,753,000	364,000
Recreation District No. 5						
Bonds Payable:						
General Obligation Debt	649,000	-	-	(98,000)	551,000	104,000
Total Bonds Payable	649,000	-	-	(98,000)	551,000	104,000
Atehafalaya Golf Course						
Bonds Payable:						
Capital Leases Payable	464,558	-	-	(109,165)	355,393	112,346
Total Bonds Payable	464,558	-	-	(109,165)	355,393	112,346
St. Mary Parish Tourist Commission						
General Obligation Debt	830,000	-	-	(195,000)	635,000	200,000
Total Bonds Payable	830,000	-	-	(195,000)	635,000	200,000
St. Mary Parish Clerk of Court						
Compensated Absences Payable	17,965	-	-	-	17,965	-
Total other liabilities	17,965	-	-	-	17,965	-
Total Nonmajor Components	\$ 8,995,403	\$ -	\$ -	\$ (1,634,123)	\$ 7,361,280	\$ 1,480,898
Total Component Units	\$ 30,305,243	\$ -	\$ 10,123,917	\$ (7,059,729)	\$ 33,507,701	\$ 3,489,888

During 2017, the St. Mary Parish Consolidated Gravity Drainage District No. 2 advance refunded the 2023 to 2029 maturities totaling \$3,505,000 of the General Obligation Bonds, Series 2009. In addition to \$550,000 of fund transferred from the Debt Service Fund, the District issued \$3,130,000 of general obligation refunding bonds to provide additional resources to purchase U.S. government securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of the refunded debt. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the financial statements. This advance refunding was undertaken to reduce total debt service payments over 7 years by \$251,045, and to obtain an economic gain of \$127,401. At September 30, 2017, \$3,505,000 of outstanding bonds are considered defeased.

NOTE 13 - LONG TERM DEBT (continued)

Debt Maturity

Debt Service Requirements (excluding compensated absences and premiums or discounts) at the component's 2017 year ends, are as follows:

Major Components	General Obligation		Revenue Bonds		Capital Leases	
	Principal	Interest	Principal	Interest	Principal	Interest
Water and Sewer Commission No. 2						
2018	90,000	6,738				
2019	95,000	4,306				
2020	100,000	1,500				
Total	\$ 285,000	\$ 12,544				
Water and Sewer Commission No. 3						
2018	65,527	-				
2019	65,528	-				
Total	\$ 131,055	\$ -				
Water and Sewer Commission No. 4						
2018	351,000	106,441	38,081	72,607		
2019	357,000	98,892	39,873	70,815		
2020	368,000	90,767	41,749	68,938		
2021	389,000	81,737	43,716	66,974		
2022	400,000	71,564	45,776	65,066		
2023-2027	1,775,000	191,305	261,709	301,712		
2028-2032	355,000	5,772	329,853	237,080		
2033-2037	-	-	415,765	155,595		
2038-2042	-	-	374,170	44,521		
Total	\$ 3,995,000	\$ 646,478	\$ 1,590,692	\$ 1,083,308		
Waterworks District No. 5						
2018	135,000	18,402				
2019	140,000	12,558				
2020	150,000	6,496				
Total	\$ 425,000	\$ 37,456				
Consolidated Gravity Drainage District No. 2						
2018	745,000	334,518				
2019	575,000	420,300				
2020	610,000	399,916				
2021	640,000	379,517				
2022	670,000	356,918				
2023-2027	3,855,000	1,462,928				
2028-2032	3,170,000	795,538				
2033-2037	2,625,000	323,000				
Total	\$ 12,890,000	\$ 4,472,635				
Hospital Service District No. 1						
2018			525,263	238,145		
2019			583,435	220,443		
2020			609,668	194,915		
2021			549,734	168,395		
2022			107,673	155,127		
2023-2027			612,538	701,462		
2028-2032			757,281	556,719		
2033-2037			936,229	377,771		
2038-2042			1,157,461	156,539		
2043			127,888	1,572		
Total			\$ 5,967,170	\$ 2,771,088	\$ -	\$ -
Total Major Components	\$ 17,726,055	\$ 5,169,113	\$ 7,557,862	\$ 3,854,396	\$ -	\$ -

NOTE 13 - LONG TERM DEBT (continued)

Nonmajor Components

	General Obligation		Revenue Bonds		Capital Leases	
	Principal	Interest	Principal	Interest	Principal	Interest
Water and Sewer Commission No. 5						
2018			18,932	5,738		
2019			19,897	4,773		
2020			7,042	3,994		
2021			3,068	3,815		
2022			3,221	3,662		
2023-2027			18,680	15,736		
2028-2032			23,824	10,592		
2033-2037			30,385	4,031		
			539	2		
Total			<u>\$ 125,588</u>	<u>\$ 52,343</u>		
Wax Lake East Drainage District						
2018	170,000	18,961				
2019	180,000	15,860				
2020	190,000	12,582				
2021-2023	615,000	16,525				
Total	<u>\$ 1,155,000</u>	<u>\$ 63,928</u>				
Fire Protection District No. 2						
2018					56,620	8,818
2019					58,344	7,094
2020					60,119	5,319
2021					34,613	3,486
2022-2023					<u>72,638</u>	<u>3,560</u>
Total					<u>282,334</u>	<u>28,277</u>
Fire Protection District No. 7						
2018	108,000	36,515				
2019	110,000	32,641				
2020	117,000	28,606				
2021	59,000	25,594				
2022	61,000	23,704				
2023-2027	333,000	88,216				
2027-2032	389,000	31,421				
Total	<u>\$ 1,177,000</u>	<u>\$ 266,697</u>				
Fire Protection District No. 11						
2018			52,000	2,820		
2019			53,000	1,423		
2020			54,000	856		
Total			<u>\$ 159,000</u>	<u>\$ 5,099</u>		
Recreation District No. 1						
2018	90,000	2,093				
Total	<u>\$ 90,000</u>	<u>\$ 2,093</u>				

NOTE 13 - LONG TERM DEBT (continued)

	General Obligation		Revenue Bonds		Capital Leases	
	Principal	Interest	Principal	Interest	Principal	Interest
Recreation District No. 2						
2018	205,000	19,533				
2019	210,000	15,300				
2020	210,000	11,016				
2020-2022	<u>435,000</u>	<u>8,925</u>				
Total	<u>\$ 1,060,000</u>	<u>\$ 54,774</u>				
Recreation District No. 3						
2018	364,000	43,934				
2019	381,000	34,203				
2020	388,000	24,111				
2021	386,000	14,123				
2022-2026	<u>234,000</u>	<u>9,379</u>				
Total	<u>\$ 1,753,000</u>	<u>\$ 125,750</u>				
Recreation District No. 5						
2018	104,000	10,000				
2019	106,000	8,000				
2020	111,000	5,000				
2021	112,000	3,000				
2022	<u>118,000</u>	<u>1,000</u>				
Total	<u>\$ 551,000</u>	<u>\$ 27,000</u>				
Atchafalaya Golf Course						
2018					112,346	8,833
2019					148,901	4,969
2020					48,449	2,158
2021					<u>45,697</u>	<u>530</u>
Total					<u>\$ 355,393</u>	<u>\$ 16,490</u>
St. Mary Parish Tourist Commission						
2018	200,000	13,910				
2019	215,000	8,515				
2020	<u>220,000</u>	<u>2,860</u>				
Total	<u>\$ 635,000</u>	<u>\$ 25,285</u>				
Total Nonmajor Components	<u>\$ 6,421,000</u>	<u>\$ 501,599</u>	<u>\$ 284,588</u>	<u>\$ 57,442</u>	<u>\$ 637,727</u>	<u>\$ 44,767</u>
Total Component Units	<u>\$ 24,147,055</u>	<u>\$ 5,670,712</u>	<u>\$ 7,842,450</u>	<u>\$ 3,911,838</u>	<u>\$ 637,727</u>	<u>\$ 44,767</u>

NOTE 14- CAPITAL LEASE

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

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

As of December 31, 2017, the gradall and tractors are reported at \$454,688 (\$519,623 less \$64,955 for accumulated depreciation) in the Statement of Net Position as equipment and furniture.

In the year 2017 \$64,955 of depreciation was taken on the equipment.

The future minimum lease obligations and the net present value of the minimum lease payments as of December 31, 2017 is as follows:

Year ending December 31

2018	\$114,978
2019	114,978
2020	114,978
2021	<u>114,978</u>
Total minimum lease payments	\$459,912
Less: Interest portion	<u>(31,304)</u>
Present value of minimum lease payments	<u>\$428,608</u>

NOTE 15 - CONDUIT DEBT OBLIGATION AND ECONOMIC DEVELOPMENT GRANTS

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

LEDC assists these private businesses by issuing grants to the Council, that the Council in turn uses to acquire assets to be leased to the private businesses. The businesses agree to use the assets to create a specified number of new jobs. At the end of the lease, the assets become the property of the business. If the businesses fail to create the agreed number of new jobs, the LEDC may require repayment of the grant by the business. During 2017 the LEDC and the Council were assisting a local business under this program.

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

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

In 2007 the I D Board issued \$2.1 million of Tax Exempt Revenue Bonds to assist with the development of a new business. These Bonds are secured solely by properties owned by the business and revenues earned by the business and a guarantee by its affiliated company. In 2009, all of the approved bond proceeds had been drawn and utilized by the Company and the project was complete. The Company began making principle payments in 2010 and the outstanding balance of the debt was \$1,178,462 at December 31, 2017.

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

NOTE 15 - CONDUIT DEBT OBLIGATION AND ECONOMIC DEVELOPMENT GRANTS
(continued)

At December 31, 2017, \$1,178,462 of conduit debt was outstanding.

NOTE 16 - VENTURES WITH OTHER GOVERNMENTS

The Council is participating in an agreement with the City of Franklin (City) for the operation of sewerage facilities for the City and surrounding Parish areas. The City government operates the system including budgetary and financial matters and the Council does not participate in the operation or management of the system. The Council reimburses the City for thirty percent of the operating costs. The Council, in turn, is reimbursed for 33% of its share by St. Mary Parish Water and Sewer Commission No. 4. The fiscal year for the project ends April 30, 2017.

Total revenues for the year ended April 30, 2017, were approximately \$217,000; total expenditures were approximately \$509,000. Separate balance sheet amounts are not readily available at year end.

The City maintains separate financial information for this project, which is included in its financial report for the year ended April 30, 2017, which is available from the Chief Financial Officer of the City of Franklin.

The City, Parish, and the St. Mary Parish Consolidated Drainage District No. 1 (District) have agreed to set up a fund for maintenance of the Yokely Pumping Station. Each of the three is to place in a Capital Maintenance Fund money in the amount of \$3,333 per year until the amount reaches the sum of \$50,000. At any time the fund falls below \$50,000 each entity is to replenish the fund on the same equal basis up to \$50,000. The District is in charge of overseeing the Capital Maintenance Fund. The District maintains separate financial information for this project, which is included in its financial report for the year ended September 30, 2016, which is available from the Clerk of the St. Mary Parish Council. Total revenues for the year ended September 30, 2017, were approximately \$10,000; total expenditures were approximately \$7,000. At September 30, 2017, total assets were approximately \$35,000 and the total fund balance was approximately \$31,000.

In 2009 the City, the Council, and the District entered into another intergovernmental agreement with the State of Louisiana to fund Phase II of the Yokely Project. The total estimated cost of this phase of the project is \$1,666,650, with the State's share being 70% of the cost or \$1,166,650 and the local share of the project being 30% or \$500,000. The City, the Council, and the District are each responsible for one-third of the local share. The Council has made payments totaling approximately \$90,400 through 2017. The City is in charge of overseeing the project until completion and will maintain financial information on the project which will be available from the City's Chief Financial Officer.

The Council entered into an agreement with Franklin City Court to provide 34% of the operation expenses for the Court and Marshal's office. The Council's share totaled approximately \$95,000 in 2017.

NOTE 16 - VENTURES WITH OTHER GOVERNMENTS (continued)

Sewerage District No. 9 (a component of Water & Sewer District No. 4)

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

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

Water and Sewer Commission No. 2

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

	Year Ended <u>9/30/17</u>
Total assets & deferred outflows	\$1,419,438
Total liabilities & deferred inflows	78,651
Total fund equity	1,340,787
Total revenues	740,789
Total expenditures	820,063
Net income	(79,274)

The Commission purchased \$313,408 of water from the Joint Waterworks Commission during the year.

NOTE 17- PENSION PLAN AND OTHER RETIREMENT BENEFITS

PAROCHIAL EMPLOYEES' RETIREMENT SYSTEM

Plan Description

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

Benefits Provided

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

Retirement Benefits

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

For employees hired prior to January 1, 2007:

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

For employees hired after January 1, 2007:

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

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

Survivor Benefits

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

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

Survivor Benefits (continued)

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

Deferred Retirement Option Plan.

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

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

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

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

Disability Benefits.

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

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

Cost of Living Increases.

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

Contributions

According to state statute, contributions for all employers are actuarially determined each year. For the year ended December 31, 2016, the actuarially determined contribution rate was 10.52% of member's compensation for Plan A and 7.20% for Plan B. However, the actual rate for the fiscal year ending December 31, 2016 was 13.00% for Plan A and 8.00% for Plan B. The following table consists of contributions that the Primary Government and Component Units made as of December 31, 2017:

	<u>Contributions</u>
Plan A	
Primary Government	\$ 729,143
Component Unit	
Consolidated Gravity Drainage District No. 1	45,503
St. Mary Parish Library	131,326
Sales & Use Tax Dept	55,728
Atchafalaya Golf Course	23,205
Water and Sewer Commission No. 3	Not available
Wards 5 & 8 Joint Sewerage	9,205
Communications District	56,296
Plan B	
Component Unit	
Water & Sewer No. 4	\$ 44,868
Waterworks District No. 5	26,409

According to state statute, the System also receives ¼ of 1% of ad valorem taxes collected within the respective parishes. The System also receives revenue sharing funds each year as appropriated by the Legislature. Tax monies and revenue sharing monies are apportioned between Plan A and Plan B in proportion to the member's compensation. These additional sources of income are used as additional employer contributions and are considered support from non-employer contributing entities.

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

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

The following table consists of the net pension liability, the proportionate share, the change in proportionate share, the pension expense, and the revenue that the Primary Government and Component Units recognized as of December 31, 2017:

	<u>Net Pension Liability</u>	<u>Porportionate Share</u>	<u>Change in Porportionate Share</u>	<u>Pension Expense (Benefit)</u>	<u>Non-Employer Contributions</u>
Plan A					
Primary Government	\$ 2,041,589	0.99130%	-0.11563%	\$ 1,208,764	\$ 73,226
Component Unit					
Consolidated Gravity Drainage					
District No. 1	123,303	0.059870%	-0.001452%	72,902	4,423
St. Mary Parish Library	358,957	0.174292%	-0.016102%	209,082	12,873
Sales & Use Tax Dept	152,538	0.074065%	0.002589%	90,537	5,471
Atchafalaya Golf Commission	69,890	0.018758%	-0.015482%	41,380	2,507
Water & Sewer Commission No. 3	118,153	0.042857%	-0.002029%	Not avaiable	3,166
Wards 5 & 8 Joint Sewerage	24,121	0.011712%	0.002383%	15,198	866
Communication District	121,822	0.059151%	0.004642%	68,664	4,368
Plan B					
Component Unit					
Water & Sewer No. 4	\$ 77,354	0.595456%	-0.014448%	\$ 72,266	\$ 7,200
Waterworks District No. 5	43,048	0.331375%	-0.045927%	40,298	4,823

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

At December 31, 2017, the Council and nine component units reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows</u>				<u>Deferred Inflows</u>			
	<u>Changes of Assumptions</u>	<u>Net Difference Between Projected and Actual Investment Earning on Pension Plan Investments</u>	<u>Changes in Proportion</u>	<u>Contributions Subsequent to the Measurement Date</u>	<u>Total Deferred Outflows of Resources</u>	<u>Difference Between Expected and Actual Experience</u>	<u>Changes in Proportion</u>	<u>Total Deferred Inflows of Resources</u>
Plan A								
Primary Government	\$ 387,607	\$ 1,584,349	-	\$ 652,936	\$ 2,624,892	\$ 357,259	\$ 8,661	\$ 365,920
Component Unit								
Consolidated Gravity Drainage								
District No. 1	23,410	95,688	-	33,851	152,949	21,577	584	22,161
St. Mary Parish Library	68,150	278,564	\$ (6,765)	131,326	471,275	62,814	1,728	64,542
Sales & Use Tax Dept	28,960	118,375	108	55,728	203,171	26,693	211	26,904
Atchafalaya Golf Commission	13,269	54,237	-	16,861	84,367	12,230	297	12,527
Water & Sewer Commission No. 3	26,326	108,113	(379)	24,388	158,448	18,777	212	18,989
Wards 5 & 8 Joint Sewerage	4,580	18,719	1,803	7,104	32,206	4,221	19	4,240
Communication District	23,129	94,539	(7,069)	56,296	166,895	21,318	291	21,609
Plan B								
Component Unit								
Water & Sewer No. 4	9,226	77,227	565	32,538	119,556	22,079	162	22,241
Waterworks District No. 5	5,134	42,978	461	11,581	60,154	12,287	2	12,289

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

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

	December 31, <u>2017</u>	December 31, <u>2018</u>	December 31, <u>2019</u>	December 31, <u>2020</u>
Plan A				
Primary Government	\$ 595,190	\$ 637,039	\$ 415,646	\$ (42,805)
Component Unit				
Consolidated Gravity Drainage				
District No. 1	35,903	38,444	25,177	(2,586)
St. Mary Parish Library	101,374	108,621	72,940	(7,528)
Sales & Use Tax Dept	44,765	44,766	31,207	(3,198)
Atchafalaya Golf Commission	20,408	21,808	14,229	(1,465)
Water & Sewer Commission No. 3	30,377	30,377	32,066	22,251
Wards 5 & 8 Joint Sewerage	7,961	8,454	4,952	(505)
Communications District	32,110	34,525	24,910	(2,555)
Plan B				
Component Unit				
Water & Sewer No. 4	21,612	26,757	18,583	(2,175)
Waterworks District No. 5	12,110	14,971	10,435	(1,232)

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

Actuarial Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension liability as of December 31, 2016, are as follows:

Valuation Date	December 31, 2015
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	7.00% (Net of investment expense)
Expected Remaining Service lives	4 years
Projected Salary Increases	5.25% (2.75% Merit/2.50% Inflation)
Cost of Living Adjustments	The present value of future retirement benefits is based on benefits currently being paid by the system and includes previously granted cost of living increases. The present values do not include provisions for potential future increase not yet authorized by the Board of Trustees.
Mortality	RP-2000 Employee Mortality Table was selected for active members. RP-2000 Healthy Annuitant Mortality Table was selected for healthy annuitants and beneficiaries. RP-2000 Disabled Lives Mortality Table was selected for disabled annuitants.

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

The long-term expected rate of return on pension plan investments was determined using a triangulation method which integrated the Capital Asset Pricing Model, (CAPM) (top-down), a treasury yield curve approach (bottom-up) and an equity building-block model (bottom-up). Risk return and correlations are projected on a forward looking basis in equilibrium, in which best-estimates of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These rates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.00% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term rate of return is 7.66% for the year ended December 31, 2016.

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

Actuarial Assumptions (continued)

Best estimates of arithmetic real rates of return for each major asset class included in the System's target asset allocation as of December 31, 2016 are summarized in the following table:

<u>Asset Class</u>	<u>Target Asset Allocation</u>	<u>Long-Term Expected Portfolio Real Rate of Return</u>
Fixed Income	35%	1.24%
Equity	52%	3.63%
Alternatives	11%	0.67%
Real Assets	2%	0.12%
Totals	<u>100%</u>	<u>5.66%</u>
Inflation		<u>2.0%</u>
Expected Arithmetic Nominal Return		<u>7.66%</u>

Discount Rate

The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers and non-employer contributing entities will be made at the actuarially determined contribution rates, which are calculated in accordance with relevant statutes and approved by the Board of Trustees and the Public Retirement Systems' Actuarial Committee. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the 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:

	1% Decrease <u>(6.00%)</u>	Current Discount Rate <u>(7.00%)</u>	1% Increase <u>(8.00%)</u>
Plan A			
Primary Government	\$6,107,212	\$2,041,589	(\$1,396,019)
Component Unit			
Consolidated Gravity Drainage District No. 1	368,849	123,303	(84,313)
St. Mary Parish Library	1,073,784	358,957	(245,451)
Sales & Use Tax Dept	456,302	152,538	(104,304)
Atchafalaya Golf Commission	209,069	69,890	(47,790)
Water & Sewer Commission No. 3	296,016	118,153	(32,163)
Wards 5 & 8 Joint Sewerage	72,156	24,121	(16,494)
Communications District	364,419	121,822	(83,301)

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

Discount Rate (continued)

Plan B Component Unit	1% Decrease	Current Discount Rate	1% Increase
	(6.00%)	(7.00%)	(8.00%)
Water & Sewer No. 4	294,080	77,354	(\$105,593)
Waterworks District No. 5	163,658	43,048	(58,763)

The Parochial Employees' Retirement System of Louisiana issued a stand-alone audit report on its financial statements for the year ended December 31, 2016. Access to the audit report can be found on the System's website: www.persla.org or on the Office of Louisiana Legislative Auditor's official website: www.la.state.la.us.

LOUISIANA ASSESSOR'S RETIREMENT SYSTEM

Plan Description

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

Benefits Provided

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

Retirement Benefits

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

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

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

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

Retirement Benefits(continue)

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

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

Death Benefits

As set forth in R.S. 11 .T441, benefits for members who die in service are as follows:

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

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

Disability Benefits

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

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

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

Back-Deferred Retirement Option Plan (Back-DROP)

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

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

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

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

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

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

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

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

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

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

Excess Benefit Plan

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

Contributions

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

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

Contributions (continued)

Administrative costs of LARS are financed through employer contributions. According to state statute, contributions for all employers are actuarially determined each year. Employer contributions were 10.00% of members' earnings for the year ended September 30, 2017.

LARS also receives one-fourth of one percent of the property taxes assessed in each parish of the state as well as a state revenue sharing appropriation. According to state statute, in the event that contributions for ad valorem taxes and revenue sharing funds are insufficient to provide for the gross employer actuarially required contribution, the employer is required to make direct contributions as determined by the Public Retirement System's Actuarial Committee. Although the direct employer actuarially required contribution for the fiscal year ended September 30, 2017 was 4.69%, the actual employer contribution rate for the fiscal year ended September 30, 2017 was 10.00%. The actual rate differs from the actuarially required rate due to state statutes that require the contribution rate be calculated and set one year prior to the year effective. The minimum direct employer actuarially required contribution will be 5.25% for fiscal year 2018.

The Assessor's contributions to the plan for the years ended December 31, 2017, 2016, and 2015 were \$130,317; \$154,596; and \$153,248; respectively. In 2017, 2016, and 2015, the Assessor elected to make the required contributions of plan members in lieu of a pay raise. The contributions made on behalf of eligible employees in 2017, 2016, and 2015 were \$59,511 \$59,964, and \$57,023 respectively, and were equal to the required contributions for each year.

The Assessor recognized revenue of \$226,705 equal to the amount of contributions made by non-employer contributing entities.

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

At December 31, 2017, the Assessor reported a liability of \$300,621 for its proportionate share of the net pension liability. The net pension liabilities were measured as of September 30, 2017 and the total pension liability used to calculate the net pension obligation was determined by separate actuarial valuations performed as of that date. The Assessor's proportion of the net pension liability was based on a projection of the Assessor's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At September 30, 2017, the Assessor's proportion was 1.713225%, which was an increase of 0.021806% from its proportion measured as of September 30, 2016.

For the year ended December 31, 2017, the Assessor recognized a net pension expense of \$148,133.

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

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

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

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ 33,508	\$ 94,384
Changes of assumptions	188,020	-
Net difference between projected and actual earnings on pension plan investments	-	116,330
Changes in proportion and differences between employer contributions and proportionate share of contributions	3,870	18,478
Employer contributions subsequent to the measurement date	<u>14,331</u>	<u>-</u>
	<u>\$ 239,729</u>	<u>\$ 229,192</u>

\$14,331 reported as deferred outflows of resources related to pensions resulting from the Assessor's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending December 31,	
2018	\$ 26,734
2019	42,044
2020	(57,374)
2021	(33,845)
2022	18,647
	<u>\$ (3,794)</u>

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

Actuarial Assumptions

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

Actuarial Cost Method	Entry Age Normal
Amortization Approach	Closed
Actuarial Assumptions: Expected Remaining Service Lives	6 years
Investment Rate of Return	6.75%, net of pension plan investment expense, including inflation
Inflation Rate	2.50%
Salary Increases	5.75%
Annuitant and beneficiary mortality	RP-2000 Healthy Annuitant Table set forward one year and projected to 2030 for males and females.
Active Members mortality	RP-2000 employee Table set back four years for males and three years for females
Retiree Cost of Living Increases	The present value of future retirement benefits is based on benefits currently being paid by LARS and includes previously granted cost of living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees.
Disabled Lives Mortality	RP- 2000 Disabled Lives Mortality Tables set back five years for males and three years for females

With the exception of mortality, the actuarial assumptions used in the September 30, 2017 valuation were based on the results of an actuarial experience study for the period July 1, 2009 through June 30, 2014, unless otherwise specified. In cases where benefit structures were changed after the study period, assumptions were based on estimates of future experience.

Discount Rate

The long-term expected rate of return selected by LARS for the measurement period ended September 30, 2017 was 6.75%. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from the participating employers and non-employer calculated in accordance with relevant statutes and approved by the Board of Trustees and the

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

Discount Rate (continued)

Public Retirement Systems' Actuarial Committee. Based on these assumptions and the other assumptions and methods as specified, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. Thus, the discount rate used to measure the total pension liability was 6.75%.

Sensitivity to Changes in Discount Rate

The following presents the Assessor's proportionate share of the net pension liability using the discount rate 6.75%, as well as what the Assessor's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (5.75%) or one percentage point higher (7.75%) than the current rate (assuming all other assumptions remain the same):

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Assessor's proportionate share Of the net pension liability	<u>\$ 1,019,416</u>	<u>\$ 300,621</u>	<u>\$ (315,576)</u>

The Louisiana Assessors' Retirement Fund and Subsidiary has issued a stand-alone audit report on their financial statements for the year ended September 30, 2017. Access to the report can be found on the Louisiana Legislative Auditor's website, www.la.gov, or by contacting the Louisiana Assessors' Retirement Fund, Post Office Box 14699, Baton Rouge, Louisiana 70898.

LOUISIANA CLERK OF COURT RETIREMENT AND RELIEF FUND

Pension Plan

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

Retirement Benefits

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

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

Retirement Benefits (continue)

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

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

Disability Benefits

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

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

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

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

Disability Benefits (continue)

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

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

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

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

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

Survivor Benefits

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

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

Deferred Retirement Option Plan

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

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

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

Cost of Living Adjustments

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

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

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

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

Employer Contributions

According to state statute, contribution requirements for all employers are actuarially determined each year. For the year ending June 30, 2015, the actual employer contribution rate was 19.00%.

Non-employer Contributions

In accordance with state statute, LCCRRF receives ad valorem taxes and state revenue sharing funds. These additional sources of income are used as employer contributions and are considered support from non-employer contributing entities, but are not considered special funding situations.

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

At June 30, 2017, the Clerk of Court reported liabilities in its government-wide financial statements of \$1,630,776 for its proportionate share of the net pension liabilities of LCCRRF. The net pension liabilities were measured as of June 30, 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 Clerk of Court's proportion of the net pension liability was based on a projection of the Clerk of Court's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2016, the Clerk of Court's proportional share of LCCRRF was 0.881513%, which was an increase of 0.006696% from its proportion measured as of June 30, 2015.

For the year ended June 30, 2017, the Clerk of Court recognized a net pension expense of \$248,289 in its governmental activities.

At June 30, 2017, the Clerk of Court reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ 16,642	\$ 55,508
Changes of assumptions	100,436	-
Net difference between projected and actual earnings on pension plan investments	281,363	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	27,860	-
Employer contributions subsequent to the measurement date	136,713	-
	<u>\$ 563,014</u>	<u>\$ 55,508</u>

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

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

The \$136,713 reported as deferred outflows of resources related to pensions resulting from Clerk of Court contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year</u>	
2016	\$ 84,408
2017	84,408
2018	123,162
2019	78,815
	<u>\$ 370,793</u>

Actuarial Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2016 are as follows:

Valuation Date	June 30, 2016
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	7.00% (Net of investment expense, including Inflation)
Projected Salary Increases	5.00%
Mortality Rates	RP-2000 Employee Table (set back 4 years for males and 3 years for females) RP-2000 Disables Lives Mortality Table (set back 5 years for males and 3 years for females) RP-2000 Healthy Annuitant Table (set forward 1 year for males)
Expected Remaining Service lives	5 years
Cost of Living Adjustments	The present value of future retirement benefits is based on benefits currently being paid by LCCRRF 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.

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

Actuarial Assumptions

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

The long-term expected real rate of return on pension plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The long term expected rate of return was 7.20%, for the year ended June 30, 2016.

The best estimates of geometric real rates of return for each major asset class included in the LCCRRF's target asset allocation as of June 30, 2016 is summarized in the following table:

Asset Class	Target Asset Allocation	Long-Term Expected Portfolio Real Rate of Return
<i>Fixed Income:</i>		
Core fixed income	5.00%	1.00%
Core plus fixed income	15.00%	1.50%
<i>Domestic Equity:</i>		
Large cap domestic equity	21.00%	4.25%
Non-large cap domestic equity	7.00%	4.00%
<i>International Equity:</i>		
Large cap international equity	15.50%	5.25%
Small cap international equity	5.00%	5.00%
Emerging markets	6.50%	7.25%
Real Estate	10.00%	4.75%
Master Limited Partnership	5.00%	6.50%
Hedge Funds	10.00%	3.50%
	<u>100.00%</u>	

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

Discount Rate

The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of LCCRRF's actuary. Based on those assumptions, LCCRRF's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine to total pension liability.

Sensitivity to Changes in Discount Rate

The following presents the net pension liability of the participating employers calculated using the discount rate 7.00%, as well as what the employers' net pension liability would be if it were calculated using a discount rate that is one percentage point lower 6.00% or one percentage point higher 8.00% than the current rate.

	Changes in Discount Rate 2016		
	1% Decrease <u>6.00%</u>	Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
Net Pension Liability	\$ 2,320,564	\$ 1,630,776	\$ 1,045,285

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

STATE OF LOUISIANA'S FIREFIGHTERS' RETIREMENT SYSTEM

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

Plan Description

Fire Protection Districts No. 3 and in prior years, Fire Protection District No. 7 contributed to the Firefighters' Retirement System (FRS), a cost-sharing multiple-employer plan. Membership in the System is a condition of employment for any full-time firefighters who earn at least \$375 per month and are employed by any municipality, parish, or fire protection district of the State of Louisiana in addition to employees of the Firefighters' Retirement System. The System provides retirement benefits for their members.

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

Benefits Provided

Benefit provisions are authorized within Act 434 of 1979 and amended by LRS 11:2251-11:2272.

Retirement Benefits

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

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

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

Deferred Retirement Option Plan.

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

Upon commencement of participation in the deferred retirement option plan, employer and employee contributions to the System cease. The monthly retirement benefit that would have been paid by the System is paid into the deferred retirement option plan account. Upon termination of employment, a participant in the program shall receive, at his option, a lump-sum payment from the account or an annuity based on the deferred retirement option plan account balance in addition to his regular monthly benefit.

Deferred Retirement Option Plan

If employment is not terminated at the end of the 36 months, the participant resumes regular contributions to the System. No payments may be made from the deferred retirement option plan account until the participant retires.

Initial Benefit Option Plan.

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

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

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 8.00%, respectively.

Non-Employer Contributions

The System also receives insurance premium tax monies as additional employer contributions. The tax is considered support from a non-contributing entity and appropriated by the legislature each year based on an actuarial study. Non-employer contributions are recognized as revenue during the year ended June 30, 2017 and were excluded from pension expense. Non-employer contributions received by the System during the year ended June 30, 2017 was \$25,310,647.

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

At September 30, 2017, the District 3 and 7 reported a liability of \$540,955 and \$0, respectively, for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2017, District 3's and 7's proportion was 0.072803% and 0%, which was an increase of 0.021574% and 0% from its proportion measured as of June 30, 2016, respectively. For the year ended September 30, 2017, District 7 recognized a pension benefit of \$0 while District 3 recognized a pension expense of \$71,823. District 3 and 7 recognized revenue of \$23,606 and \$0, respectively, as its proportionate share of non-employer contributions for the year ended September 30, 2017.

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

At September 30, 2017, Districts 3 and 7 reported as deferred outflows of resources and deferred inflows of resources related to pensions are estimated to be recognized in pension expense as follows:

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

	Fire District 3		Fire District 7	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	-	\$ 30,167	-	-
Change of assumptions	\$ 22,626	129	-	-
Net difference between projected and actual investment earnings on pension plan investments	46,538	-	-	-
Change in proportion and differences between the District's contributions and proportionate share of contributions	91,129	142,802	-	\$ 129,182
District's contributions subsequent to the measurement date	15,473	-	-	-
	<u>\$ 175,766</u>	<u>\$ 173,098</u>	<u>-</u>	<u>\$ 129,182</u>

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

Year Ending June 30:	Fire District 3	Fire District 7
2018	\$ (2,915)	-
2019	6,404	\$ 32,944
2020	(14,247)	32,944
2021	(24,621)	32,944
2022	5,381	18,733
2023	17,193	11,617

Actuarial Assumptions

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

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

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

Valuation Date	June 30, 2017
Actuarial Cost Method	Entry Age Normal
Estimated Remaining Service Life	7 years
Investment Rate of Return	7.4% per annum
Inflation Rate	2.775% per annum
Salary Increases	Vary from 15.0% 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 investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The long term expected nominal rate of return was 8.29% as of June 30, 2017.

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

Actuarial Assumptions (continued)

Best estimates of real rates of return for each major asset class included in FRS' target asset allocation as of June 30, 2016 are summarized in the following table:

<u>Asset Class</u>	<u>Target Asset Allocation</u>	<u>Real Rates of Return</u>
Fixed Income	23%	1.27%
Equity	57%	3.16%
Alternatives	10%	0.56%
Other	10%	0.55%
Totals	<u>100%</u>	
System total		5.54%
Inflation		<u>2.75%</u>
Expected Arithmetic Nominal Return		<u>8.29%</u>

Discount Rate

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

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the participating employers calculated using the discount rate of 7.4%, 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:

	1% Decrease (6.40%)	Current Discount Rate (7.40%)	1% Increase (8.40%)
District 3	\$777,331	\$540,955	\$342,246
District 7	\$0	\$0	\$0

Firefighters' Retirement System issued a stand-alone audit report on its financial statements for the year ended June 30, 2017. Access to the audit report can be found on the System's website: www.lafirefightersret.com or on the Office of Louisiana Legislative Auditor's official website: www.lla.state.la.us.

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

Other Post Retirement Benefits

Background. The Council provides healthcare insurance for their retired employees. Governmental Accounting Standards Board (GASB) Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* addresses the reporting requirements that should be followed for local governments. The Council has implemented these changes for the year beginning, January 1, 2008.

Plan description. The Council’s Retiree Medical Plan is a single-employer defined benefit healthcare plan administered by the Council. The plan was established by the Council through Ordinance No. 1379 to provide medical insurance benefits to eligible retirees and their dependents upon retirement. The plan does not issue a financial report.

Funding Policy. Ordinance No. 1379 provides the authority under which the obligations of the plan members (current employees, retirees and retiree’s dependents), and the employer (Council) are established or may be amended. No contribution is required by employees or retirees; a contribution equal to forty percent of the monthly health care insurance premium is required for each retiree’s dependent. For retirees, the Council pays 100% of their medical benefits and 60% of their dependent’s benefits. In 2017, the Council’s portion of health care funding cost for retired employees totaled \$481,000. The Council has elected to fund the plan on the “pay-as-you-go” basis, that is paying retiree’s and their dependent’s insurance premiums when due.

Annual OPEB Cost and Net OPEB Obligation. The Parish’s annual other post employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. The following tables show the components of the Parish’s annual OPEB cost for the year, the amount actually contributed to the plan, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation at the end of the year:

Annual required contribution	\$1,831,155
Interest on net OPEB obligation	399,627
ARC Adjustment	<u>(577,762)</u>
Annual OPEB cost (expense)	1,653,020
Contributions made	<u>(481,284)</u>
Increase in net OPEB obligation	1,171,736
Net OPEB Obligations – Beginning of year	<u>9,990,686</u>
Net OPEB Obligations – End of year	<u>\$11,162,421</u>

<u>Year Ended</u>	<u>Annual OPEB Cost</u>	<u>% of annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
12/31/15	\$1,604,770	26.1%	\$8,833,087
12/31/16	1,760,726	25.3%	9,990,686
12/31/17	1,653,020	27.8%	11,162,421

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

Funding Status and Funding Progress. As of January 1, 2017, the most recent actuarial valuation, the actuarial accrued liability (AAL) was \$17,913,863, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$5,107,402, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 350.74%. As of December 31, 2017, the plan had no assets and hence had a funded ratio of zero.

Actuarial valuations of the benefits plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Actuarial determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress presented as required supplemental information following the notes to the financial statements presents information that shows whether the actuarial value of plan assets is increasing or decreasing relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the Council and plan members) and include the types of benefits provided at the time of valuation and the historical pattern of sharing of benefits costs between the employer and 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 Council and plan members in the future. The actuarial methods and assumptions used include techniques that are designed to reduce the effect of short term volatility in actuarial accrued liabilities and the actuarial value of assets consistent with the long term perspective of actuarial calculations.

In the January 1, 2017, actuarial valuation, the projected unit credit cost method was used. The actuarial assumptions included a 4% investment rate of return (net of administrative expenses), which is based on the expected long term investment returns on the Council's own investments, and on an initial annual medical trend cost rate of eight percent, and scaling down to an ultimate rate of five percent. The unfunded actuarial accrued liability is being amortized over thirty years using the level dollar amortization method on an open basis.

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

COMPONENT UNITS

Three component units have other postemployment benefit plans that are similar to the Council's plan. The St. Mary Assessor's plan is a multiple-employer defined benefit healthcare plan administered by the Insurance Committee of the Assessors' Fund dba Louisiana Assessors' Association. The St. Mary Parish Clerk of Court's plan is affiliated with the Louisiana Clerk of Court Insurance Trust ("LCCIT"), an agent multiple-employee postemployment healthcare plan administered by the Louisiana Clerks of Court Association. The St. Mary Parish Sales & Use Tax Department administers a single-employer defined benefit healthcare plan. See the audit reports of these component units for plan descriptions, funding policies, funding statuses and funding progress, and method of assumptions. The following table shows the Assessor's, Clerk of Court's, and Sales & Use Tax Department's annual OPEB costs for the year, the amounts actually contributed to the plans, changes in the net OPEB obligations to the plans, and the percentage of annual OPEB costs contributed to the plans:

	St. Mary Parish Assessor	St. Mary Parish Clerk of Court	St. Mary Parish Sales & Use Tax Department
Annual required contribution	\$ 153,422	\$ 209,537	\$ 197,900
Interest on net OPEB obligations	20,672	23,388	47,602
ARC adjustment	(33,895)	(35,103)	(96,085)
Annual OPEB cost (expense)	140,199	197,822	149,417
Contributions made	(66,401)	(138,755)	(29,821)
Increase (Decrease) in net OPEB obligation	73,798	59,067	119,596
Net OPEB Obligation (Asset) - Beginning of year	516,794	668,221	1,190,054
Net OPEB Obligation (Asset) - End of year	<u>\$ 590,592</u>	<u>\$ 727,288</u>	<u>\$ 1,309,650</u>

<u>Year Ended</u>	<u>Annual OPEB Cost</u>	<u>% of annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation (Asset)</u>	<u>Amounts Held for future OPEB payments (not placed in an irrevocable trust)</u>
<u>St. Mary Parish Assessor</u>				
12/31/2015	\$144,363	41.5%	\$438,473	
12/31/2016	142,203	44.9%	516,794	
12/31/2017	140,199	47.4%	590,592	
<u>St. Mary Parish Clerk of Court</u>				
6/30/2015	\$261,037	55.0%	\$606,741	
6/30/2016	198,899	69.1%	998,221	
6/30/2017	197,822	70.1%	727,288	
<u>St. Mary Parish Sales & Use Tax Department</u>				
12/31/2015	\$222,454	15.7%	\$1,010,475	\$883,183
12/31/2016	214,375	16.2%	1,190,054	987,936
12/31/2017	149,417	20.0%	1,309,650	998,179

NOTE 18 - COMMITMENTS

In late 2016, the Council renewed an agreement with the Belle of Orleans, LLC (Belle), a riverboat casino approved by parish voters to be berthed in and operate in Amelia, Louisiana, as the Amelia Belle. In lieu of the Council imposing an admission fee upon the Belle's patrons, the Belle has agreed to pay fees to the Council based upon a percentage of its net gaming proceeds for a period of ten years. Presently, the fee is \$1,500,000 annually.

The Council entered into a cooperative endeavor agreement with the Office of the District Attorney of the Sixteenth Judicial District (District Attorney). Under this agreement, the Council will transfer a portion of the money received from the Belle to the District Attorney for the additional services and activities provided by the District Attorney. The Council paid the District Attorney approximately \$21,000 in 2017.

In 2011, the Council was awarded a federal grant for approximately \$19,500,000 to be funded and expended over ten years for various infrastructure and housing redevelopment and rehabilitation projects throughout the parish. The total amount spent on the projects through 2017 is approximately \$15,400,000. The Council will continue to conduct these projects in future years.

NOTE 19 - SOLID WASTE LANDFILL CLOSURE AND POST CLOSURE CARE COSTS

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

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

Since the Council accepted solid wastes at the landfill site after October 1993, the Council will be responsible for meeting state and federal requirements on the portions of the landfill which operate after that time. Those requirements mandate not only rigid landfill closure requirements but also monitoring, remediation and containment requirements for thirty years after closure. For 2017 management, with the assistance of consulting engineers, has re-estimated costs for closure of the landfill to be approximately \$7,745,000. In 2017 the costs for postclosure care, monitoring, and containment have been estimated to be approximately \$1,794,000 (\$59,800 per year for thirty years). These new estimated costs are based upon adjustments to prior estimates based upon inflationary increases in costs.

NOTE 19 - SOLID WASTE LANDFILL CLOSURE AND POST CLOSURE CARE COSTS (continued)

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

As of December 31, 2017, the Council has recognized \$4,700,000 as the total estimated closure and postclosure care costs based upon the actual utilization through yearend compared to estimated total available usable landfill space as follows: Area 3 - 88%, Area 3A - 28%, and Area 4 - 28%. This leaves approximately \$4,839,000 of estimated closure and postclosure care costs remaining to be recognized in future years.

It is estimated that the landfill will reach its capacity in approximately 28 to 30 years at the current rate of use.

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

The Council meets the federal and state financial assurance requirements for operations of landfills, under the financial test or "self-insurance" method. The Council has set aside approximately \$3,650,000 in cash and investments for closure or post closure care costs, which is reported with restricted assets on the balance sheet of the Reduction and Transfer Fund.

NOTE 20 - RELATED PARTY

The Council received payment from the St. Mary Parish Sales Tax Department of approximately \$10,000 for office rental payments in 2017.

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

St. Mary Parish Recreation District No. 3	\$107,314
St. Mary Parish Recreation District No. 4	51,061
Hospital Service District No. 3	235,624
Fire District No. 7	18,100

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

St. Mary Parish Recreation No. 7	\$36,000
Recreation District No. 5	15,500

NOTE 20 - RELATED PARTY (continued)

Payments from Fairview Treatment Center for 2017 were as follows:

St. Mary Hospital Service District No. 3	\$136,000
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Payments from Clair House for 2017 were as follows:

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

See Note 11 for the amounts payable and receivable accounts to/from Components at December 31, 2017.

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

Wards 5 & 8 Joint Sewer Commission provides wastewater treatment for two other component units. During 2017 the Commission received \$260,000 from Water & Sewer Commission No. 2 and \$136,000 from St. Mary Parish Water and Sewer Commission No. 3 for these services.

NOTE 21 - RISK MANAGEMENT AND CONTINGENCIES

The Council is exposed to various risks of loss related to torts, theft or damage to assets, errors and omissions, injuries to employees and natural disasters. The Council has purchased commercial insurance to protect against loss from most of these perils. In addition, the Council provides certain medical and health care to parish prisoners. Prior to 2012, it was the policy of the Council to retain the risk of loss related to the costs of health care benefits for prisoners. During 2012 the Council entered into a "Health Services Agreement" with a Commercial Health Care provider to provide certain medical care to prisoners on an ongoing basis for a monthly fee (a portion of which is reimbursed to the Council by the Sheriff). However the Council is still responsible for the hospitalization and certain other serious medical problems of the prisoners. During 2017 the Council paid \$803,000 and was reimbursed \$186,000 by the Sheriff under this agreement. In 2017, the Council paid an additional \$28,000 for hospitalization or other serious medical care.

During the year ended December 31, 1996, the Council adopted the provisions of GASB applicable to accounting and reporting for risk and insurance related activities of governmental entities. The Council is reporting its risk retention activities in its General Fund.

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

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

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

NOTE 21 - RISK MANAGEMENT AND CONTINGENCIES (continued)

During the current year management has determined that approximately \$305,000 in previously anticipated FEMA funds will not be received. Accordingly a provision for this is made in the Road Construction and Maintenance Fund. The Council's management believes that further examinations would not result in any material disallowed costs.

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

NOTE 22 - CONCENTRATIONS - Component Units

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

Medicare	25%
Medicaid	21%
Commercial and other third -party payors	<u>54%</u>
	100%

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

Waterworks District No. 5 Services two carbon black plants which are major customers. The district receives 28% and 19% of its operating revenues and from customers.

The Communication District's revenues are in the form of communications and cellular tax. The communications and cellular taxes accounted for approximately 34% and 46% respectively of the District's total revenues.

Hospital Service District No. 3 rents its facility to three entities. The three entities account for 100% of the District's rental income. Fairview Treatment Center accounts for 53%, the Drug Court 24%, and Claire House 23% of total rental income.

The St. Mary Parish Tourist Commission receives 54% of its revenues from the Hotel-motel tax.

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

NOTE 23 – SUBSEQUENT EVENTS

Council

In April of 2018 the Council authorized the issuance of \$10,000,000 of Revenue Bonds. The proceeds of these bonds will be used for improving roads, streets and bridges, and other improvements associated therewith.

Component Units

In October 2017, Fire Protection District No. 3 entered into a contract to purchase a firetruck for approximately \$470,000.

REQUIRED SUPPLEMENTAL INFORMATION

St. Mary Parish Council
SCHEDULE OF THE ENTITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

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

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

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

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

Unaudited

St. Mary Parish Council
SCHEDULE OF THE ENTITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (continued)

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

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

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

Unaudited

St. Mary Parish Council
SCHEDULE OF THE ENTITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

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

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

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

Unaudited

St. Mary Parish Council

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Unaudited

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

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

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

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

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

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

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

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

	<u>September 30, 2015</u>		<u>September 30, 2016</u>		<u>September 30, 2017</u>	
	<u>Water & Sewer Commission No. 4</u>	<u>Water & Sewer Commission No. 4</u>	<u>Waterworks District No. 5</u>	<u>Water & Sewer Commission No. 4</u>	<u>Waterworks District No. 5</u>	
Contractually required contribution	\$ 53,893	\$ 49,793	\$ 30,052	\$ 44,868	\$ 26,409	
Contributions in relation to the contractually required contribution	<u>(53,893)</u>	<u>(49,793)</u>	<u>(30,052)</u>	<u>(44,868)</u>	<u>(26,409)</u>	
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
Entity's covered-employee payroll	\$ 512,135	\$ 602,042	\$ 358,202	\$ 560,836	\$ 348,532	
Contributions as a percentage of covered-employee payroll	10.52%	8.27%	8.39%	8.00%	7.58%	

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

St. Mary Parish Council
SCHEDULE OF CONTRIBUTIONS

Louisiana Clerks' of Court Retirement and Relief Fund
as of

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

Firefighters' Retirement System of Louisiana
as of

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

Louisiana Assessors' Retirement Fund and Subsidiary
as of

	<u>December 30, 2015</u>	<u>December 30, 2016</u>	<u>December 30, 2017</u>
	<u>St. Mary Parish Assessor</u>	<u>St. Mary Parish Assessor</u>	<u>St. Mary Parish Assessor</u>
Contractually required contribution	\$ 96,226	\$ 94,631	\$ 70,806
Contributions in relation to the contractually require contribution	<u>(96,226)</u>	<u>(94,631)</u>	<u>(70,806)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Assessor's covered-employee payroll	\$ 712,782	\$ 749,555	\$ 743,888
Contributions as a percentage of covered-employee payroll	13.50%	12.62%	9.52%

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

**ST. MARY PARISH COUNCIL
REQUIRED SUPPLEMENTAL INFORMATION**

**Schedule of Funding Progress for
Retiree Healthcare Plan**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)— Unit Cost (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a / b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ([b-a]/c)
<u>PRIMARY GOVERNMENT</u>						
1/1/2014	0	14,687,222	14,687,222	0	5,464,754	268.76%
1/1/2016	0	17,224,868	17,224,868	0	5,519,233	312.09%
1/1/2018	0	17,913,863	17,913,863	0	5,107,402	350.74%
<u>COMPONENT UNITS</u>						
St. Mary Parish Assessor						
1/1/2015	0	1,735,782	1,735,782	0	661,949	262.22%
1/1/2016	0	1,735,782	1,735,782	0	708,554	244.98%
1/1/2017	0	1,735,782	1,735,782	0	716,554	242.24%
St. Mary Parish Clerk of Court						
7/1/2009	0	\$3,480,014	\$3,480,014	0	\$715,682	486.3%
7/1/2012	0	3,678,567	3,678,567	0	821,237	447.9%
7/1/2015	0	2,942,010	2,942,010	0	861,007	341.7%
St. Mary Parish Sales and Use Tax Dept.						
1/1/2015	0	1,837,450	1,837,450	0	446,728	411.3%
1/1/2016	0	1,860,641	1,860,641	0	476,160	390.8%
1/1/2017	0	1,463,405	1,463,405	0	483,660	302.6%

Unaudited

SUPPLEMENTARY INFORMATION-NON MAJOR GOVERNMENTAL FUNDS

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

SPECIAL REVENUE FUNDS

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

DEBT SERVICE FUNDS

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

ST. MARY PARISH COUNCIL

Combining Balance Sheet
 Nonmajor Governmental Funds - By Fund Type
 December 31, 2017

	Special Revenue Funds	Debt Service Funds	Total Nonmajor Governmental Funds
ASSETS			
Cash and cash equivalents	\$ 10,513	\$ 2,442,271	\$ 2,452,784
Investments	1,815,144	526,214	2,341,358
Receivables (net of allowances for uncollectibles)	65,531		65,531
Due from other governments	1,453,044	414,765	1,867,809
Advance to other funds	617,844	1,099,203	1,717,047
Other assets	4,220		4,220
Total assets	<u>\$ 3,966,296</u>	<u>\$ 4,482,453</u>	<u>\$ 8,448,749</u>
LIABILITIES AND FUND EQUITY			
Liabilities			
Accounts payable	\$ 191,253		\$ 191,253
Accrued liabilities	53,672		53,672
Due to other governments	187,488		187,488
Advance from other funds	250,060	\$ 870,809	1,120,869
Total liabilities	<u>682,473</u>	<u>870,809</u>	<u>1,553,282</u>
Deferred inflows of resources	191,749	-	191,749
Total liabilities and deferred inflows	<u>874,222</u>	<u>870,809</u>	<u>1,745,031</u>
Fund equity			
Fund balances			
Restricted for			
Use in specific geographic areas	1,180,571		1,180,571
Debt services		2,405,621	2,405,621
Assigned for			
General Government	241,876		241,876
Public safety	165,603		165,603
Culture & recreation	294,787		294,787
Health & welfare	666,528		666,528
Urban redevelopment & housing	5,759		5,759
Debt services		1,206,023	1,206,023
Unassigned	536,950		536,950
Total fund equity	<u>3,092,074</u>	<u>3,611,644</u>	<u>6,703,718</u>
Total liabilities and fund equity	<u>\$ 3,966,296</u>	<u>\$ 4,482,453</u>	<u>\$ 8,448,749</u>

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

ST. MARY PARISH COUNCIL

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Nonmajor Governmental Funds - By Fund Type
 For the Year Ending December 31, 2017

	Special Revenue Funds	Debt Service Funds	Total Nonmajor Governmental Funds
REVENUES			
Taxes			
Sales and use	\$ 1,473,086	\$ 1,650,931	\$ 3,124,017
Ad Valorem		132,089	132,089
Intergovernmental revenues			
Federal	1,677,495		1,677,495
Medicaid	2,102,000		2,102,000
State	451,660		451,660
Local	201,777		201,777
Riverboat fees	1,500,000		1,500,000
Licenses & Permits	22,635		22,635
Fees, Charges, & Commission	176,359		176,359
Investment earnings & interest	21,394	21,244	42,638
Other revenues	7,458		7,458
Total revenues	<u>7,633,864</u>	<u>1,804,264</u>	<u>9,438,128</u>
EXPENDITURES			
Current:			
General government	326,492		326,492
Public safety	2,300,048		2,300,048
Public works	187,302		187,302
Culture & Recreation	385,662		385,662
Health & Welfare	3,593,069		3,593,069
Urban redevelopment & housing	400,624		400,624
Capital outlay	51,073		51,073
Debt service			
Principal		1,796,000	1,796,000
Interest		500,509	500,509
Fees		7,814	7,814
Total expenditures	<u>7,244,270</u>	<u>2,304,323</u>	<u>9,548,593</u>
Excess (deficiency) of revenues over (under) expenditures	<u>389,594</u>	<u>(500,059)</u>	<u>(110,465)</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers in	1,474,708	1,571,675	3,046,383
Operating transfers out	<u>(1,799,675)</u>	<u>(1,700,000)</u>	<u>(3,499,675)</u>
Total other financing sources (uses)	<u>(324,967)</u>	<u>(128,325)</u>	<u>(453,292)</u>
Excess of revenues and other sources over expenditures and other uses	<u>64,627</u>	<u>(628,384)</u>	<u>(563,757)</u>
Fund balance at beginning of year	3,027,447	4,240,028	7,267,475
Fund balance at end of year	<u>\$ 3,092,074</u>	<u>\$ 3,611,644</u>	<u>\$ 6,703,718</u>

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

ST. MARY PARISH COUNCIL

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

GAMING RECEIPT FUND

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

WITNESS FEE FUND

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

JUROR COMPENSATION FUND

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

COMMUNITY GRANT FUND

The Community Grant Fund is used to account for money received from the Chitimacha Tribe under the community grant agreement which ended in 2007. During the year this fund was closed into the Gaming Receipt Fund.

WARDS 5 AND 8 SALES TAX FUND

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

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

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

JAIL OPERATING AND MAINTENANCE FUND

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

16th JDC - ST. MARY PARISH DRUG COURT FUND

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

JOB READINESS PROGRAM FUND

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

BOAT LANDING PERMITS FUND

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

HOUSING PROGRAM

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

DWI COURT

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

DWI COURT - PATIENT FUND

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

FAIRVIEW TREATMENT CENTER

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

CLAIRE HOUSE

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

ST. MARY PARISH COUNCIL

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2017

	Gaming Receipt Fund	Witness Fee Fund	Juror Compensation Fund	Wards 5 & 8 Sales Tax Fund	Wards 1,2,3,4,7 & 10 Sales Tax Fund	Jail Operating & Maint. Fund	16th JDC- St. Mary Parish Drug Court	Job Readiness Program Fund
ASSETS								
Cash and cash equivalents	\$ 1				\$ 1		\$ (84,032)	
Investments	753,580			\$ 647,310	315,148	\$ 98,892		
Accounts receivable				48,850			1,573	
Due from other governments		\$ 4,257	\$ 4,158		66,645	138,579	95,737	
Advance to other funds		68,609	164,852	29,663	95,700	29,946		\$ 7,042
Other assets								
Total assets	<u>\$ 753,581</u>	<u>\$ 72,866</u>	<u>\$ 169,010</u>	<u>\$ 725,823</u>	<u>\$ 477,494</u>	<u>\$ 267,417</u>	<u>\$ 13,278</u>	<u>\$ 7,042</u>
LIABILITIES AND FUND EQUITY								
Liabilities								
Accounts payable	\$ 37			\$ 10,425	\$ 11,689	\$ 101,814	\$ 21,413	\$ 2,520
Contracts payable								
Retainage payable								
Accrued liabilities					632		13,158	268
Deferred revenue								
Due to component units								
Due to other governments								
Advance from other funds	219,545						20,986	
Total liabilities	<u>219,582</u>	<u>-</u>	<u>-</u>	<u>10,425</u>	<u>12,321</u>	<u>101,814</u>	<u>55,557</u>	<u>2,788</u>
Deferred inflows of resources								
Total liabilities and deferred inflows	<u>219,582</u>	<u>-</u>	<u>-</u>	<u>10,425</u>	<u>12,321</u>	<u>101,814</u>	<u>55,557</u>	<u>2,788</u>
Fund equity (deficit)								
Fund balances (deficits)								
Restricted for use in specific geographic areas				715,398	465,173			
Assigned for								
General government		72,866	169,010					
Public safety						165,603		
Culture & Recreation								
Health & Welfare							(42,279)	4,254
Urban redevelopment & housing								
Unassigned	533,999							
Total fund equity (deficit)	<u>533,999</u>	<u>72,866</u>	<u>169,010</u>	<u>715,398</u>	<u>465,173</u>	<u>165,603</u>	<u>(42,279)</u>	<u>4,254</u>
Total liabilities and fund equity	<u>\$ 753,581</u>	<u>\$ 72,866</u>	<u>\$ 169,010</u>	<u>\$ 725,823</u>	<u>\$ 477,494</u>	<u>\$ 267,417</u>	<u>\$ 13,278</u>	<u>\$ 7,042</u>

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

ST. MARY PARISH COUNCIL

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2017

	Boat Landing Permit Fund	Housing Program	DWI Court	DWI Court - Patient Fee	Fairview Treatment Center	Claire House	Total Nonmajor Special Revenue Funds
ASSETS							
Cash and cash equivalents	\$ 75,743	\$ 12,340		\$ 6,260		\$ 200	\$ 10,513
Investments	214						1,815,144
Accounts receivable		2,182			\$ 12,926		65,531
Due from other governments			\$ 15,410		778,470	349,788	1,453,044
Advance to other funds	219,545			2,487			617,844
Other assets						4,220	4,220
Total assets	<u>\$ 295,502</u>	<u>\$ 14,522</u>	<u>\$ 15,410</u>	<u>\$ 8,747</u>	<u>\$ 791,396</u>	<u>\$ 354,208</u>	<u>\$ 3,966,296</u>
LIABILITIES AND FUND EQUITY							
Liabilities							
Accounts payable	\$ 715		\$ 1,368		\$ 37,379	\$ 3,893	\$ 191,253
Contracts payable							
Retainage payable							
Accrued liabilities		\$ 8,763	1,562		29,289		53,672
Deferred revenue							
Due to component units							
Due to other governments					187,488		187,488
Advance from other funds			9,529				250,060
Total liabilities	<u>715</u>	<u>8,763</u>	<u>12,459</u>	<u>-</u>	<u>254,156</u>	<u>3,893</u>	<u>682,473</u>
Deferred inflows of resources					191,749		191,749
Total liabilities and deferred inflow	<u>715</u>	<u>8,763</u>	<u>12,459</u>	<u>-</u>	<u>445,905</u>	<u>3,893</u>	<u>874,222</u>
Fund equity (deficit)							
Fund balances (deficits)							
Restricted for use in specific geographic areas							1,180,571
Assigned for							
General government							241,876
Public safety							165,603
Culture & Recreation	294,787						294,787
Health & Welfare				8,747	345,491	350,315	666,528
Urban redevelopment & housing		5,759					5,759
Unassigned			2,951				536,950
Total fund equity (deficit)	<u>294,787</u>	<u>5,759</u>	<u>2,951</u>	<u>8,747</u>	<u>345,491</u>	<u>350,315</u>	<u>3,092,074</u>
Total liabilities and fund equity	<u>\$ 295,502</u>	<u>\$ 14,522</u>	<u>\$ 15,410</u>	<u>\$ 8,747</u>	<u>\$ 791,396</u>	<u>\$ 354,208</u>	<u>\$ 3,966,296</u>

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

ST. MARY PARISH COUNCIL

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 For the Year Ending December 31, 2017

	Gaming Receipt Fund	Witness Fee Fund	Juror Compensation Fund	Wards 5 & 8 Sales Tax Fund	Wards 1,2,3,4,7 &10 Sales Tax Fund	Jail Operating & Maint. Fund	16th JDC- St. Mary Parish Drug Court	Job Readiness Program Fund
REVENUES								
Taxes								
Sales and use				\$ 276,844	\$ 399,952	\$ 796,290		
Intergovernmental revenues								
Federal							\$ 167,538	\$ 7,044
Medicaid								
State							396,037	1,906
Local					15,465	186,312		
Riverboat fees	\$ 1,500,000							
Licenses & Permits								
Fees, Charges, & Commission		\$ 51,526	\$ 51,690			2,506	19,284	
Investment earnings & interest	5,250			6,140	3,253	5,267		605
Other revenues	6,758				700			
Total revenues	<u>1,512,008</u>	<u>51,526</u>	<u>51,690</u>	<u>282,984</u>	<u>419,370</u>	<u>990,375</u>	<u>582,859</u>	<u>9,555</u>
EXPENDITURES								
Current:								
General government	220,571	79,611	26,310					
Public safety	91,034			22,100	54,523	2,132,391		
Public works				56,776	130,526			
Culture & Recreation	67,665			164,475	152,058			
Health & Welfare	1,124			235,624	17,690		679,141	22,054
Urban redevelopment & Housing								
Capital outlay					29,569			
Total expenditures	<u>380,394</u>	<u>79,611</u>	<u>26,310</u>	<u>478,975</u>	<u>384,366</u>	<u>2,132,391</u>	<u>679,141</u>	<u>22,054</u>
Excess (deficiency) of revenues over (under) expenditures	1,131,614	(28,085)	25,380	(195,991)	35,004	(1,142,016)	(96,282)	(12,499)
OTHER FINANCING SOURCES								
Operating transfers in		24,708				1,450,000		
Operating transfers out	(1,147,312)					(452,363)		
Total other financing sources (uses)	<u>(1,147,312)</u>	<u>24,708</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>997,637</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(15,698)	(3,377)	25,380	(195,991)	35,004	(144,379)	(96,282)	(12,499)
Fund balance (deficits) at beginning of year	<u>549,697</u>	<u>76,243</u>	<u>143,630</u>	<u>911,389</u>	<u>430,169</u>	<u>309,982</u>	<u>54,003</u>	<u>16,753</u>
Fund balance (deficits) at end of year	\$ <u>533,999</u>	\$ <u>72,866</u>	\$ <u>169,010</u>	\$ <u>715,398</u>	\$ <u>465,173</u>	\$ <u>165,603</u>	\$ <u>(42,279)</u>	\$ <u>4,254</u>

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

ST. MARY PARISH COUNCIL

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 For the Year Ending December 31, 2017

	Boat Landing Permit Fund	Housing Program	DWI Court	DWI Court - Patient Fee Fund	Fairview Treatment Center	Claire House	Total Nonmajor Special Revenue Funds
REVENUES							
Taxes							\$ 1,473,086
Sales and use							
Intergovernmental revenues							
Federal		\$ 399,699			\$ 451,494	\$ 651,720	1,677,495
Medicaid					2,102,000		2,102,000
State			\$ 53,717				451,660
Local							201,777
Riverboat fees							1,500,000
Licenses & Permits	\$ 22,635						22,635
Fees, Charges, & Commission	37,405			\$ 1,993	11,955		176,359
Investment earnings & interest	893		(40)	26			21,394
Other revenues							7,458
Total revenues	<u>60,933</u>	<u>399,699</u>	<u>53,677</u>	<u>2,019</u>	<u>2,565,449</u>	<u>651,720</u>	<u>7,633,864</u>
EXPENDITURES							
Current:							
General government							326,492
Public safety							2,300,048
Public works							187,302
Culture & Recreation	1,464						385,662
Health & Welfare			53,729	(880)	1,985,725	598,862	3,593,069
Urban redevelopment & Housing		400,624					400,624
Capital outlay	21,504						51,073
Total expenditures	<u>22,968</u>	<u>400,624</u>	<u>53,729</u>	<u>(880)</u>	<u>1,985,725</u>	<u>598,862</u>	<u>7,244,270</u>
Excess (deficiency) of revenues over (under) expenditures	37,965	(925)	(52)	2,899	579,724	52,858	389,594
OTHER FINANCING SOURCES							
Operating transfers in							1,474,708
Operating transfers out					(200,000)		(1,799,675)
Total other financing sources (uses)	-	-	-	-	(200,000)	-	(324,967)
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	37,965	(925)	(52)	2,899	379,724	52,858	64,627
Fund balance (deficits) at beginning of year	256,822	6,684	3,003	5,848	(34,233)	297,457	3,027,447
Fund balance (deficits) at end of year	\$ 294,787	\$ 5,759	\$ 2,951	\$ 8,747	\$ 345,491	\$ 350,315	\$ 3,092,074

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Gaming Receipt Fund
 For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Riverboat fees	\$ 1,500,000	\$ 1,500,000	\$ 1,500,000	\$ -
Investment earnings & interest	1,000	3,550	5,250	1,700
Other revenues		6,757	6,758	1
Total revenues	<u>1,501,000</u>	<u>1,510,307</u>	<u>1,512,008</u>	<u>1,701</u>
EXPENDITURES				
Current:				
General government	200,750	221,151	220,571	580
Public safety	101,900	101,900	91,034	10,866
Culture & Recreation	75,000	67,665	67,665	-
Health & Welfare	15,000	1,500	1,124	376
Total expenditures	<u>392,650</u>	<u>392,216</u>	<u>380,394</u>	<u>11,822</u>
Excess of revenues over expenditures	<u>1,108,350</u>	<u>1,118,091</u>	<u>1,131,614</u>	<u>13,523</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers out				
General Fund	(380,000)	(280,000)	(280,000)	-
Jail Operating & Maintenance Fund	(450,000)	(450,000)	(450,000)	-
Certificate of Indebtedness Sinking Fund	(417,312)	(417,312)	(417,312)	-
Total other financing sources (uses)	<u>(1,247,312)</u>	<u>(1,147,312)</u>	<u>(1,147,312)</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(138,962)	(29,221)	(15,698)	13,523
Fund balance at beginning of year	<u>549,697</u>	<u>549,697</u>	<u>549,697</u>	<u>-</u>
Fund balance at end of year	<u>\$ 410,735</u>	<u>\$ 520,476</u>	<u>\$ 533,999</u>	<u>\$ 13,523</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Witness Fee Fund
 For the Year Ended December 31, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Fees, Charges, & Commission	\$ 60,000	\$ 60,000	\$ 51,526	\$ (8,474)
Total revenues	<u>60,000</u>	<u>60,000</u>	<u>51,526</u>	<u>(8,474)</u>
EXPENDITURES				
Current:				
General government				
Witness Fees	30,000	29,000	28,660	340
Payment to 16th JDC Crimnal Court Fund	<u> </u>	<u>50,951</u>	<u>50,951</u>	<u>-</u>
Total expenditures	<u>30,000</u>	<u>79,951</u>	<u>79,611</u>	<u>340</u>
Excess (deficiency) of revenues over (under) expenditures	<u>30,000</u>	<u>(19,951)</u>	<u>(28,085)</u>	<u>(8,134)</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in				
General Fund	<u> </u>	<u>24,708</u>	<u>24,708</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>24,708</u>	<u>24,708</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	30,000	4,757	(3,377)	8,134
Fund balance at beginning of year	<u>76,243</u>	<u>76,243</u>	<u>76,243</u>	<u>-</u>
Fund balance at end of year	<u>\$ 106,243</u>	<u>\$ 81,000</u>	<u>\$ 72,866</u>	<u>\$ (8,134)</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Juror Compensation Fund
 For the Year Ended December 31, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Fees, Charges, & Commission	\$ 60,000	\$ 50,000	\$ 51,690	\$ 1,690
Total revenues	<u>60,000</u>	<u>50,000</u>	<u>51,690</u>	<u>1,690</u>
EXPENDITURES				
Current:				
General government	<u>40,000</u>	<u>35,000</u>	<u>26,310</u>	<u>8,690</u>
Total expenditures	<u>40,000</u>	<u>35,000</u>	<u>26,310</u>	<u>8,690</u>
Excess revenues over expenditures	20,000	15,000	25,380	10,380
Fund balance at beginning of year	<u>143,630</u>	<u>143,630</u>	<u>143,630</u>	<u>-</u>
Fund balance at end of year	<u>\$ 163,630</u>	<u>\$ 158,630</u>	<u>\$ 169,010</u>	<u>\$ 10,380</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Wards 5 & 8 Sales Tax Fund
 For the Year Ended December 31, 2017

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes				
Sales and use	\$ 235,000	\$ 260,000	\$ 276,844	\$ 16,844
Investment earnings & interest	1,000	4,000	6,140	2,140
Total revenues	<u>236,000</u>	<u>264,000</u>	<u>282,984</u>	<u>18,984</u>
EXPENDITURES				
Current:				
General government	3,300	3,300		3,300
Public safety				
Fire fighting	10,000	28,100	22,100	6,000
Public works				
Street lighting	55,000	55,000	55,124	(124)
Wax Lake East Drainage District	12,000	12,000	1,652	10,348
City of Patterson		50,000		50,000
Culture & Recreation				
Town of Berwick	3,000	3,000	3,000	-
Other	2,700	4,800	3,100	1,700
Recreation District #3	108,000	108,000	107,314	686
Recreation District #4	50,000	55,000	51,061	3,939
Health & Welfare				
Hospital District No. 3		<u>245,000</u>	<u>235,624</u>	<u>9,376</u>
Total expenditures	<u>244,000</u>	<u>564,200</u>	<u>478,975</u>	<u>85,225</u>
Excess (deficiency) of revenues over (under) expenditures	(8,000)	(300,200)	(195,991)	104,209
Fund balance at beginning of year	<u>911,389</u>	<u>911,389</u>	<u>911,389</u>	-
Fund balance at end of year	<u>\$ 903,389</u>	<u>\$ 611,189</u>	<u>\$ 715,398</u>	<u>\$ 104,209</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Wards 1, 2, 3, 4, 7, & 10 Sales Tax Fund
 For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes				
Sales and use	\$ 320,000	\$ 380,000	\$ 399,952	\$ 19,952
Investment earnings & interest	500	1,900	3,253	1,353
Intergovernmental		15,465	15,465	-
Other revenues		700	700	-
Total revenues	<u>320,500</u>	<u>398,065</u>	<u>419,370</u>	<u>21,305</u>
EXPENDITURES				
Current:				
General government				
Public safety				
Fire fighting	50,523	54,523	54,523	-
Public works				
City of Franklin	6,000	13,000		13,000
Street lighting	127,500	127,500	130,526	(3,026)
Sanitation				
Culture & Recreation				
Administrative	3,010	3,010		3,010
Elizabeth B. Davis Park	71,652	40,152	26,649	13,503
Hebert-Washington Park	64,252	40,752	30,395	10,357
City of Franklin	3,334	7,834	7,833	1
St. Joseph Recreation Area	9,267	9,267	4,963	4,304
Recreation District #5		15,500	15,500	-
Recreation District #7	30,000	36,000	36,000	-
Sorrell Park	500	500	342	158
Enrichment Programs	13,000	23,000	23,000	-
Other	1,000	6,876	7,376	(500)
Health & Welfare				
St. Mary Community Action Agency		2,500	2,500	-
Save Our Children Mentoring Program	11,000	11,000	11,000	-
General Assistance		3,965	4,190	(225)
Capital outlay				
Sidewalks & Crosswalks	10,000	29,600	29,569	31
Total expenditures	<u>401,038</u>	<u>424,979</u>	<u>384,366</u>	<u>40,613</u>
Excess (deficiency) of revenues over (under) expenditures	(80,538)	(26,914)	35,004	61,918
Fund balance at beginning of year	<u>430,169</u>	<u>430,169</u>	<u>430,169</u>	<u>-</u>
Fund balance at end of year	<u>\$ 349,631</u>	<u>\$ 403,255</u>	<u>\$ 465,173</u>	<u>\$ 61,918</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Jail Operating & Maintenance Fund
 For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive Negative
REVENUES				
Taxes				
Sales and use	\$ 800,000	\$ 810,000	\$ 796,290	\$ (13,710)
Intergovernmental revenues				
Local				
Sheriff	263,000	186,311	186,312	1
Fees, Charges, & Commission	4,000	3,000	2,506	(494)
Investment earnings & interest		3,850	5,267	1,417
Total revenues	<u>1,067,000</u>	<u>1,003,161</u>	<u>990,375</u>	<u>(12,786)</u>
EXPENDITURES				
Current:				
Public safety				
Administration	742,000	625,000	585,358	39,642
Adult Correctional Institution	1,363,500	1,359,500	1,306,271	53,229
Cost for Juvenile Prisoners	15,000	11,000	7,830	3,170
Adult Correctional Institution - Morgan City Jail	180,000	230,000	232,932	(2,932)
Total expenditures	<u>2,300,500</u>	<u>2,225,500</u>	<u>2,132,391</u>	<u>93,109</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,233,500)</u>	<u>(1,222,339)</u>	<u>(1,142,016)</u>	<u>80,323</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in				
General Fund	1,250,000	1,000,000	1,000,000	-
Gaming Receipt Fund	450,000	450,000	450,000	-
Operating transfers out				
Jail Sinking Fund	(430,822)	(430,822)	(430,822)	-
Jail Reserve Fund	(21,542)	(21,542)	(21,541)	(1)
Total other financing sources (uses)	<u>1,247,636</u>	<u>997,636</u>	<u>997,637</u>	<u>(1)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	14,136	(224,703)	(144,379)	80,322
Fund balance at beginning of year	<u>309,982</u>	<u>309,982</u>	<u>309,982</u>	<u>-</u>
Fund balance at end of year	<u>\$ 324,118</u>	<u>\$ 85,279</u>	<u>\$ 165,603</u>	<u>\$ 80,324</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 16th JDC - St. Mary Parish Drug Court
 For the Year Ended December 31, 2017

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
REVENUES				
Federal grant	\$ 149,000	\$ 149,000	\$ 167,538	\$ 18,538
State grant	401,000	401,000	396,037	(4,963)
Patient fees	50,000	22,000	19,284	(2,716)
Total revenues	<u>600,000</u>	<u>572,000</u>	<u>582,859</u>	<u>10,859</u>
EXPENDITURES				
Current				
Health and welfare				
Personal services and benefits	391,666	407,166	415,453	(8,287)
Operating services	82,784	82,784	112,658	(29,874)
Supplies	35,030	36,030	16,333	19,697
Professional services	63,520	63,520	66,928	(3,408)
Lab fees	50,000	50,000	64,684	(14,684)
Travel	5,000	2,500	2,089	411
Bad debts			996	(996)
Total expenditures	<u>628,000</u>	<u>642,000</u>	<u>679,141</u>	<u>(37,141)</u>
Excess (deficiency) of revenues over (under) expenditures	(28,000)	(70,000)	(96,282)	(26,282)
Fund balance at beginning of year	<u>121,000</u>	<u>32,385</u>	<u>54,003</u>	<u>21,618</u>
Fund balance at end of year	<u>\$ 93,000</u>	<u>\$ (37,615)</u>	<u>\$ (42,279)</u>	<u>\$ (4,664)</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Job Readiness Program Fund
 For the Year Ended December 31, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Intergovernmental Revenues				
Federal Grants	\$ 6,000	\$ 7,100	\$ 7,044	\$ (56)
State Grants	1,500	2,000	1,906	(94)
Interest Earnings	<u>50</u>	<u>600</u>	<u>605</u>	<u>5</u>
Total Revenues	<u>7,550</u>	<u>9,700</u>	<u>9,555</u>	<u>(145)</u>
EXPENDITURES				
Current:				
Health & Welfare	<u>12,970</u>	<u>21,520</u>	<u>22,054</u>	<u>(534)</u>
Total expenditures	<u>12,970</u>	<u>21,520</u>	<u>22,054</u>	<u>(534)</u>
Excess (deficiency) of revenues over (under) expenditures	(5,420)	(11,820)	(12,499)	(679)
Fund balance at the beginning of year	<u>16,753</u>	<u>16,753</u>	<u>16,753</u>	<u>-</u>
Fund balance at the end of year	<u>\$ 11,333</u>	<u>\$ 4,933</u>	<u>\$ 4,254</u>	<u>\$ (679)</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Boat Landing Permit Fund
 For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Licenses & permits	\$ 20,000	\$ 20,000	\$ 22,635	\$ 2,635
Fees, Charges, & Commission	33,350	38,350	37,405	(945)
Investment earnings & interest	500	500	893	393
Total revenues	<u>53,850</u>	<u>58,850</u>	<u>60,933</u>	<u>2,083</u>
EXPENDITURES				
Current:				
Culture & Recreation		1,200	1,464	(264)
Capital outlay	<u>204,000</u>	<u>34,000</u>	<u>21,504</u>	<u>12,496</u>
Total expenditures	<u>204,000</u>	<u>35,200</u>	<u>22,968</u>	<u>12,232</u>
Excess of revenues over expenditures	(150,150)	23,650	37,965	14,315
Fund balance at beginning of year	<u>256,822</u>	<u>256,822</u>	<u>256,822</u>	<u>-</u>
Fund balance at end of year	<u>\$ 106,672</u>	<u>\$ 280,472</u>	<u>\$ 294,787</u>	<u>\$ 14,315</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Housing Program
 For the Year Ended December 31, 2017

	Original & Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
REVENUES			
Intergovernmental revenues			
Federal grants	\$ 402,800	\$ 399,699	\$ (3,101)
Total revenues	<u>402,800</u>	<u>399,699</u>	<u>(3,101)</u>
EXPENDITURES			
Current:			
Urban redevelopment & housing			
Housing assistance and administrative	402,800	400,624	2,176
Total expenditures	<u>402,800</u>	<u>400,624</u>	<u>2,176</u>
Excess (deficiency) of revenues over (under) expenditures	-	(925)	(925)
Fund balance at beginning of year	<u>14,591</u>	<u>6,684</u>	<u>7,907</u>
Fund balance at end of year	<u>\$ 14,591</u>	<u>\$ 5,759</u>	<u>\$ 6,982</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 DWI Court
 For the Year Ended December 31, 2017

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance Final Budget Positive <u>(Negative)</u>
REVENUES				
Federal grant	\$ 52,500	\$ 55,000	\$ 53,717	\$ (1,283)
Interest earnings			(40)	(40)
Total Revenue	<u>52,500</u>	<u>55,000</u>	<u>53,677</u>	<u>(1,323)</u>
EXPENDITURES				
Health & welfare	<u>52,500</u>	<u>55,000</u>	<u>53,729</u>	<u>1,271</u>
Total Expenditure	<u>52,500</u>	<u>55,000</u>	<u>53,729</u>	<u>1,271</u>
Excess of (deficiency) of revenues over (under) expenditures	-	-	(52)	(52)
Fund balance at beginning of year	<u>3,003</u>	<u>3,003</u>	<u>3,003</u>	<u>-</u>
Fund balance (deficit) at end of year	<u>\$ 3,003</u>	<u>\$ 3,003</u>	<u>\$ 2,951</u>	<u>\$ (52)</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 DWI Court - Patient Fee Fund
 For the Year Ended December 31, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Fees, charges, & commission	\$ 4,100	\$ 2,100	\$ 1,993	\$ (107)
Investment earnings & interest	5	15	26	11
Total revenues	<u>4,105</u>	<u>2,115</u>	<u>2,019</u>	<u>(96)</u>
EXPENDITURES				
Health & Welfare				
Refund of Expense	7,650	-	(880)	880
Total expenditures	<u>7,650</u>	<u>-</u>	<u>(880)</u>	<u>880</u>
Excess (deficiency) of revenues over (under) expenditures	(3,545)	2,115	2,899	784
Fund balance at beginning of year	<u>5,848</u>	<u>5,848</u>	<u>5,848</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,303</u>	<u>\$ 7,963</u>	<u>\$ 8,747</u>	<u>\$ 784</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule (Non GAAP Basis)
 Fairview Treatment Center
 For the Year Ended December 31, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Intergovernmental Revenues				
Federal	\$ 1,070,000	\$ 414,240	\$ 451,494	\$ 37,254
Medicaid	621,878	1,839,361	2,102,000	262,639
State	260,000	105,840		(105,840)
Patient fees	15,500	5,704	11,955	6,251
Total revenues	<u>1,967,378</u>	<u>2,365,145</u>	<u>2,565,449</u>	<u>200,304</u>
EXPENDITURES				
Current				
Health & welfare				
Personal services and benefits	1,245,260	1,221,930	1,193,687	28,243
Travel	1,000	256	255	1
Operating services	439,739	337,460	336,615	845
Supplies	53,879	66,270	98,048	(31,778)
Professional services	206,000	329,711	326,476	3,235
Lab fees	10,500	5,245	8,814	(3,569)
Capital Outlay	5,000	49,321	8,281	41,040
Total expenditures	<u>1,961,378</u>	<u>2,010,193</u>	<u>1,972,176</u>	<u>38,017</u>
Excess of revenues over expenditures before transfer	<u>6,000</u>	<u>354,952</u>	<u>593,273</u>	<u>(238,321)</u>
Transfer to St. Mary Parish		<u>(200,000)</u>	<u>(200,000)</u>	<u>-</u>
Net change in fund balance- Non GAAP Basis	<u>6,000</u>	<u>154,952</u>	<u>393,273</u>	<u>(238,321)</u>
Reconciliation Non GAAP to GAAP Basis				
Bad Debt			<u>(13,549)</u>	
Net change in fund balance - GAAP Basis			<u>\$ 379,724</u>	

Note on Budgeting Basis:

Fairview Treatment Center uses the GAAP Basis for budgeting except no provision is made for uncollectible accounts, and Fairview Treatment Center records transfers in as intergovernmental revenue rather than transfers in for budgetary reporting purposes.

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Claire House
 For the Year Ended December 31, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Federal grant	\$ 634,363	\$ 653,363	\$ 651,622	\$ (1,741)
Other income			98	98
Total revenues	<u>634,363</u>	<u>653,363</u>	<u>651,720</u>	<u>(1,643)</u>
EXPENDITURES				
Current				
Health and welfare				
Personal services and benefits	476,518	489,118	445,734	43,384
Operating services	138,345	145,938	138,273	7,665
Supplies	11,500	12,900	10,989	1,911
Professional services	3,000	3,000	2,983	17
Capital Outlay	5,000	2,407	883	1,524
Total expenditures	<u>634,363</u>	<u>653,363</u>	<u>598,862</u>	<u>54,501</u>
Excess revenues over expenditures	<u>-</u>	<u>-</u>	<u>52,858</u>	<u>52,858</u>
Fund balance at beginning of year	<u>297,547</u>	<u>297,457</u>	<u>297,457</u>	<u>-</u>
Fund balance at end of year	<u>\$ 297,547</u>	<u>\$ 297,457</u>	<u>\$ 350,315</u>	<u>\$ 52,858</u>

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

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

SALES TAX BOND SINKING FUND

The Sales Tax Bond Sinking Fund accounts for the Council's share of a one percent sales tax which is to be used for the retirement of the 2005 bond issue totaling \$1,255,000 (repaid in 2016), and the 2011 bond issue totaling \$6,865,000. Any amounts accumulated in excess of debt service requirements can be used by the parish for any lawful purpose.

SALES TAX BOND RESERVE FUND

The Sales Tax Bond Reserve Fund is a reserve fund required by the 2005 \$1,255,000 (repaid in 2016) bond issue indenture and the 2011 \$6,865,000 bond issue indenture.

THREE-FOURTHS PERCENT SALES TAX BOND RESERVE FUND

The Three-Fourths Percent Sales Tax Bond Reserve Fund is a reserve fund required by the \$3,750,000 2007 Sewerage Sales Tax Bond issue indenture (repaid in 2016), 2012 \$3,890,000 bond issue, and the 2015 \$2,190,000 Sales Tax Refunding Bond Issue.

THREE-FOURTHS PERCENT SALES TAX BOND SINKING FUND

The Three-Fourths Percent Sales Tax Bond Sinking Fund accumulates that portion of the three-fourths percent sales tax needed for the payment of 2007 \$3,750,000 sewerage sales tax bond issue (repaid in 2016), 2012 \$3,890,000 bond issue, and 2015 \$2,190,000 Sewerage Sales Tax Refunding Bond Issue.

ST. MARY PARISH LIBRARY SINKING FUND

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

CERTIFICATES OF INDEBTEDNESS SINKING FUND

This fund accounts for the transfer of revenues for the repayment of the \$2,370,000 Public Parks and Recreation Refunding Bonds (final payment made in 2017), and the \$600,000 Certificates of Indebtedness, \$2,345,000 Series 2012 Revenue Refunding Bonds.

JAIL SINKING FUND

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

JAIL RESERVE FUND

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

ST. MARY PARISH COUNCIL

Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2017

	Sales Tax Bond <u>Sinking Fund</u>	Sales Tax Bond Reserve <u>Fund</u>	3/4% Sales Tax Bond <u>Reserve Fund</u>	3/4% Sales Tax Bond <u>Sinking Fund</u>	St. Mary Parish Library <u>Sinking Fund</u>	Certificates of Indebtedness <u>Sinking Fund</u>	Jail Sinking <u>Fund</u>	Jail Reserve <u>Fund</u>	Total Nonmajor Debt Service <u>Funds</u>
ASSETS									
Cash and cash equivalents	\$ 156,000	\$ 601,651	\$ 705,619	\$ 300,001	\$ 116,000		\$ 336,500	\$ 226,500	\$ 2,442,271
Investments	524,941	204	2	738	329				526,214
Due from other governments	287,109				127,656				414,765
Advance to other funds		24,048		252,973	215,391	\$ 428,043	178,748		1,099,203
Total assets	<u>968,050</u>	<u>625,903</u>	<u>705,621</u>	<u>553,712</u>	<u>459,376</u>	<u>428,043</u>	<u>515,248</u>	<u>226,500</u>	<u>4,482,453</u>
LIABILITIES AND FUND EQUITY									
Liabilities									
Advance from other funds	\$ 810,110							\$ 60,699	\$ 870,809
Total liabilities	<u>810,110</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>60,699</u>	<u>870,809</u>
Fund equity									
Fund balances									
Restricted for debt service	156,000	625,699	705,621	300,000	116,000		336,500	165,801	2,405,621
Assigned for debt service	1,940	204		253,712	343,376	428,043	178,748		1,206,023
Total fund equity	<u>157,940</u>	<u>625,903</u>	<u>705,621</u>	<u>553,712</u>	<u>459,376</u>	<u>428,043</u>	<u>515,248</u>	<u>165,801</u>	<u>3,611,644</u>
Total liabilities and fund equity	<u>\$ 968,050</u>	<u>\$ 625,903</u>	<u>\$ 705,621</u>	<u>\$ 553,712</u>	<u>\$ 459,376</u>	<u>\$ 428,043</u>	<u>\$ 515,248</u>	<u>\$ 226,500</u>	<u>\$ 4,482,453</u>

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

ST. MARY PARISH COUNCIL

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ending December 31, 2017

	Sales Tax Bond Sinking Fund	Sales Tax Bond Reserve Fund	3/4% Sales Tax Bond Reserve Fund	3/4% Sales Tax Bond Sinking Fund	St. Mary Parish Library Sinking Fund	Certificate of Indebtedness Sinking Fund	Jail Sinking Fund	Jail Reserve Fund	Total Nonmajor Debt Service Funds
REVENUES									
Taxes									
Sales and use Ad Valorem	\$ 1,650,931				\$ 132,089				\$ 1,650,931 132,089
Investment earnings & interest	9,936	\$ 2,079	\$ 2,341	\$ 1,824	1,531	\$ 1,881	\$ 1,145	\$ 507	21,244
Total revenues	<u>1,660,867</u>	<u>2,079</u>	<u>2,341</u>	<u>1,824</u>	<u>133,620</u>	<u>1,881</u>	<u>1,145</u>	<u>507</u>	<u>1,804,264</u>
EXPENDITURES									
Capital outlay									
Debt service									
Principal	295,000			585,000	105,000	441,000	370,000		1,796,000
Interest	242,213			111,506	73,145	20,599	53,046		500,509
Fees	2,250			4,114	950		500		7,814
Total expenditures	<u>539,463</u>	<u>-</u>	<u>-</u>	<u>700,620</u>	<u>179,095</u>	<u>461,599</u>	<u>423,546</u>	<u>-</u>	<u>2,304,323</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,121,404</u>	<u>2,079</u>	<u>2,341</u>	<u>(698,796)</u>	<u>(45,475)</u>	<u>(459,718)</u>	<u>(422,401)</u>	<u>507</u>	<u>(500,059)</u>
OTHER FINANCING SOURCES (USES)									
Operating transfers in				702,000		417,312	430,822	21,541	1,571,675
Operating transfers out	(1,700,000)								(1,700,000)
Total other financing sources (uses)	<u>(1,700,000)</u>	<u>-</u>	<u>-</u>	<u>702,000</u>	<u>-</u>	<u>417,312</u>	<u>430,822</u>	<u>21,541</u>	<u>(128,325)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(578,596)</u>	<u>2,079</u>	<u>2,341</u>	<u>3,204</u>	<u>(45,475)</u>	<u>(42,406)</u>	<u>8,421</u>	<u>22,048</u>	<u>(628,384)</u>
Fund balance at beginning of year	<u>736,536</u>	<u>623,824</u>	<u>703,280</u>	<u>550,508</u>	<u>504,851</u>	<u>470,449</u>	<u>506,827</u>	<u>143,753</u>	<u>4,240,028</u>
Fund balance at end of year	<u>\$ 157,940</u>	<u>\$ 625,903</u>	<u>\$ 705,621</u>	<u>\$ 553,712</u>	<u>\$ 459,376</u>	<u>\$ 428,043</u>	<u>\$ 515,248</u>	<u>\$ 165,801</u>	<u>\$ 3,611,644</u>

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

SUPPLEMENTARY INFORMATION - COMPONENT UNITS

ST. MARY PARISH COUNCIL

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DISCRETELY PRESENTED COMPONENT UNITS
 Combining Schedule of Statements of Net Position- All Discretely Presented Component Units
 December 31, 2017

	WATER & SEWER COMMISSION # 1 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 2 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 3 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 4 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 5 OF THE PARISH OF ST. MARY	WATERWORKS DISTRICT # 5 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES							
Current Assets							
Cash and cash equivalents	\$ 5,070,588	\$ 865,295	\$ 1,429,503	\$ 69,049	\$ 800,932	\$ 154,826	\$ 8,390,193
Investments	134,283	1,291,107	2,517,200			1,591,285	5,533,875
Receivables (net of allowances for uncollectibles)	73,088	155,625	206,335	220,973	30,748		686,769
Other receivables					125	1,551	1,676
Due from component units			124,067				124,067
Due from other governments	830,513					3,601	834,114
Prepaid expenses	32,971	16,097	79,899	27,174	10,910	39,825	206,876
Inventories	69,516	126,910					196,426
Other assets			210				210
Total current assets	6,210,959	2,455,034	4,357,214	317,196	842,715	1,791,088	15,974,206
Noncurrent Assets							
Restricted Assets:							
Cash	81,681	87,443	45,392	2,545,983	72,056	182,028	3,014,583
Investments		179,482	150,499			1,442,065	1,772,046
Invest in Berwick Bayou Vista Joint		670,394					670,394
Capital Assets							
Land and Improvements	205,726	51,709	22,155	6,926	104,237	16,500	407,253
Buildings, net of accumulated depreciation	1,522,600	28,989	88,170	209,960		85,367	1,935,086
Improvements, other than buildings, net of accumulated depreciation	3,117,506	4,781,320	4,214,134	6,218,998	1,232,106	3,876,511	23,440,575
Equipment and furniture, net of accumulated depreciation	241,963	38,013	244,711	1,227,155		40,783	1,792,625
Construction in progress	17,220	100,356	9,076	1,532,311	33,088	21,078	1,713,129
Total noncurrent assets	5,186,696	5,937,706	4,774,137	11,741,333	1,441,487	5,664,332	34,745,691
Total assets	11,397,655	8,392,740	9,131,351	12,058,529	2,284,202	7,455,420	50,719,897
Deferred outflows of resources							
Debt Redemption Costs							
Related to Pensions			158,448	119,556		21,765	21,765
Total deferred outflows of resources	-	-	158,448	119,556	-	81,919	359,923
Total assets and deferred outflows of resources	\$ 11,397,655	\$ 8,392,740	\$ 9,289,799	\$ 12,178,085	\$ 2,284,202	\$ 7,537,339	\$ 51,079,820
LIABILITIES AND NET POSITION							
Current Liabilities							
Accounts payable	\$ 91,815	\$ 59,116	\$ 72,382	\$ 90,083	\$ 49,855	\$ -	\$ 363,251
Contracts payable		26,519					26,519
Retainage payable							-
Accrued liabilities	93,444		7,483	28,762	18,899	30,602	179,190
Accrued interest payable		585				4,550	5,135
Due to St. Mary Parish Council	36,056	82,310		217,420	3,711		339,497
Due to component units		21,943	11,770	3,201			36,914
Due to other governments		29,942		22,893			52,835
Due to State Department of Health and Hospitals		5,198					5,198
Payable from restricted assets	81,681	208,307	195,891	195,709	13,287	130,091	824,966
Current portion of long-term debt		90,000	65,528	389,081	18,932	135,000	698,541
Total current liabilities	302,996	523,920	353,054	947,149	104,684	300,243	2,532,046
Noncurrent Liabilities							
Compensated absences			7,215	102,050			109,265
Net Pension Liability			118,153	77,354		43,048	238,555
Noncurrent portion of long-term debt		195,000	65,527	5,196,611	106,656	290,000	5,853,794
Total noncurrent liabilities	-	195,000	190,895	5,376,015	106,656	333,048	6,201,614
Total liabilities	302,996	718,920	543,949	6,323,164	211,340	633,291	8,733,660
Deferred inflows of resources							
Related to Pensions							
			18,989	22,241		12,289	53,519
Total Deferred Inflows of Resources	-	-	18,989	22,241	-	12,289	53,519
Total liabilities and deferred inflows of resources	302,996	718,920	562,938	6,345,405	211,340	645,580	8,787,179
Net Position							
Net investment in capital assets	5,105,015	4,715,387	4,447,191	5,404,641	1,243,843	3,615,239	24,531,316
Restricted for:							
Capital projects						1,337,683	1,337,683
Debt service		54,809		205,342	58,769	151,769	470,689
Other purposes	4,588,836						4,588,836
Unrestricted	1,400,808	2,993,624	4,279,670	222,697	770,250	1,787,068	11,364,117
Total net position	11,094,659	7,673,820	8,726,861	5,832,680	2,072,862	6,891,759	42,292,641
Total Liabilities, deferred inflows of resources, and net position	\$ 11,397,655	\$ 8,392,740	\$ 9,289,799	\$ 12,178,085	\$ 2,284,202	\$ 7,537,339	\$ 51,079,820

ST. MARY PARISH COUNCIL

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DISCRETELY PRESENTED COMPONENT UNITS
 Combining Schedule of Statements of Net Position- All Discretely Presented Component Units
 December 31, 2017

	WARDS 5 & 8 JOINT SEWERAGE COMMISSION OF THE PARISH <u>OF ST. MARY</u>	TOTAL (PAGE ONLY)
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 626,116	\$ 626,116
Due from St. Mary Parish Council	24,143	24,143
Due from component units	41,862	41,862
Due from other governments	55,423	55,423
Prepaid expenses	22,857	22,857
Other assets	2,402	2,402
Total Current Assets	772,803	772,803
Noncurrent Assets		
Capital Assets		
Buildings, net of accumulated depreciation	216,243	216,243
Improvements, other than buildings, net of accumulated depreciation	534,617	534,617
Equipment and furniture, net of accumulated depreciation	160,385	160,385
Construction in progress	-	-
Total noncurrent assets	911,245	911,245
Total assets	1,684,048	1,684,048
Deferred Outflows of Resources		
Related to Pensions	32,206	32,206
Total deferred outflows of resources	32,206	32,206
Total assets and deferred outflows of resources	\$ 1,716,254	\$ 1,716,254
LIABILITIES AND NET POSITION		
Current Liabilities		
Accounts payable	\$ 15,705	\$ 15,705
Accrued liabilities	21,779	21,779
Due to St. Mary Parish Council	15,820	15,820
Due to component units	24,005	24,005
Due to other governments	59,285	59,285
Total current liabilities	136,594	136,594
Noncurrent Liabilities		
Net Pension Liability	24,121	24,121
Total noncurrent liabilities	24,121	24,121
Total liabilities	160,715	160,715
Deferred inflows of resources		
Related to Pensions	4,240	4,240
Total deferred inflows of resources	4,240	4,240
Total liabilities and deferred inflows of resources	164,955	164,955
Net Position		
Net invested in capital assets	911,245	911,245
Unrestricted	640,054	640,054
Total net position	1,551,299	1,551,299
Total liabilities, deferred inflows of resources, and net position	\$ 1,716,254	\$ 1,716,254

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS
 Combining Schedule of Statements of Net Position - All Discretely Presented Component Units
 December 31, 2017

	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 1 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	GRAVITY DRAINAGE DISTRICT # 6 OF THE PARISH OF ST. MARY	WAX LAKE EAST DRAINAGE DISTRICT OF THE PARISH OF ST. MARY	SUB-GRAVITY DRAINAGE DISTRICT # 1 OF GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
ASSETS						
Current Assets						
Cash and cash equivalents	\$ 2,142,887	\$ 9,546,273	\$ 9,641	\$ 2,204,961	\$ 840,859	\$ 14,744,621
Investments			1,852,634			1,852,634
Other Receivables				914		914
Due from other governments	118,059		1,987			120,046
Prepaid expenses		64,229	12,657	23,643	11,797	112,326
Other Assets					50	50
Total current assets	2,260,946	9,610,502	1,876,919	2,229,518	852,706	16,830,591
Capital Assets						
Land and Improvements	8,600	2,594,657	195,315			2,798,572
Buildings, net of accumulated depreciation	57,460	14,008	8,599	2,334,876	667,108	3,082,051
Improvements, other than buildings, net of accumulated depreciation				33,319		33,319
Equipment and furniture, net of accumulated depreciation	358,288	915,946	270,792	124,148	257,942	1,927,116
Infrastructure, net of accumulated depr.	2,815,764	4,192,166	694,367			7,702,297
Construction in progress		8,097,306	171,235	51,737		8,320,278
Total noncurrent assets	3,240,112	15,814,083	1,340,308	2,544,080	925,050	23,863,633
Total assets	5,501,058	25,424,585	3,217,227	4,773,598	1,777,756	40,694,224
Deferred outflows of resources						
Debt redemption costs		473,621				473,621
Related to Pensions	152,949					152,949
Total deferred outflows of resources	152,949	473,621	-	-	-	626,570
Total assets and deferred outflows of resources	\$ 5,654,007	\$ 25,898,206	\$ 3,217,227	\$ 4,773,598	\$ 1,777,756	\$ 41,320,794
LIABILITIES AND NET POSITION						
Current Liabilities						
Accounts payable	\$ 59,099	\$ 1,403,593	\$ 25,511	\$ 50,690	\$ 7,579	\$ 1,546,472
Accrued liabilities		21,588		858	2,882	25,328
Accrued interest payable				1,705		1,705
Current portion of long-term debt		804,118		170,000		974,118
Total current liabilities	59,099	2,229,299	25,511	223,253	10,461	2,547,623
Noncurrent Liabilities						
Net Pension Liability	123,303					123,303
Noncurrent portion of long-term debt		12,839,121		985,000		13,824,121
Total noncurrent liabilities	123,303	12,839,121	-	985,000	-	13,947,424
Total liabilities	182,402	15,068,420	25,511	1,208,253	10,461	16,495,047
Deferred inflows of resources						
Related to Pensions	22,161					22,161
Total Deferred Inflows	22,161	-	-	-	-	22,161
Total Liabilities and deferred inflows of resources	204,563	15,068,420	25,511	1,208,253	10,461	16,517,208
Net Position						
Net investment in capital assets	3,247,597	9,180,067	1,340,308	1,389,080	925,050	16,082,102
Restricted for:						
Debt service		516,752		224,911		741,663
Other purposes	31,041					31,041
Unrestricted	2,170,806	1,132,967	1,851,408	1,951,354	842,245	7,948,780
Total net position	5,449,444	10,829,786	3,191,716	3,565,345	1,767,295	24,803,586
Total Liabilities, Deferred Inflows of Resources, and Net Position	\$ 5,654,007	\$ 25,898,206	\$ 3,217,227	\$ 4,773,598	\$ 1,777,756	\$ 41,320,794

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS
 Combining Schedule of Statements of Net Position - All Discretely Presented Component Units
 December 31, 2017

	FIRE PROTECTION DISTRICT # 1 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 2 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 3 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 7 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 11 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
ASSETS						
Current Assets						
Cash and cash equivalents	\$ 523,034	\$ 65,880	\$ 747,480	\$ 343,961	\$ 68,275	\$ 1,748,630
Investments	340,021	449,660			366,064	1,155,745
Other Receivables	53,158					53,158
Prepaid expenses		3,667	18,592		16,494	38,753
Other assets			1,489		2,141	3,630
Total current assets	<u>916,213</u>	<u>519,207</u>	<u>767,561</u>	<u>343,961</u>	<u>452,974</u>	<u>2,999,916</u>
Noncurrent Assets:						
Capital Assets						
Land and Improvements	84,479	15,000	477,508	7,000	5,000	588,987
Buildings, net of accumulated depreciation	113,168	237,003	663,174	485,795	17,913	1,517,053
Improvements, other than buildings, net of accumulated depreciation			45,429		28,781	74,210
Equipment and furniture, net of accumulated depreciation	269,299	632,367	378,672	1,125,680	635,855	3,041,873
Construction in progress						-
Total noncurrent assets	<u>466,946</u>	<u>884,370</u>	<u>1,564,783</u>	<u>1,618,475</u>	<u>687,549</u>	<u>5,222,123</u>
Total assets	<u>1,383,159</u>	<u>1,403,577</u>	<u>2,332,344</u>	<u>1,962,436</u>	<u>1,140,523</u>	<u>8,222,039</u>
Deferred Outflows of Resources						
Related to Pensions			175,766	-		175,766
Total deferred outflows			<u>175,766</u>			<u>175,766</u>
Total assets and Deferred Outflows of resources	\$ <u>1,383,159</u>	\$ <u>1,403,577</u>	\$ <u>2,508,110</u>	\$ <u>1,962,436</u>	\$ <u>1,140,523</u>	\$ <u>8,397,805</u>
LIABILITIES AND NET POSITION						
Current Liabilities						
Accounts payable	\$ 1,761	\$ 10,818	\$ 14,224	\$ 32,891	\$ 11,893	\$ 71,587
Accrued liabilities						-
Accrued interest payable				3,303		3,303
Current portion of long-term debt		56,620		108,000	52,000	216,620
Total current liabilities	<u>1,761</u>	<u>67,438</u>	<u>14,224</u>	<u>144,194</u>	<u>63,893</u>	<u>291,510</u>
Noncurrent Liabilities						
Net Pension Liability			540,955			540,955
Noncurrent portion of long-term debt		225,714		1,069,000	107,000	1,401,714
Total noncurrent liabilities		<u>225,714</u>	<u>540,955</u>	<u>1,069,000</u>	<u>107,000</u>	<u>1,942,669</u>
Total liabilities	<u>1,761</u>	<u>293,152</u>	<u>555,179</u>	<u>1,213,194</u>	<u>170,893</u>	<u>2,234,179</u>
Deferred Inflows of Resources						
Related to Pensions			173,098	129,182		302,280
Total deferred inflows of resources			<u>173,098</u>	<u>129,182</u>		<u>302,280</u>
Total liabilities and deferred inflows of resources	<u>1,761</u>	<u>293,152</u>	<u>728,277</u>	<u>1,342,376</u>	<u>170,893</u>	<u>2,536,459</u>
Net Position						
Net investment in capital assets	466,946	602,036	1,564,783	441,474	528,549	3,603,788
Restricted for:						
Debt service						-
Unrestricted	914,452	508,389	215,050	178,586	441,081	2,257,558
Total net position	<u>1,381,398</u>	<u>1,110,425</u>	<u>1,779,833</u>	<u>620,060</u>	<u>969,630</u>	<u>5,861,346</u>
Total liabilities, deferred inflows of resources, and net position	\$ <u>1,383,159</u>	\$ <u>1,403,577</u>	\$ <u>2,508,110</u>	\$ <u>1,962,436</u>	\$ <u>1,140,523</u>	\$ <u>8,397,805</u>

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS
 Combining Schedule of Statements of Net Position - All Discretely Presented Component Units
 December 31, 2017

	RECREATION DISTRICT # 1 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 2 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 3 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 4 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 5 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 7 OF THE PARISH OF ST. MARY	ATCHAFALAYA GOLF COURSE	TOTAL (PAGE ONLY)
ASSETS								
Current Assets								
Cash and cash equivalents	\$ 1,033,247	\$ 946,107	\$ 449,381	\$ 36,181	\$ 374,712	\$ 46,198	\$ 32,182	\$ 2,918,008
Investments	405,340			163,077				568,417
Receivables (net of allowances for uncollectibles)			8,317				300	8,617
Other receivables							14,976	14,976
Due from St. Mary Parish Council				20,000				20,000
Due from other governments	31,389	39,281	18,712					89,382
Prepaid expenses	3,059	18,871	24,556	20,549	6,346			73,381
Inventories							82,618	82,618
Other assets		305	375					680
Total current assets	1,473,035	1,004,564	501,341	239,807	381,058	46,198	130,076	3,776,079
Noncurrent Assets								
Capital Assets								
Land and Improvements	80,000		268,607	22,000	66,500		2,470	439,577
Buildings, net of accumulated depreciation	1,413,803	3,732,558	1,280,234	1,423,745	1,983,797			9,834,137
Improvements, other than buildings, net of accumulated depreciation		12,513	136,644		166,918			316,075
Equipment and furniture, net of accumulated depreciation	93,355	447,391	3,335,978	56,977	27,499	39,326	547,357	4,547,883
Construction in progress			84,647					84,647
Total noncurrent assets	1,587,158	4,192,462	5,106,110	1,502,722	2,244,714	39,326	549,827	15,222,319
Total assets	3,060,193	5,197,026	5,607,451	1,742,529	2,625,772	85,524	764,270	18,998,398
Deferred Outflows of Resources								
Related to Pensions								
Total deferred outflows of resources							84,367	84,367
Total Assets and Deferred Outflows of resources	\$ 3,060,193	\$ 5,197,026	\$ 5,607,451	\$ 1,742,529	\$ 2,625,772	\$ 85,524	\$ 764,270	\$ 19,082,765
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION								
Current Liabilities								
Accounts payable	\$ 9,601	\$ 19,596	\$ 30,305	\$ 32,377	\$ 25,366		\$ 78,649	\$ 195,894
Accrued interest payable		3,944			891			4,835
Current portion of long-term debt	90,000	205,000	364,000		104,000		112,346	875,346
Total current liabilities	99,601	228,540	394,305	32,377	130,257	-	190,995	1,076,075
Noncurrent Liabilities								
Net Pension Liability							69,890	69,890
Due to St. Mary Parish Council							1,522,087	1,522,087
Noncurrent portion of long-term debt		855,000	1,389,000		447,000		243,047	2,934,047
Total noncurrent liabilities	-	855,000	1,389,000	-	447,000	-	1,835,024	4,526,024
Total liabilities	99,601	1,083,540	1,783,305	32,377	577,257	-	2,026,019	5,602,099
Deferred Inflows of Resources								
Unearned revenue								
Related to Pensions							110,253	110,253
Total deferred inflows of resources							12,527	12,527
Total liabilities and deferred inflows of resources	99,601	1,083,540	1,783,305	32,377	577,257	-	2,148,799	5,724,879
Net Position								
Net investment in capital assets	1,497,158	3,132,462	3,353,110	1,502,722	1,693,714	\$ 39,326	194,434	11,412,926
Restricted for:								
Capital projects		5,511	2,320					7,831
Debt service	74,615	25,354	247		207,814			308,030
Unrestricted	1,388,819	950,159	468,469	207,430	146,987	46,198	(1,578,963)	1,629,099
Total net position	2,960,592	4,113,486	3,824,146	1,710,152	2,048,515	85,524	(1,384,529)	13,357,886
Total liabilities, deferred inflows of resources, and net position	\$ 3,060,193	\$ 5,197,026	\$ 5,607,451	\$ 1,742,529	\$ 2,625,772	\$ 85,524	\$ 764,270	\$ 19,082,765

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS
 Combining Schedule of Statements of Net Position-All Discretely Presented Component Units
 December 31, 2017

	HOSPITAL SERVICE DISTRICT # 1 OF THE PARISH OF ST. MARY	HOSPITAL SERVICE DISTRICT # 2 OF THE PARISH OF ST. MARY	HOSPITAL SERVICE DISTRICT # 3 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Current Assets				
Cash and cash equivalents	\$ 2,072,615	\$ 23,033	\$ 67,110	\$ 2,162,758
Investments	4,101,748	2,279,821		6,381,569
Receivables (net of allowances for uncollectibles)	1,807,782			1,807,782
Other receivables	2,243,984	12,616	3,793	2,260,393
Due from other governments	1,681,806			1,681,806
Prepaid expenses	549,165	1,631	5,148	555,944
Inventories	752,313			752,313
Total current assets	<u>13,209,413</u>	<u>2,317,101</u>	<u>76,051</u>	<u>15,602,565</u>
Noncurrent Assets				
Restricted Assets:				
Cash	7,663,187	7,179	128,455	7,798,821
Investments		942,142		942,142
Other			379	379
Capital Assets				
Land and improvements	701,739		48,998	750,737
Buildings, net of accumulated depreciation	9,013,544		283,233	9,296,777
Improvements, other than buildings, net of accumulated depreciation	355,550		28,048	383,598
Equipment and furniture, net of accumulated depreciation	2,140,732		273,579	2,414,311
Construction in progress	8,729			8,729
Total noncurrent assets	<u>19,883,481</u>	<u>949,321</u>	<u>762,692</u>	<u>21,595,494</u>
Total assets	<u>33,092,894</u>	<u>3,266,422</u>	<u>838,743</u>	<u>37,198,059</u>
Deferred outflows of resources				
Debt redemption costs	30,399			30,399
Total deferred outflows of resources	<u>30,399</u>	<u>-</u>	<u>-</u>	<u>30,399</u>
Total assets and deferred outflows of resources	<u>\$ 33,123,293</u>	<u>\$ 3,266,422</u>	<u>\$ 838,743</u>	<u>\$ 37,228,458</u>
LIABILITIES AND NET POSITION				
Current Liabilities				
Accounts payable	\$ 738,699		\$ 3,787	\$ 742,486
Accrued liabilities	1,292,061		1,355	1,293,416
Accrued interest payable	12,062			12,062
Due to other governments	574,395			574,395
Current portion of long-term debt	525,263			525,263
Total current liabilities	<u>3,142,480</u>	<u>-</u>	<u>5,142</u>	<u>3,147,622</u>
Noncurrent Liabilities				
Noncurrent portion of long-term debt	5,441,907			5,441,907
Total noncurrent liabilities	<u>5,441,907</u>	<u>-</u>	<u>-</u>	<u>5,441,907</u>
Total liabilities	<u>8,584,387</u>	<u>-</u>	<u>5,142</u>	<u>8,589,529</u>
Deferred inflows of resources				
Unearned revenue	158,163			158,163
Total liabilities and deferred inflows	<u>8,742,550</u>	<u>-</u>	<u>5,142</u>	<u>8,747,692</u>
Net Position				
Net investment in capital assets	6,253,124		633,858	6,886,982
Restricted for:				
Capital projects	583,706	949,321	128,834	1,661,861
Debt service	647,070			647,070
Other purposes	6,432,411			6,432,411
Unrestricted	10,464,432	2,317,101	70,909	12,852,442
Total net position	<u>24,380,743</u>	<u>3,266,422</u>	<u>833,601</u>	<u>28,480,766</u>
Total Liabilities, deferred inflows of resources, and net position	<u>\$ 33,123,293</u>	<u>\$ 3,266,422</u>	<u>\$ 838,743</u>	<u>\$ 37,228,458</u>

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS
 Combining Schedule of Statements of Net Position - All Discretely Presented Component Units
 December 31, 2017

	ST. MARY PARISH LIBRARY	ST. MARY PARISH TOURIST COMMISSION	MOSQUITO CONTROL DISTRICT # 1 OF THE PARISH OF ST. MARY	COMMUNICATIONS DISTRICT - 911 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
ASSETS					
Current Assets					
Cash and cash equivalents	\$ 4,181,093	\$ 679,598	\$ 399,749	\$ 868,719	\$ 6,129,159
Investments		869,027	14,616		883,643
Receivables (net of allowances for uncollectibles)		23,066			23,066
Other Receivables			137,967	142,335	280,302
Due from other governments	2,416,317	81,186			2,497,503
Prepaid expenses	16,459	7,783		28,810	53,052
Other assets					-
Total current assets	6,613,869	1,660,660	552,332	1,039,864	9,866,725
Noncurrent Assets					
Capital Assets					
Land and Improvements	295,111	135,163			430,274
Buildings, net of accumulated depreciation	4,780,637	4,461,781			9,242,418
Improvements, other than buildings, net of accumulated depreciation		117,549			117,549
Equipment and furniture, net of accumulated depreciation	944,415	45,449		186,781	1,176,645
Construction in progress		24,292			24,292
Total noncurrent assets	6,020,163	4,784,234	-	186,781	10,991,178
Total assets	12,634,032	6,444,894	552,332	1,226,645	20,857,903
Deferred Outflows of Resources					
Related to Pensions	471,275			166,895	638,170
Total Deferred Outflows of Resources	471,275	-	-	166,895	638,170
Total Assets and Deferred Outflow of Resources	\$ 13,105,307	\$ 6,444,894	\$ 552,332	\$ 1,393,540	\$ 21,496,073
LIABILITIES AND NET POSITION					
Current Liabilities					
Accounts payable		\$ 23,383	\$ 12,751	\$ 63,781	\$ 99,915
Accrued liabilities	\$ 139,480			19,478	158,958
Current portion of long-term debt		200,000			200,000
Total current liabilities	139,480	223,383	12,751	83,259	458,873
Noncurrent Liabilities					
Net Pension Liability	358,957			121,822	480,779
Noncurrent portion of long-term debt		435,000			435,000
Total noncurrent liabilities	358,957	435,000	-	121,822	915,779
Total liabilities	498,437	658,383	12,751	205,081	1,374,652
Deferred Inflows of Resources					
Related to Pensions	64,542			21,609	86,151
Total Deferred Inflows of Resources	64,542	-	-	21,609	86,151
Total Liabilities and Deferred Inflows of Resources	562,979	658,383	12,751	226,690	1,460,803
Net Position					
Net investment in capital assets	6,020,163	4,410,705		186,781	10,617,649
Restricted for:					
Economic Development and Tourism		733,333			733,333
Unrestricted	6,522,165	642,473	539,581	980,069	8,684,288
Total net position	12,542,328	5,786,511	539,581	1,166,850	20,035,270
Total Liabilities, Deferred Inflows of resources, and net position	\$ 13,105,307	\$ 6,444,894	\$ 552,332	\$ 1,393,540	\$ 21,496,073

DISCRETELY PRESENTED COMPONENT UNITS
 Combining Schedule of Statements of Net Position - All Discretely Presented Component Units
 December 31, 2017

	ST. MARY PARISH ASSESSOR	ST. MARY PARISH CLERK OF COURT	TOTAL (PAGE ONLY)	TOTAL (DISCRETELY PRESENTED ENTITIES)
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Current Assets				
Cash and cash equivalents	\$ 3,242,307	\$ 544,864	\$ 3,787,171	\$ 40,506,656
Investments	619,161		619,161	16,995,044
Receivables (net of allowances for uncollectibles)		41,811	41,811	2,568,045
Other receivables				2,611,419
Due from St. Mary Parish Council		16,365	16,365	60,508
Due from component units	656		656	166,585
Due from other governments	1,453,635		1,453,635	6,731,909
Prepaid expenses	47,556	10,530	58,086	1,121,275
Inventories				1,031,357
Other assets				6,972
Total current assets	5,363,315	613,570	5,976,885	71,799,770
Noncurrent Assets				
Restricted Assets:				
Cash				10,813,404
Investments				2,714,188
Other	1,524		1,524	1,903
Invest in Berwick Bayou Vista Commission				670,394
Capital Assets				
Land and Improvements				5,415,400
Buildings, net of accumulated depreciation				35,123,765
Improvements, other than buildings, net of accumulated depreciation				24,899,943
Equipment and furniture, net of accumulated depreciation	42,404	65,969	108,373	15,169,211
Infrastructure				7,702,297
Construction in progress				10,151,075
Total noncurrent assets	43,928	65,969	109,897	112,661,580
Total assets	5,407,243	679,539	6,086,782	184,461,350
Deferred outflows of resources				
Debt redemption Costs				525,785
Related to Pensions	239,729	563,014	802,743	2,224,359
Total deferred outflows of resources	239,729	563,014	802,743	2,750,144
Total assets and deferred outflows of resources	\$ 5,646,972	\$ 1,242,553	\$ 6,889,525	\$ 187,211,494
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION				
Current Liabilities				
Accounts payable	\$ 4,741	\$ 8,577	\$ 13,318	\$ 3,048,628
Contracts payable				26,519
Accrued liabilities	556		556	1,679,227
Accrued interest payable				27,040
Due to St. Mary Parish Council				355,317
Due to component units				60,919
Due to other governments				686,515
Due to State Department of Health and Hospital				5,198
Payable from restricted assets				824,966
Current portion of long-term debt				3,489,888
Total current liabilities	5,297	8,577	13,874	10,204,217
Noncurrent Liabilities				
Compensated absences		17,965	17,965	127,230
Other postemployment benefits	590,592	727,288	1,317,880	1,317,880
Net pension liability	300,621	1,630,776	1,931,397	3,409,000
Due to St. Mary Parish Council				1,522,087
Noncurrent portion of long-term debt				29,890,583
Total noncurrent liabilities	891,213	2,376,029	3,267,242	36,266,780
Total liabilities	896,510	2,384,606	3,281,116	46,470,997
Deferred inflows of resources				
Unearned revenue				268,416
Deferred inflows related to pension	229,192	55,508	284,700	765,578
Total deferred inflows of resources	229,192	55,508	284,700	1,033,994
Total liabilities and deferred inflows of resources	1,125,702	2,440,114	3,565,816	47,504,991
Net Position				
Net investment in capital assets	42,404	65,959	108,363	74,154,371
Restricted for:				
Capital projects				3,007,375
Debt service				2,167,452
Other purposes				11,785,621
Unrestricted	4,478,866	(1,263,520)	3,215,346	48,591,684
Total net Position	4,521,270	(1,197,561)	3,323,709	139,706,503
Total liabilities, deferred inflows of resources, and net position	\$ 5,646,972	\$ 1,242,553	\$ 6,889,525	\$ 187,211,494

ST. MARY PARISH COUNCIL

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

For the Year Ended December 31, 2017

	WATER & SEWER COMMISSION # 1 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 2 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 3 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 4 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 5 OF THE PARISH OF ST. MARY	WATERWORKS DISTRICT # 5 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
Expenses							
General government							
Water & sewer	\$1,736,607	\$1,688,893	\$651,806	\$2,678,048	\$697,066	\$1,127,161	\$8,579,581
Interest and fees on long-term debt		8,339		205,261	6,639	27,326	247,585
Total program expenses	<u>1,736,607</u>	<u>1,697,232</u>	<u>651,806</u>	<u>2,883,309</u>	<u>703,725</u>	<u>1,154,487</u>	<u>\$8,827,166</u>
Program revenues							
Charges for services							
Water & sewer	735,101	966,835	1,107,403	1,668,189	230,011	859,967	5,567,506
Total charges for services	<u>735,101</u>	<u>966,835</u>	<u>1,107,403</u>	<u>1,668,189</u>	<u>230,011</u>	<u>859,967</u>	<u>5,567,506</u>
Net program expenses (revenues)	<u>1,001,506</u>	<u>730,397</u>	<u>(455,597)</u>	<u>1,215,120</u>	<u>473,714</u>	<u>294,520</u>	<u>3,259,660</u>
General revenues							
Taxes:							
Ad valorem taxes levied for general purposes	902,326	737,581		502,825	331,349	397,246	2,871,327
Ad valorem taxes levied for debt service		91,162		439,454		122,683	653,299
State shared revenue						10,508	10,508
Investment earnings & interest	7,668	10,846	1,098	7,093	2,364	18,601	47,670
Payments from St. Mary Parish Council		20,157					20,157
Gain (loss) on disposition of assets		7,810					7,810
Miscellaneous				105,447		298	105,745
Nonemployer pension contributions							
Transfers in (out)							
Capital contributions for consolidation			8,270,166			(1,548,837)	6,721,329
Total general revenues and transfers	<u>909,994</u>	<u>867,556</u>	<u>8,271,264</u>	<u>1,054,819</u>	<u>333,713</u>	<u>(999,501)</u>	<u>10,437,845</u>
Change in net position	<u>(91,512)</u>	<u>137,159</u>	<u>8,726,861</u>	<u>(160,301)</u>	<u>(140,001)</u>	<u>(1,294,021)</u>	<u>7,178,185</u>
Net position - beginning of year	<u>11,186,171</u>	<u>7,536,661</u>	<u>-</u>	<u>5,992,981</u>	<u>2,212,863</u>	<u>8,185,780</u>	<u>35,114,456</u>
Net position- end of year	\$ <u>11,094,659</u>	\$ <u>\$7,673,820</u>	\$ <u>\$8,726,861</u>	\$ <u>\$5,832,680</u>	\$ <u>2,072,862</u>	\$ <u>6,891,759</u>	\$ <u>42,292,641</u>

ST. MARY PARISH COUNCIL

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

For the Year Ended December 31, 2017

	SEWERAGE DISTRICT # 5 OF THE PARISH OF ST. MARY	SEWERAGE DISTRICT # 8 OF THE PARISH OF ST. MARY	WARDS 5 & 8 JOINT SEWERAGE COMMISSION OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
<u>Expenses</u>				
Water & sewer	\$ 499,668	\$ 406,474	\$ 969,668	\$ 1,875,810
Total program expenses	<u>499,668</u>	<u>406,474</u>	<u>969,668</u>	<u>1,875,810</u>
<u>Program revenues</u>				
Charges for services				
Water & sewer	107,935	102,132	1,003,877	1,213,944
Total charges for services	<u>107,935</u>	<u>102,132</u>	<u>1,003,877</u>	<u>1,213,944</u>
Net program expenses (revenues)	<u>(391,733)</u>	<u>(304,342)</u>	<u>34,209</u>	<u>(661,866)</u>
<u>General revenues</u>				
Taxes:				
Ad valorem taxes levied for general purposes	325,228	278,065		603,293
Investment earnings & interest	11,067	4,414	3,104	18,585
<u>Transfers in (out)</u>				
Capital contribution for consolidation	(4,712,324)	(2,135,454)	-	(6,847,778)
Total general revenues and transfers	<u>(4,376,029)</u>	<u>(1,852,975)</u>	<u>3,104</u>	<u>621,878</u>
Change in net position	<u>(4,767,762)</u>	<u>(2,157,317)</u>	<u>37,313</u>	<u>(39,988)</u>
Net position - beginning of year	<u>4,767,762</u>	<u>2,157,317</u>	<u>1,513,986</u>	<u>8,439,065</u>
Net position - beginning of year (as adjusted)	<u>4,767,762</u>	<u>2,157,317</u>	<u>1,513,986</u>	<u>8,439,065</u>
Net position - end of year	<u>-</u>	<u>-</u>	<u>\$ 1,551,299</u>	<u>\$ 8,399,077</u>

ST. MARY PARISH COUNCIL

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

For the Year Ended December 31, 2017

	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 1 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	GRAVITY DRAINAGE DISTRICT # 6 OF THE PARISH OF ST. MARY	WAX LAKE EAST DRAINAGE DISTRICT OF THE PARISH OF ST. MARY	SUB-GRAVITY DRAINAGE DISTRICT # 1 OF GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
<u>Expenses</u>						
Drainage	\$1,521,376	\$1,385,382	\$356,705	\$922,170	\$388,018	\$4,573,651
Interest and fees on long-term debt		231,365				231,365
Total program expenses	\$1,521,376	1,616,747	356,705	922,170	388,018	4,805,016
<u>Operating grants and contributions</u>						
Drainage				66,643		66,643
Total operating grants and contributions				66,643		66,643
<u>Capital grants and contributions</u>						
Drainage	6,667	1,419,610		3,000		1,429,277
Total capital grants and contributions	6,667	1,419,610		3,000		1,429,277
Net program expenses (revenues)	1,514,709	197,137	356,705	852,527	388,018	3,309,096
<u>General revenues</u>						
Taxes:						
Ad valorem taxes levied for general purposes	1,386,410	818,080	514,032	735,193	267,532	3,721,247
Ad valorem taxes levied for debt service		1,025,371		185,920		1,211,291
State shared revenue	39,145			36,436	19,424	95,005
Investment earnings & interest	3,980	15,420	14,671	4,605	1,729	40,405
Payment from St. Mary Parish Council	24,000					24,000
Miscellaneous		66,810	2,036	10,702	3,469	83,017
Nonemployer Pension Contributions	4,423					4,423
Total general revenues	1,457,958	1,925,681	530,739	972,856	292,154	5,179,388
Change in net position	(56,751)	1,728,544	174,034	120,329	(95,864)	1,870,292
Net position - beginning of year	5,506,195	9,101,242	3,017,682	3,445,016	1,863,159	22,933,294
Net position - end of year	\$5,449,444	\$10,829,786	\$3,191,716	\$3,565,345	\$1,767,295	\$ 24,803,586

ST. MARY PARISH COUNCIL

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

For the Year Ended December 31, 2017

	FIRE PROTECTION DISTRICT # 1 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 2 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 3 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 7 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 11 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
<u>Expenses</u>						
General government	\$21,421					\$ 21,421
Fire Protection	83,470	\$240,882	\$639,411	\$355,921	\$422,482	1,742,166
Interest and fees on long-term debt		10,492		380	3,911	14,783
Total program expenses	<u>104,891</u>	<u>251,374</u>	<u>639,411</u>	<u>356,301</u>	<u>426,393</u>	<u>1,778,370</u>
Operating grants and contributions						
Fire Protection	19,534		41,046			60,580
Total operating grants and contributions	<u>19,534</u>	<u>-</u>	<u>41,046</u>	<u>-</u>	<u>-</u>	<u>60,580</u>
Net program expenses (revenues)	<u>85,357</u>	<u>251,374</u>	<u>598,365</u>	<u>356,301</u>	<u>426,393</u>	<u>1,717,790</u>
<u>General revenues</u>						
Taxes:						
Ad valorem taxes levied for general purposes	60,416	236,412	666,320	328,440	263,132	1,554,720
Ad valorem taxes levied for debt service				197,064		197,064
Investment earnings & interest	3,532	3,753	1,992	214		9,491
Payment from St. Mary Parish Council		20,000			29,841	49,841
Miscellaneous	1,761	959	16,314		4,192	23,226
Total general revenues	<u>65,709</u>	<u>261,124</u>	<u>684,626</u>	<u>525,718</u>	<u>297,165</u>	<u>1,834,342</u>
Change in net position	<u>(19,648)</u>	<u>9,750</u>	<u>86,261</u>	<u>169,417</u>	<u>(129,228)</u>	<u>116,552</u>
Net position - beginning of year	1,401,046	1,100,675	1,718,460	450,643	1,098,858	5,769,682
Prior Period Adjustment	-	-	(24,888)		-	(24,888)
Net position-beginning of year (as restated)	1,401,046	1,100,675	1,693,572	450,643	1,098,858	5,744,794
Net position - end of year	<u>\$1,381,398</u>	<u>\$1,110,425</u>	<u>\$1,779,833</u>	<u>\$620,060</u>	<u>\$969,630</u>	<u>\$5,861,346</u>

ST. MARY PARISH COUNCIL

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

For the Year Ended December 31, 2017

	RECREATION DISTRICT # 1 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 2 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 3 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 4 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 5 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 7 OF THE PARISH OF ST. MARY	ATCHAFALAYA GOLF COURSE	TOTAL (PAGE ONLY)
Expenses								
Recreation	\$452,494	\$822,103	\$885,622	\$416,354	\$468,886	\$15,393	\$1,179,188	\$4,240,040
Interest and fees on long-term debt	5,942	24,042	52,566		11,807		12,061	106,418
Total program expenses	458,436	846,145	938,188	416,354	480,693	15,393	1,191,249	4,346,458
Program revenues								
Recreation	16,478	15,750	76,276	144,149	18,060		771,863	1,042,576
Total charges for services	16,478	15,750	76,276	144,149	18,060	-	771,863	1,042,576
Net program expenses	441,958	830,395	861,912	272,205	462,633	15,393	419,386	3,303,882
General revenues								
Taxes:								
Sales and use	197,548	50,555						248,103
Ad valorem taxes levied for general purposes	207,213	448,272	662,129	125,738	316,484			1,759,836
Ad valorem taxes levied for debt service	29,208	246,261	141,066					416,535
Investment earnings & interest	4,557	5,240	724		183	16		10,720
Payment from St. Mary Parish Council			150,600	94,138	15,500	36,000	250,000	545,638
Gain (loss) on disposition of assets	2,369	(13,981)						(11,612)
Miscellaneous	1,635		1,627	2,635	1,194			7,091
Nonemployer pension contributions							2,507	2,507
Total general revenues	442,530	736,347	955,546	222,511	333,361	36,016	252,507	2,978,818
Change in net position	572	(94,048)	93,634	(49,694)	(129,272)	20,623	(166,879)	(325,064)
Net position - beginning of year	2,960,020	4,207,534	3,730,512	1,759,846	2,177,787	64,901	(1,217,650)	13,682,950
Net position - end of year	\$ 2,960,592	\$ 4,113,486	\$ 3,824,146	\$ 1,710,152	\$ 2,048,515	\$ 85,524	\$ (1,384,529)	\$ 13,357,886

ST. MARY PARISH COUNCIL

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

For the Year Ended December 31, 2017

	HOSPITAL SERVICE DISTRICT # 1 OF THE PARISH OF ST. MARY	HOSPITAL SERVICE DISTRICT # 2 OF THE PARISH OF ST. MARY	HOSPITAL SERVICE DISTRICT # 3 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
<u>Expenses</u>				
General government		\$65,685	\$319,939	\$385,624
Medical care	\$26,286,667			26,286,667
Interest and fees on long-term debt:	272,609			272,609
Total program expenses	<u>26,559,276</u>	<u>65,685</u>	<u>319,939</u>	<u>26,944,900</u>
<u>Program revenues</u>				
Charges for services				
Rental fees			265,000	265,000
Medical care	20,674,715			20,674,715
Total charges for services	<u>20,674,715</u>	<u>-</u>	<u>265,000</u>	<u>20,939,715</u>
Operating grants and contributions				
Medical care	3,507,364			3,507,364
Total operating grants and contributions	<u>3,507,364</u>	<u>-</u>	<u>-</u>	<u>3,507,364</u>
Capital grants and contributions				
Medical care	2,441,444		214,845	2,656,289
Total capital grants and contributions	<u>2,441,444</u>	<u>-</u>	<u>214,845</u>	<u>2,656,289</u>
Net program expenses (revenues)	<u>(64,247)</u>	<u>65,685</u>	<u>(159,906)</u>	<u>(158,468)</u>
<u>General revenues</u>				
Taxes:				
Sales and use				
Ad valorem taxes levied for general purposes	2,268,824			2,268,824
Ad valorem taxes levied for debt service				
Investment earnings (loss)	32,592	47,670	637	80,899
Miscellaneous	323		3,318	3,641
Total general revenues	<u>2,301,739</u>	<u>47,670</u>	<u>3,955</u>	<u>2,353,364</u>
Change in net position	<u>2,365,986</u>	<u>(18,015)</u>	<u>163,861</u>	<u>2,511,832</u>
Net assets - beginning of year	<u>22,014,757</u>	<u>3,284,437</u>	<u>669,740</u>	<u>25,968,934</u>
Net Position- end of year	<u>\$24,380,743</u>	<u>\$ 3,266,422</u>	<u>\$833,601</u>	<u>\$ 28,480,766</u>

ST. MARY PARISH COUNCIL

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

For the Year Ended December 31, 2017

	ST. MARY PARISH LIBRARY	ST. MARY PARISH TOURIST COMMISSION	MOSQUITO CONTROL DISTRICT # 1 OF THE PARISH OF ST. MARY	COMMUNI- CATIONS DISTRICT-911 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
Expenses					
General government			\$3,865		\$3,865
Health and welfare			136,179		136,179
Library	\$2,826,236				2,826,236
Tourism		\$812,561			812,561
Public safety				\$919,300	919,300
Interest and fees on long-term debt		16,951			16,951
Total program expenses	2,826,236	829,512	140,044	919,300	4,715,092
Program revenues					
Charges for services					
Library	12,368				12,368
Tourism		13,810			13,810
Public safety				979,811	979,811
Total charges for services	12,368	13,810	-	979,811	1,005,989
Operating grants and contributions					
Library	12,873				12,873
Tourism		331,800			331,800
Public safety				4,368	4,368
Total operating grants and contributions	12,873	331,800	-	4,368	349,041
Capital grants and contributions					
Tourism		68,510			68,510
Total capital grants and contributions	-	68,510	-	-	68,510
Net program expenses (revenues)	2,800,995	415,392	140,044	(64,879)	3,291,552
General revenues					
Taxes:					
Ad valorem taxes levied for general purposes	2,562,098		151,907		2,714,005
Hotel Motel Tax		485,277			485,277
State shared revenue	60,035			28,697	88,732
Investment earnings & interest	8,484	7,199	399		16,082
Miscellaneous	39,318			34,612	73,930
Total general revenues and transfers	2,669,935	492,476	152,306	63,309	3,378,026
Change in net position	(131,060)	77,084	12,262	128,188	86,474
Net position- beginning of year	12,767,322	5,709,427	527,319	1,003,300	20,007,368
Prior period adjustment	(93,934)	-	-	35,362	(58,572)
Net position - beginning of year (as adjusted)	12,673,388	5,709,427	527,319	1,038,662	19,948,796
Net position - end of year	\$12,542,328	\$5,786,511	\$539,581	\$1,166,850	\$ 20,035,270

ST. MARY PARISH COUNCIL

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

For the Year Ended December 31, 2017

	ST. MARY PARISH ASSESSOR	ST. MARY PARISH CLERK OF COURT	TOTAL (PAGE ONLY)	TOTAL DISCRETELY PRESENTED COMPONENT UNITS
<u>Expenses</u>				
General government	\$1,805,927	\$1,787,446	\$3,593,373	\$4,004,283
Water & sewer				10,455,391
Drainage				4,573,651
Fire Protection				1,742,166
Recreation				4,240,040
Health and welfare				136,179
Medical care				26,286,667
Library				2,826,236
Tourism				812,561
Public safety				919,300
Interest and fees on long-term debt				889,711
Total program expenses	<u>1,805,927</u>	<u>1,787,446</u>	<u>3,593,373</u>	<u>\$56,886,185</u>
<u>Program revenues</u>				
Charges for services				
General government	10,436	1,606,700	1,617,136	1,617,136
Water & sewer				6,781,450
Recreation				1,042,576
Rental fees				265,000
Medical care				20,674,715
Library				12,368
Tourism				13,810
Public safety				979,811
Total charges for services	<u>10,436</u>	<u>1,606,700</u>	<u>1,617,136</u>	<u>31,386,866</u>
Operating grants and contributions				
General government	226,705		226,705	226,705
Drainage				66,643
Fire Protection				60,580
Medical care				3,507,364
Library				12,873
Tourism				331,800
Public safety				4,368
Total operating grants and contributions	<u>226,705</u>	<u>-</u>	<u>226,705</u>	<u>4,210,333</u>
Capital grants and contributions				
Drainage				1,429,277
Medical care				2,656,289
Tourism				68,510
Total capital grants and contributions	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,154,076</u>
Net program expenses (revenues)	<u>1,568,786</u>	<u>180,746</u>	<u>1,749,532</u>	<u>17,134,910</u>
<u>General revenues</u>				
Taxes:				
Sales and use				248,103
Ad valorem taxes levied for general purposes	1,552,697		1,552,697	17,045,949
Ad valorem taxes levied for debt service				2,478,189
Hotel/Motel Tax				485,277
State shared revenue	57,055		57,055	251,300
Investment earnings (loss)	12,083	1,360	13,443	237,295
Payment from St. Mary Parish Council				639,636
Gain (loss) on disposition of asset				(3,802)
Miscellaneous	4,191		4,191	300,841
Nonemployer Pension Contributions				6,930
Transfers in (out)				
Capital contributions for consolidation				(126,449)
Total general revenues and transfers	<u>1,626,026</u>	<u>1,360</u>	<u>1,627,386</u>	<u>21,563,269</u>
Change in Position	<u>57,240</u>	<u>(179,386)</u>	<u>(122,146)</u>	<u>4,428,359</u>
Net position - beginning of year	4,464,030	(1,018,175)	3,445,855	135,361,604
Prior period adjustment	-	-	-	(83,460)
Net position- beginning of year (as adjusted)	<u>4,464,030</u>	<u>(1,018,175)</u>	<u>3,445,855</u>	<u>135,278,144</u>
Net position - end of year	<u>\$4,521,270</u>	<u>\$ (1,197,561)</u>	<u>\$3,323,709</u>	<u>\$139,706,503</u>

ST. MARY PARISH COUNCIL

COMBINING STATEMENTS OF FIDUCIARY ASSETS AND LIABILITIES - ALL COMPONENT UNITS
December 31, 2017

	St. Mary Parish Sales and <u>Use Tax Dept.</u>	St. Mary Parish Clerk of Court <u>Clerk of Court</u>	Total Discretely Presented <u>Component Units</u>
ASSETS			
Cash	\$ 1,876,243	\$ 1,925,917	\$ 3,802,160
Investments	1,915,581		1,915,581
Receivables	2,742,829		2,742,829
Amounts due from taxing units	402,870		402,870
Total Assets	<u>6,937,523</u>	<u>1,925,917</u>	<u>8,863,440</u>
DEFERRED OUTFLOWS OF RESOURCES			
Related to Pensions	<u>203,171</u>	<u>-</u>	<u>203,171</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 7,140,694</u>	<u>\$ 1,925,917</u>	<u>\$ 9,066,611</u>
LIABILITIES			
Accounts payable and accrued liabilities	\$ 1,504		\$ 1,504
Amounts due to taxing units:			
Due to other governments	4,852,528		4,852,528
Other postemployment benefits liability	1,309,054		1,309,054
Accrued Compensated Absences	66,667		66,667
Retained taxes collected	731,499		731,499
Net Pension Liability	152,538		152,538
Unsettled deposits		\$ 834,047	834,047
Due to litigants		1,091,870	1,091,870
Total Liabilities	<u>7,113,790</u>	<u>1,925,917</u>	<u>9,039,707</u>
DEFERRED INFLOWS OF RESOURCES			
Related to Pensions	<u>26,904</u>	<u>-</u>	<u>26,904</u>
Total Liabilities and Deferred Outflows of Resources	<u>\$ 7,140,694</u>	<u>\$ 1,925,917</u>	<u>\$ 9,066,611</u>

GENERAL SUPPLEMENTARY INFORMATION

St. Mary Parish Council
 Compensation Paid Council Members
 For the Year Ended December 31, 2017

<u>Outgoing Single Members</u>	
Casey Crappell	\$ 1,350
 <u>Incoming Single Members</u>	
Patrick Hebert	2,035
 <u>Continuing Single Members:</u>	
James Wallace Bennet, Jr.	5,400
Sterling J. Fryou, Sr.	5,400
Glen Hidalgo	5,400
J. Bertrand Ina	5,400
Craig Alonzo Mathews	5,400
Dale James Rogers	5,400
Kenneth Singleton	5,400
 <u>Outgoing at Large</u>	
Pamela G. Washington	3,582
 <u>Councilman at Large</u>	
Gabriel Beadle, Chairman (single member for a portion of the year)	8,236
Paul Naquin, Jr.	9,969
Kevin Voisin	<u>9,628</u>
	 <u>\$ 69,215</u>

ST. MARY PARISH COUNCIL

Schedule of Compensation, Benefits, and Reimbursements to
Agency Head, Political Subdivision Head, or Chief Executive Officer
For the Year Ended December 31, 2017

Parish President: David J. Hanagriff

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 11,539
Benefits-Insurance	14,599
Benefits-Retirement	1,500
Cell phone allowance	1,401
Automobile allowance	14,013
Total	<u>\$ 43,052</u>

Outgoing Parish President: Paul Naquin, Jr.

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 462
Benefits-Insurance	178
Benefits-Deferred compensation	29
Cell phone allowance	39
Automobile allowance	387
Total	<u>\$ 1,095</u>

Chief Administrative Officer: Henry C. LaGrange

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 95,000
Benefits-Insurance	17,338
Benefits-retirement	12,350
Reimbursement-Travel	723
Total	<u>\$ 125,411</u>

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

ST. MARY PARISH COUNCIL
Schedule of Insurance Policies In Force
For the Year Ended December 31, 2017

<u>Coverage</u>	<u>Amounts or Limits</u>	<u>Expires</u>	<u>Company</u>
Workers' Compensation and Employer's Liability	\$1,000,000	01/01/2018	PGRMA
Ferry-Hull and Machinery	\$75,000	05/16/2018	Alianz Global Corp
Ferry-Protection & Indemnity	\$1,000,000	05/16/2018	Lloyds' of London
Property and Extended Coverage	\$22,868,430	06/15/2018	Illinois Union Ins. Co.
Equipment Floater	\$7,046,461	06/15/2018	Continental Casualty
Boiler & Machinery	\$23,116,430	06/15/2018	Continental Casualty
Property-Burns Point Dwelling	\$24,000	06/28/2018	Louisiana Citizens
Airport Liability	\$1,000,000	09/29/2020	ACE Property & Casualty Insurance Co.
General Liability	\$3,000,000	12/31/2018	Atlantic Specialty Insurance Company
Auto Liability Coverage	\$1,000,000	12/31/2018	Atlantic Specialty Insurance Company
Public Entity Management Liability Coverage	\$3,000,000	12/31/2018	Atlantic Specialty Insurance Company
Public Entity Employment Practices (Liability Protection Coverage)	\$3,000,000	12/31/2018	Atlantic Specialty Insurance Company
Employee Benefit Plans Administration (Liability Protection Coverage)	\$3,000,000	12/31/2018	Atlantic Specialty Insurance Company

Unaudited

SUPPLEMENTARY INFORMATION REQUIRED BY UNIFORM GUIDANCE

St. Mary Parish Council
 Schedule of Expenditures of Federal Awards
 For the Year Ended December 31, 2017

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR NAME/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH IDENTIFYING NUMBER	EXPENDITURES INCURRED
<u>U.S. Department of the Interior</u>			
Bureau of Land Management			
Payment in Lieu of Taxes	15.226		6,880
Office of Fish and Wildlife Services			
Passed through State of Louisiana Department of Wildlife and Fisheries Office of Undersecretary			
Wildlife Restoration and Basic Hunter Education	15.611	US13006901.513	<u>68,491</u>
Total U.S. Department of Interior			<u>75,371</u>
<u>U.S. Department of Housing and Urban Development</u>			
Passed through Louisiana Office of Community Development Disaster Recovery Unit			
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	684903	2,558,720
Housing - Federal Housing Commissioner			
Section 8 Housing Choice Vouchers	14.871		<u>400,624</u>
Total U.S. Department of Housing and Urban Development			<u>2,959,344</u>
<u>U.S. Department of Transportation</u>			
Alcohol Impaired Drinking Countermeasures Incentive Grants I	20.601		<u>53,729</u>
Total U.S. Department of Transportation			<u>53,729</u>
<u>U.S. Department of Education</u>			
Office of Special Educational and Rehabilitation Services			
Passed through Louisiana Rehabilitation Services . . .			
Rehabilitation Services Vocational Rehabilitation Grants to States	84.126		<u>7,044</u>
Total U.S. Department of Education			<u>7,044</u>

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR NAME/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH IDENTIFYING NUMBER	EXPENDITURES INCURRED
<u>Department of Homeland Security</u>			
Passed through Governor's Office of Homeland Security and Emergency Preparedness			
Hazard Mitigation Grant	97.039	(SEE NOTE 2)	\$ 200,799
Passed through State of Louisiana Office of State Police			
Emergency Management Performance Grants	97.042		28,674
Homeland Security Grant Program	97.067		<u>40,975</u>
Total Department of Homeland Security			<u>270,448</u>
<u>U.S. Department of Health and Human Services</u>			
Passed through Louisiana Supreme Court Drug Court Office			
Temporary Assistance for Needy Families (TANF)	93.558	(SEE NOTE 3)	766,400
Passed through Louisiana Department of Health and Hospitals			
Block Grants for Prevention and Treatment of Substance Abuse	93.959	FTC2000299225	<u>451,494</u>
Total U.S. Department of Health and Human Services			<u>1,217,894</u>
Total Primary Government Federal Financial Assistance			<u>\$ 4,583,830</u>

ST. MARY PARISH COUNCIL

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

Note 1 - SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards is a summary of activity of the Council's federal award programs presented on the basis of accounting in accordance with generally accepted accounting principles for fund accounting. In 2017, the Council did not charge nor allocate any indirect costs to federal awards.

Note 2 - DEPARTMENT OF HOMELAND SECURITY

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

Hazard Mitigation Grant (CFDA 97.039)

A portion of the Hazard Mitigation grant is funded 100% by federal funds and a portion is funded 75%. Total expenditures for the current year were \$256,442 of which \$33,871 qualifies for 100% reimbursement and \$222,571 qualifies for 75% reimbursement

<u>Project</u>	<u>Pass-Through Identifying Number</u>	<u>Current Year Expenditure</u>	<u>Qualification % Reimbursement</u>	<u>Qualifying Reimbursement Expenditures</u>
Courthouse Floodproofing Project	F#137 S#245 1603-101-0005	\$33,871	100%	\$33,871
Bayou Vista Drainage	F#210 S#287 1603-101-0012	14,167	75%	10,625
Residential Elevation	F#81 S#95 1786-101-0006	109,000	75%	81,750
Boudreaux/Gilmore Drainage	F#80 S#101 1786-101-0003	33,048	75%	24,786
Pump Station 2 Drainage Improvements	F#109 S#94 1786-101-0005	<u>66,356</u>	75%	<u>49,767</u>
		<u>\$256,442</u>		<u>\$200,799</u>

NOTE 3 – DEPARTMENT OF HEALTH AND HUMAN SERVICES

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

Temporary Assistance for Needy Families (CFDA 93.558)

<u>Funds</u>	<u>Pass-Through Identifying Number</u>	<u>Expenditures</u>
16 th Judicial District Drug Court Fund		\$ 167,538
Claire House	CH2000299126	<u>598,862</u>
Total Temporary Assistance for Needy Families		\$ <u>766,400</u>

INTERNAL ACCOUNTING CONTROL AND COMPLIANCE AND OTHER MATTERS



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

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

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information, and the respective budgetary comparisons for the General Fund, Road Construction & Maintenance Fund, and Sanitation Fund, and Statement of Fiduciary Net Position of the St. Mary Parish Council (Council), as of and for the year ended December 31, 2017 and the related notes to the financial statements, which collectively comprise the basic financial statements of the Council and have issued our report thereon dated August 15, 2018. Our report includes a reference to other auditors who audited the financial statements of two non-major governmental funds which represent .9 percent, .7 percent, and 11.7 percent respectively of the assets, net position, and revenues of the governmental activities of the primary government and twenty-eight of the forty discretely presented component units, which represent 89 percent, 84 percent and 89 percent, respectively, of the total assets, total net position, and total revenues of the discretely presented component units and 22 percent of fiduciary assets of the Council, as described in our report on the Council's financial statements. This report includes our consideration of the results of the other auditor's testing of internal control over financial reporting and compliance and other matters that are reported on separately by those other auditors. However, this report, insofar as it relates to the results of the other auditors, is based solely on the reports of the other auditors.

Internal Control Over Financial Reporting

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as items 2017-001, 2017-005, 2017-006, and 2017-007 to be material weaknesses.

Compliance and Other Matters

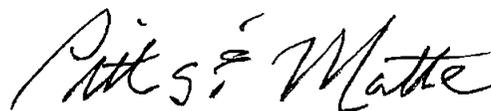
As part of obtaining reasonable assurance about whether the Council's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and which are described in the accompanying schedule of findings and questioned costs as items 2017-002, 2017-003, 2017-004, 2017-008, 2017-009 and 2017-10.

St. Mary Parish Council's Response to Findings

The Council's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The Council's response was not subject to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. However, under Louisiana Revised Statute 24:513, this report is considered a public record and may be distributed by the Legislative Auditor.



CERTIFIED PUBLIC ACCOUNTANTS

August 15, 2018
Morgan City, Louisiana



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

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

Report on Compliance for Each Major Federal Program

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

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the Council's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Those standards and the Uniform Guidance, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Council's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit 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 Council's compliance.

Opinion on Each Major Federal Program

In our opinion, the Council, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2017.

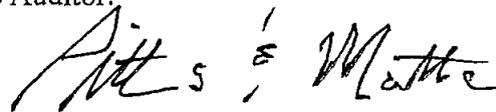
Report on Internal Control Over Compliance

Management of the Council is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Council's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Council's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. 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.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of Uniform Guidance. Accordingly, this report is not suitable for any other purpose. However, under Louisiana Revised Statute 24:513, this report is considered a public record and may be distributed by the Legislative Auditor.



CERTIFIED PUBLIC ACCOUNTANTS

August 15, 2018
Morgan City, Louisiana

ST. MARY PARISH COUNCIL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2017.

A. SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unmodified opinion on the basic financial statements of the St. Mary Parish Council.
2. Four material weakness (one related to the St. Mary Parish Council and three related to the discretely presented component units) were disclosed during the audit of the basic financial statements that are required to be reported in the Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.
3. Six instances of noncompliance (three related to the St. Mary Parish Council and three related to the discretely presented component units) material to the basic financial statements of the St. Mary Parish Council were disclosed during the audit
4. No findings related to the audit of major federal award programs are reported in the Independent Auditor's Report on Compliance with Requirements that Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance.
5. The auditors' report on compliance for the major federal award programs for the St. Mary Parish Council expresses an unmodified opinion on all major federal programs.
6. No audit findings relative to the major federal award programs for the St. Mary Parish Council are reported in Part C of this Schedule.
7. The programs tested as major programs include:

Community Development Block Grants/States Program and Non-Entitlement Grants
In Hawaii (CFDA No. 14.228)
Hazard Mitigation Grant (CFDA No. 97.039)
8. The threshold for distinguishing types A and B programs was \$750,000.
9. St. Mary Parish Council was determined to be a low risk auditee.

B. FINDINGS - FINANCIAL STATEMENT AUDIT

ITEMS RELATED TO THE PRIMARY GOVERNMENT

INTERNAL CONTROL FINDINGS

MATERIAL WEAKNESS

ITEM NO. 2017-001 Patient Fee Reimbursements at Fairview Treatment Center (Center)

Auditors' Comments

Condition: Proper policies and procedures were not implemented to ascertain that all patients received authorization for treatment prior to admittance. Management also failed to establish procedures to maintain that all patient fees were submitted for reimbursement within the allotted time.

Criteria: Internal control is a process designed to provide reasonable assurance about the achievement of objectives regarding reliability of financial reporting, effectiveness and efficiency of operations, and compliance with applicable laws and regulations.

Effect: The Center incurred a potential loss of approximately \$41,000 in fees which might have been reimbursable.

Cause: The Center either failed to submit request for reimbursement with proper documentation in timely manner or did not get prior authorization considered necessary to be eligible for reimbursement.

Recommendation: We recommend that the Center should not accept patients who have not yet received authorization for treatment. The Center should also implement policies and procedures to assure all requests for reimbursable expenses are submitted in a timely manner.

Management's Response: The Center has now developed and implemented policies and procedures to correct this problem.

NONCOMPLIANCE

ITEM NO. 2017-002 Budget Monitoring

Auditors' Comments

Condition: During the course of the audit for the year ended December 31, 2017, it was noted that a few of the Parish's individual funds needed budget amendments that were not made.

Criteria: State Statute require that budgets be amended when actual revenues are less than budgeted revenues by five percent or more or actual expenditures exceed budgeted expenditures by five percent or more. These conditions are explained in detail below.

Effect: Failure to amend budgets to recognize anticipated shortfalls in funds prevents the governmental body from effectively curtailing projects and/or services in accordance with actual available resources.

Cause: Although the cause of the above condition was not fully determined the following appears to have a significant effect. Although the Parish makes accruals for payables and receivables at year end, adjustments are not made in the interim period. When significant differences exist between payables and receivables from year to year, the amount of funds that appear to be available or costs that appear to have been incurred can be distorted. Failure to recognize the effect of these differences can lead to variances between budgeted and actual activity.

Recommendation: The Council should fine tune its ongoing budget monitoring program to periodically consider accruals for major revenues and expenditures.

A more detailed description of the conditions and criteria is presented below:

Auditors' Detailed Comments

Notification was not made and the following budgets were not amended although actual revenues were less than budgeted revenues by five percent or more:

<u>Funds</u>	<u>Actual Amount</u>	<u>Budgeted Amount</u>	<u>Variance</u>	<u>Percent</u>
General Fund	\$6,041,704	\$6,836,461	\$(794,757)	16.2%
Witness Fee Fund	51,526	60,000	(8,474)	16.4%

Notification was not made and the following budget was not amended although actual expenditures exceeded budgeted expenditures by five percent or more:

<u>Fund</u>	<u>Actual Amount</u>	<u>Budgeted Amount</u>	<u>Variance</u>	<u>Percent</u>
16 th JDC-St. Mary Drug Court	\$679,141	\$642,000	\$37,141	5.8%

Management's Response:

We continually monitor budgeted and actual amounts throughout the year and during the budget amendment process we strive to project amounts as close as possible to anticipated year end results. With the lead time required for ordinance introduction and layover, as prescribed in our Parish Charter, it is sometimes difficult to anticipate revenues and expenditures through year end. We will continually monitor budget variances, especially close to year end, and recommended to the Council when variances exceed the percentages as specified in the State Statute.

ITEM NO. 2017-003 FUND DEFICITS

Auditors' Comments

Condition: During the course of the audit it was noted that one fund had deficit fund balances.

Criteria: State statute prohibits expending amounts in excess of fund balance, revenues, and other financing sources.

Effect: Violation of state statute.

Cause: For the special revenue funds, the Council expended amounts in excess of fund balance, revenues, and other financing sources.

Recommendation: A detailed study should be made to develop additional or alternative funding sources or to consider reallocating existing funding.

The following fund was in violation of state statutes and had a deficit fund balance at year end:

<u>Fund</u>	<u>Deficit Amount</u>
<u>Nonmajor Special Revenue Fund</u>	
16 th JDC St. Mary Parish Drug Court	\$(42,279)

Management's Response:

The deficit in the 16th JDC St. Mary Parish Drug Court Fund will be funded by future revenues.

ITEM NO. 2017-004 FAILURE TO FILE AUDIT REPORT ON TIME

Auditor's Comments

Condition: The Council's reporting entity audit was not completed and furnished to the Louisiana Legislative Auditor within the required time frame. The Council's primary government only audit was completed and filed timely with both the Louisiana Legislative Auditor and the Federal Audit Clearinghouse.

Criteria: Audit reports should be filed with the Office of the Legislative Auditor no later than six months after the entity's fiscal year end.

Effect: Failure to complete and furnish the audit on time violates state statute.

Cause: The Council's reporting entity financial statements include approximately forty discretely presented component units. The accounting records for one of these units was not complete in time for that unit's audit to be completed in a timely manner. Therefore the Council had to wait to obtain this information.

Recommendations: The Council should request its component units to close and adjust their books in a timely manner and submit all requested information to their auditor to avoid the late submission of their audit reports in the future.

Management's Response:

Component entities of the Parish are notified that their audit reports must be received by specified dates so that there is adequate time for our auditors to include in the Reporting Entity Report. One Entity, out of approximately forty, was late due to a change in bookkeepers resulting from the death of their long-time bookkeeper. This resulted in a significant delay in completion of their audit. We will continue to notify our component entities of audit dates and take measures to avoid any future anticipated delays.

ITEMS RELATED TO COMPONENT UNITS

INTERNAL CONTROL

ITEM NO. 2017-005 APPLICATION OF GAAP (generally accepted accounting principles)

Auditors' Comments

Condition: Management and staff lack the training and expertise in the selection and application of GAAP in the financial statement preparation process.

Criteria: A deficiency in the design of internal control exist when the persons responsible for the accounting and reporting function lacks the skills and knowledge to apply generally accepted accounting principles in recording the entity's financial transactions or preparing its financial statements."

Cause: Those in charge of the preparation of the financial statements and related notes do not have sufficient skills in the application of GAAP.

Effect: It is possible that the financial statements and related supporting transactions may have a significant departure from generally accepted accounting principles.

The above comment is considered to be a material weakness for the following component units except for Recreation District No. 5, for which it is considered a significant deficiency.

Water & Sewer Commission No. 3
Water & Sewer Commission No. 4
Water & Sewer Commission No. 5
Wards 5 & 8 Joint Sewer Commission
Consolidated Gravity Drainage District No. 6
Fire Protection District No. 3
Fire Protection District No. 11
Recreation District No. 1
Recreation District No. 3
Recreation District No. 5
St. Mary Parish Tourist Commission
St. Mary Parish Communications District

Management Response:

Management has determined that the cost of employing in house personnel with this expertise exceeds the benefit.

ITEM NO. 2017-006 - SEGREGATION OF DUTIES

Auditors' Comments:

Condition: While performing audit tests and inquiring about internal control, it was discovered that there is very little segregation of duties within twenty-two of the component units.

Criteria: Ordinarily, the accounting duties performed in an organization are segregated to reduce possible errors or irregularities that could occur in the accounting records and not be detected.

Effect: Lack of segregation of duties increases the risk that errors or irregularities may occur and not be prevented or detected.

Cause: Generally the Component Units have limited personnel.

The above comment is considered to be a material weakness for all the following component units:

Water & Sewer Commission No. 1
Water & Sewer Commission No. 2
Water & Sewer Commission No. 4
Water & Sewer Commission No. 5
Wards 5 & 8 Joint Sewerage Commission
Consolidated Gravity Drainage District No. 1
Consolidated Gravity Drainage District No. 6
Wax Lake East Drainage District
Sub-Gravity Drainage District No. 1 of Gravity Drainage District No. 2
Fire Protection District No. 3
Fire Protection District No. 11
Recreation District No. 1
Recreation District No. 3
Recreation District No. 4
Atchafalaya Golf Course Commission
Hospital Service District No. 1
Hospital Service District No. 3
St. Mary Parish Library
St. Mary Parish Tourist Commission
St. Mary Parish Communication District

Management's Response:

We have reviewed this situation and have decided that the additional controls derived by employing an additional person in our bookkeeping area is outweighed by the additional personnel costs.

ITEM NO. 2017-007 – PROPOSED AUDIT ADJUSTMENTS

Condition and Criteria: The proposed audit adjustments for the fiscal year ended September 30, 2017 for Hospital Service District No. 1(Hospital) had a material effect on their financial statements.

Cause: The filing of annual Medicare and Medicaid cost reports result in settlements either due to or from the Hospital. These settlements result from complex calculations, many variables, several payors, and the use of third party data that is often not complete until several months after year end. These factors make it difficult to properly estimate and record cost report settlements.

Effect: This represents a material weakness in this component unit's internal control system.

Recommendation: The component unit should design and implement policies and procedures that assure the proper preparation and presentation of the financial statements.

Management Response: The Chief Financial Officer of the Hospital will perform a comprehensive review of the financial statements, estimates and journal entries before closing the fiscal year.

COMPLIANCE

ITEM NO. 2017-008 NONCOMPLIANCE WITH BUDGET MONITORING

Auditor's Comments:

Condition: During the course of the audit for the year ended September 30, 2017, it was noted that the Consolidated Gravity Drainage District No. 1's (District) operating budget needed amendments which were not made.

Criteria: State Statute require the budgets be amended when actual revenues are less than budgeted revenues by five percent or more or actual expenditures exceed budgeted expenditures by five percent or more.

Effect: Failure to amend budgets to recognize anticipated shortfalls in funds prevents the District from effectively curtailing projects and/or services in accordance with actual available resources.

Cause: The operating budget was not amended although actual revenue was less than budgeted revenue by five percent or more:

<u>Actual</u> <u>Amount</u>	<u>Budgeted</u> <u>Amount</u>	<u>Variance</u>	<u>Percent</u>
\$1,453,535	\$1,541,429	\$(87,894)	5.7%

Recommendation: The District should fine tune its budget monitoring program to periodically make budget adjustment when variances exceed percentages as specified in the state statute.

Management's Response: We will monitor budget variances on a monthly basis and budget adjustments will be made when variance exceed the percentages as specified in the state statute.

ITEM NO. 2017-009 NONCOMPLIANCE WITH OPEN MEETINGS LAW

Condition: Water and Sewer Commission No. 2 may have improperly entered executive session. Louisiana statues permit public bodies to hold executive sessions under the following general conditions:

1. The executive session must be for an allowable reason as specified in state statutes.
2. Two-thirds of bodies' members present at the applicable meeting must vote affirmatively to go into executive session. A record of the vote of each member on the question and the reason for holding such executive session must be recorded in the minutes.
3. Proper notice of the executive session must have been given as specified by state statute prior to the meeting.
4. No final or binding action may be taken during the executive session.

During the reading of the minutes we discovered the board went into executive session during the year, in December 2016. The minutes do not list reasons allowable under the revised statues for going into executive session. In the minutes, those voting for or against going into the executive session was not recorded.

Criteria: A government body is only allowed to enter into executive session based upon certain specified reasons, listed in the state statues (RS 42:17). Certain notifications must be made prior to going into executive session [(RS42:19 & RS42:17A.(1)]. The minutes must state the reasons for going into executive session and the vote of members on the question (RS42:16).

Cause: It appears the Board failed to fully understand all the requirements of the state statue for entering executive sessions.

Effect: Possible failure to comply with Louisiana Open Meetings Law

Recommendation: The board should review Louisiana's Open Meeting Laws and become familiar with them and if in doubt they should seek the advice of a legal advisor.

Management Response: The board of directors will review Louisiana's Open Meeting Laws and become familiar with them and if in doubt we will seek the advice of a legal advisor.

2017-010 FAILURE TO PUBLISH MINUTES

Condition: The Library did not publish minutes for its public meetings in the in a timely manner.

Criteria: RS 42:20 states that all public bodies shall keep written minutes of all open meetings. It further states that the minutes shall be public records and shall be available within a reasonable time after the meeting and published in the public body's official journal.

Cause: Minutes were not published in the official journal in a timely manner.

Effect: The failure to make written minutes available as public records within a reasonable period of time after the open meeting may be a violation of R.S. 42:20 and 43:171.

Recommendation: We recommend that the Library prepare written minutes for its open meetings and publish these minutes in its official journal within a reasonable amount of time.

Management's Response: The Library Commission will timely publish all meetings.

C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS

St. Mary Parish Council

NONE

Component Units

NOT APPLICABLE

SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND RELATED CORRECTIVE
ACTION PREPARED BY MANAGEMENT OF ST. MARY PARISH COUNCIL

Items of Noncompliance

Item No. 2016-001 Budget Monitoring

Condition: During the course of the audit for the year ended December 31, 2016, it was noted that several of the Parish's individual funds needed budget amendments that were not made.

Corrective Action: This has not been corrected.

Item No. 2016-002 Fund Deficits

Condition: During the course of the audit, it was noted that certain funds had deficit fund balances.

Corrective Action: This has not been corrected.

Internal Control and Compliance Material to Federal Awards

NONE

SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
AND RELATED CORRECTIVE ACTION PREPARED BY
MANAGEMENT OF ST. MARY PARISH COUNCIL

(continued)

ITEMS RELATED TO COMPONENT UNITS

INTERNAL CONTROL

ITEM NO. 2016-003 APPLICATION OF GAAP (generally accepted accounting principles)

Auditors' Comments

Condition: Management and staff lack the training and expertise in the selection and application of GAAP in the financial statement process.

Corrective Action: This finding has not been corrected.

ITEM NO. 2016-004 SEGREGATION OF DUTIES

Auditors' Comments

Condition: While performing audit tests and inquiring about internal control, it was discovered that there is very little segregation of duties within twenty-three of the Component Units.

Corrective Action: This finding has not been corrected.

ITEM NO. 2016-005 PROPOSED AUDIT ADJUSTMENTS

Auditor's Comments

Condition: The proposed audit adjustments for the fiscal year ended September 30, 2016 for Hospital Service District No. 1 had a material effect on their financial statements.

Corrective Action: This finding has not been corrected.

ITEM NO. 2016-006 BANK RECONCILIATIONS

Condition: Water and Sewer Commission No. 4 (Commission) does not reconcile all bank account balances to accounting records on a periodic basis.

Corrective Action: This finding has been corrected.

COMPLIANCE

ITEM NO. 2016-007 POSSIBLE NONCOMPLIANCE WITH OPEN MEETING LAW

Condition: Water and Sewer Commission No. 2 may have improperly entered executive session.

Corrective Action: This finding has not been corrected.

ITEM NO. 2016-008 FAILURE TO PUBLISH MINUTES

Condition: The Water and Sewer Commission No. 4 did not publish minutes for its public meetings in a timely manner.

Corrective Action: This finding has been corrected.

ITEM NO 2016-009 NET POSITION DEFECIT

Condition: The Water and Sewer Commission No. 4 reports an accumulated net position deficit in its business-type activities totaling \$257,426.

Corrective Action: This finding has been corrected.

INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS

NOT APPLICABLE

CORRECTIVE ACTION PLAN PREPARED BY MANAGEMENT
OF
ST. MARY PARISH COUNCIL

Item 2017-001 Patient Fee Reimbursements at Fairview Treatment Center

Corrective Action

The Center has now developed and implemented policies and procedures to correct this problem.

Item 2017-002 Budget Monitoring

Corrective Action

We continually monitor budgeted and actual amounts throughout the year and during the budget amendment process we strive to project amounts as close as possible to anticipated year end results. With the lead time required for ordinance introduction and layover, as prescribed in our Parish Charter, it is sometimes difficult to anticipate revenues and expenditures through year end. We will continually monitor budget variances, especially close to year end, and recommended to the Council when variances exceed the percentages as specified in the State Statute.

Item 2017-003 Fund Deficits

Corrective Action

The deficit in the 16th JDC St. Mary Parish Drug Court Fund will be funded by future revenues.

Item 2017-004 Failure to File Audit Report on Time

Corrective Action

Component entities of the Parish are notified that their audit reports must be received by specified dates so that there is adequate time for our auditors to include in the Reporting Entity Report. One Entity, out of approximately forty, was late due to a change in bookkeepers resulting from the death of their long-time bookkeeper. This resulted in a significant delay in completion of their audit. We will continue to notify our component entities of audit dates and take measures to avoid any future anticipated delays.

Items No.'s 2017-005, 2017-006, 2017-007, 2016-008, 2016-009, and 2016-0010

Corrective Action

These items are related to our component units and have been answered by their management in separate reports.